



# FINANCIAL STATEMENTS



# Independent Auditor's Report to the Shareholders of Bank Asia PLC.

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

### Opinion

We have audited the consolidated financial statements of Bank Asia PLC. and its subsidiaries (the "Group") as well as the separate financial statements of Bank Asia PLC. (the "Bank"), which comprise the consolidated and separate Balance Sheets as at 31 December 2024, and consolidated and separate Profit and Loss Accounts, consolidated and separate statement of Changes in Equity, and consolidated and separate Cash Flow Statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of material accounting policy 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 Balance Sheet of the Group and the separate Balance Sheet of the Bank as at 31 December 2024, and of its consolidated and separate Profit and Loss Accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 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, the rules and regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) 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 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 judgment, were of most significance in our audit of the consolidated and separate financial statements for the financial year 2024. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and informing auditor opinion thereon, and we do not provide a separate opinion on these matters. For each matter described below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Description of key audit matters	Our response to key audit matters
<b>Measurement of provision for loans and advances</b>	
<p>With reference to Note 13.1.1 to the Financial Statements, the process for calculating the provision for loans and advances portfolio associated with credit risk is significant and complex. The Bank calculates provision for loans and advances by considering various factors such as rate of provision, loan category, expiry date, outstanding balance, interest suspense amount, value of eligible collateral as per BRPD circular no. 14 dated 23 September 2012 and its subsequent amendments.</p> <p>Due to the recent macro-economic situation, non-performing loans have been increasing day by day. Banks need to maintain provisions for additional non-performing loans in line with the central bank's guidelines. The Bank identifies impaired loan accounts and calculates required provisions manually. Furthermore, management has incentive to maintain lower provisions for loans and advances to overstate profit.</p> <p>Considering these factors, we have considered measurement of provision for loans, advances and leases as significant risk as well as a key audit matter.</p> <p>At year end, the Group reported total gross loans and advances of BDT 296.53 billion (2023: BDT 294.07 billion) and provision for loans and advances of BDT 29.55 billion (2023: BDT 23.33 billion). On the other hand, the Bank reported loans and advances of BDT 293.72 billion (2023: 291.32 billion) on a solo basis.</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> <li>• Credit appraisal, loan disbursement procedures, monitoring and provisioning process;</li> <li>• Identification of loss events, including early warning and default warning indicators;</li> <li>• Reviewed the quarterly Classification of Loans (CL)</li> <li>• Reviewed the appropriateness of the approvals for the transfer of interests to the Income account in accordance with the Bangladesh Bank's guidelines.</li> <li>• Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines. Reviewed the grounds for recommendations for approvals in cases of transfer of interests to Income account;</li> <li>• Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information;</li> <li>• Assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines;</li> <li>• Finally, compared the amount of provision requirement as determined by the Bangladesh Bank inspection team to the actual amount of provision maintained.</li> </ul>
<b>See notes no. 8(a) and 13.1.2 (a) to the financial statements</b>	

Description of key audit matters	Our response to key audit matters
<b>Recognition of interest income on loans and advances</b>	
<p>Recognition of interest income has significant and wide influence on financial statements. Recognition and measurement of interest income has involvement of complex IT environments.</p> <p>We identify recognition of interest income from loans, advances and leases as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.</p>	<p>We tested the design and operating e-effectiveness of key controls over recognition and measurement of interest on loans, advances and leases.</p> <p>We performed test of operating effectiveness on automated control in place to measure and recognise interest income.</p> <p>We have also performed substantive procedures to check whether interest income is recognised completely and accurately.</p> <p>We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p>
<b>See note no. 20 and 20.01 to the financial statements</b>	
<b>Valuation of treasury bill and treasury bond</b>	
<p>The classification and measurement of T-Bill and T-Bond require judgment and complex estimates.</p> <p>In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment.</p>	<p>We assessed the processes and controls put in place by the Bank to identify and confirm the existence of treasury bills and bonds.</p> <p>We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the treasury bills and bonds 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>
<b>See note nos. 7 and 7.1.1 to the financial statements</b>	
<b>Measurement of Deferred Tax</b>	
<p>In 2024, the bank's financial performance or taxable income remained consistent, there was no need to adjust the provision. Hence, the bank did not set aside any provision for deferred tax, maintaining the same provision level as the previous year.</p>	<p>Our procedures in relation to management's assessment about the measurement of deferred tax assets/liabilities included:</p> <ul style="list-style-type: none"> <li>• Evaluating management's assessment on the sufficiency of future taxable profits in support of the recognition of deferred tax by comparing management's forecasts of future profits to historical results and evaluating the assumptions used in those forecasts;</li> <li>• Obtaining the communications between the Bank and taxation authorities regarding tax positions; and</li> <li>• Assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.</li> </ul>
<b>See notes no.13.1.5 &amp; 13.1.5(d) to the financial statements</b>	

Description of key audit matters	Our response to key audit matters
<b>IT systems and controls</b>	
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>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 conducted extensive testing to assess the design and operating effectiveness of the Bank's IT access controls over critical financial reporting systems. Our audit procedures included evaluating IT general controls, particularly focusing on logical access, change management, and IT operational controls.</p> <p>We tested whether requests for access to systems were appropriately reviewed and authorized, ensuring that only authorized personnel had access to sensitive financial data. Additionally, we examined the Bank's periodic review process for access rights and assessed whether changes to systems were properly approved and authorized to prevent unauthorized modifications.</p> <p>As part of our audit, we also evaluated the Bank's control environment concerning system interfaces, configurations, and application-layer controls that were identified as critical to financial reporting accuracy. Given the significance of IT application controls in ensuring the integrity of automated financial processes, we tested key application-based controls, including system-generated reports, automated journal entries, and validation mechanisms that support transaction processing. This involved assessing whether these automated controls were functioning as intended and whether their outputs were reliable for financial reporting purposes.</p> <p>Furthermore, we performed detailed tests on IT general controls to assess the effectiveness of application development processes, database security, and hosting platform management. We also evaluated the segregation of incompatible duties relevant to application and database change management to determine whether adequate controls were in place to prevent unauthorized access or modifications.</p>
<b>Legal and regulatory matters</b>	
<p>We focused on this area because the Bank and its subsidiaries (the "Group") operate in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established as other contingent liabilities.</p> <p>Overall, the legal provision represents the Group's and the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Group's financial statement.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank'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 Bank'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 Bank's provisions and contingent liabilities disclosure.</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 consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

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

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

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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 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 (as amended up to date), the Financial Reporting Act 2015, 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 and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
  - (a) internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
  - (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities (other than matters disclosed in these financial statements);
  - (iii) financial statements for the year ended 31 December 2024 of the three subsidiaries namely Bank Asia Securities Limited, BA Exchange Company (UK) Limited, and BA Express USA, Inc have been audited by MABS & J Partners Chartered Accountants, AGP Consulting Chartered accountants and Monis Siddiqui Certified Public Accountants respectively and have been properly reflected in the consolidated financial statements;
  - (iv) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
  - (v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
  - (vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
  - (vii) the expenditures incurred were for the purpose of the Bank's business for the year;
  - (viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
  - (ix) adequate provisions have been made for advances and other assets which are in our opinion, doubtful of recovery;
  - (x) the information and explanations required by us have been received and found satisfactory;
  - (xi) we have reviewed over 80% of the risk weighted assets of the Bank and spent over 8,650 person hours; and
  - (xii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

**Place: Dhaka, Bangladesh**

Dated: April 30, 2025

**Signed for & on behalf of**

**MABS & J Partners, Chartered Accountants**



**Nasir U Ahmed**

FCA, FCS, CGMA, ACMA (UK), FCA (England & Wales)

**Additional Managing Partner**

**ICAB Enrollment No: 535**

**DVC: 2504300535AS269137**

# Bank Asia PLC. and its subsidiaries

## Consolidated Balance Sheet

as at 31 December 2024

Amount in Taka


	Notes	31 Dec 2024	31 Dec 2023
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>		23,988,516,011	21,776,999,205
In hand (including foreign currencies)	4.1(a)	4,571,787,155	3,768,537,636
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	4.2(a)	19,416,728,856	18,008,461,569
<b>Balance with other banks and financial institutions</b>	5(a)	16,146,171,433	24,131,298,642
In Bangladesh		5,603,874,673	20,332,861,708
Outside Bangladesh		10,542,296,760	3,798,436,934
<b>Money at call and on short notice</b>	6(a)	-	300,000,000
<b>Investments</b>	7(a)	177,935,396,486	115,801,404,654
Government		167,143,008,408	106,782,762,756
Others		10,792,388,078	9,018,641,898
<b>Loans and advances/investments</b>	8(a)	296,533,717,659	294,072,425,920
Loans, cash credits, overdrafts, etc/investments		281,966,741,409	278,592,725,335
Bills purchased and discounted		14,566,976,250	15,479,700,585
<b>Fixed assets including premises, furniture and fixtures</b>	9(a)	5,289,381,960	5,957,156,399
<b>Other assets</b>	10(a)	15,419,013,621	14,513,247,468
<b>Non - banking assets</b>		-	-
<b>Total assets</b>		<b>535,312,197,170</b>	<b>476,552,532,288</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and agents</b>	11(a)	18,114,043,540	27,071,897,305
<b>Subordinated non-convertible and perpetual bonds</b>	11(aa)	7,680,250,000	7,680,250,000
<b>Deposits and other accounts</b>	12(a)	416,727,954,479	361,719,880,870
Current/AI-wadeeah current accounts and other accounts		74,238,891,195	73,576,996,537
Bills payable		3,075,190,059	3,958,476,129
Savings bank/Mudaraba savings bank deposits		90,330,134,211	83,493,765,110
Fixed deposits/Mudaraba fixed deposits		222,238,007,353	173,374,621,309
Special notice deposit		26,845,731,661	27,316,021,785
Bearer certificates of deposit		-	-
Other deposits		-	-
<b>Other liabilities</b>	13(a)	60,982,059,182	50,677,766,435
<b>Total liabilities</b>		<b>503,504,307,201</b>	<b>447,149,794,610</b>
<b>Capital/shareholders' equity</b>			
<b>Total shareholders' equity</b>		<b>31,807,889,969</b>	<b>29,402,737,678</b>
Paid-up capital	14.2	11,659,068,600	11,659,068,600
Statutory reserve	15	11,750,000,000	11,750,000,000
General and other reserve	15.1(a)	10,640,687	10,257,013
Revaluation reserve	16(a)	4,300,808,341	2,685,555,009
Retained earnings	17(a)	4,150,895,777	3,350,452,926
Foreign currency translation reserve		(63,533,766)	(52,606,167)
Non-controlling interest	17(b)	10,330	10,297
<b>Total liabilities and shareholders' equity</b>		<b>535,312,197,170</b>	<b>476,552,532,288</b>

# Consolidated Balance Sheet

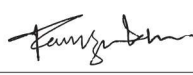
Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>	18	130,037,883,477	147,312,053,915
Acceptances and endorsements		44,821,140,940	57,164,035,754
Letters of guarantee		26,869,526,977	31,450,162,015
Irrevocable letters of credit		39,630,946,979	37,281,132,915
Bills for collection		18,716,268,581	21,416,723,231
Other contingent liabilities		-	-
<b>Other commitments</b>		9,916,466,548	4,812,658,170
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		9,916,466,548	4,812,658,170
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total off-balance sheet items including contingent liabilities</b>		<b>139,954,350,025</b>	<b>152,124,712,085</b>

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



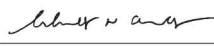
Chairman



Director



Director



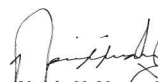
Director



Managing Director

See our annexed report of even date

Dhaka,  
Dated 30 April 2025  
DVC No: 2504300535AS269137



**Nasir U Ahmed**  
FCA, FCS, CGMA, ACMA (UK), FCA (England & Wales)  
**Additional Managing Partner**  
Enrollment No: 535  
MABS & J Partners  
Chartered Accountants

# Bank Asia PLC. and its subsidiaries Consolidated Profit and Loss Account

for the year ended 31 December 2024

Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>OPERATING INCOME</b>			
Interest income	20(a)	30,651,886,991	23,380,598,457
Interest paid on deposits and borrowings, etc	21(a)	24,509,147,634	17,067,340,832
<b>Net interest income</b>		6,142,739,357	6,313,257,625
Investment income	22(a)	14,335,176,498	8,376,526,748
Commission, exchange and brokerage	23(a)	5,376,452,602	5,343,451,964
Other operating income	24(a)	1,603,883,706	1,434,619,446
		21,315,512,806	15,154,598,158
<b>Total operating income (A)</b>		27,458,252,163	21,467,855,783
<b>OPERATING EXPENSES</b>			
Salaries and allowances	25(a)	5,835,387,423	5,407,923,206
Rent, taxes, insurance, electricity, etc	26(a)	677,065,089	660,014,031
Legal expenses	27(a)	26,379,818	29,102,855
Postage, stamp, telecommunication, etc	28(a)	210,629,682	194,332,541
Stationery, printing, advertisements, etc	29(a)	169,989,498	174,362,072
Managing Director's salary and fees	30	19,935,301	13,510,000
Directors' fees	31(a)	5,431,128	4,320,500
Auditors' fees	32(a)	5,113,143	4,436,683
Depreciation and repairs of Bank's assets	33(a)	1,008,627,671	1,026,382,290
Other expenses	34(a)	2,201,632,940	2,233,858,750
<b>Total operating expenses (B)</b>		10,160,191,693	9,748,242,928
<b>Profit before provision (C=A-B)</b>		17,298,060,470	11,719,612,855
Provision for loans and advances/investments			
General provision		(681,000,000)	2,287,961,643
Specific provision		10,701,459,333	4,266,690,868
	13.2(a)	10,020,459,333	6,554,652,511
Provision for off-balance sheet items	13.1.3	105,500,000	195,000,000
Provision for diminution in value of investments		580,000,000	90,000,000
Other provisions		140,000,000	50,000,000
<b>Total provision (D)</b>	34(c)	10,845,959,333	6,889,652,511
<b>Total profit before tax (C-D)</b>		6,452,101,137	4,829,960,344
Provision for taxation			
Current tax	13.1.5(b)	3,584,184,705	2,351,108,689
Deferred tax		-	-
		3,584,184,705	2,351,108,689
<b>Net profit after tax</b>		2,867,916,432	2,478,851,655
<b>Appropriations</b>			
Statutory reserve	15	-	-
Coupon/dividend on perpetual bond		368,614,109	389,926,028
General and other reserve	15.1(a)	383,674	330,482
		368,997,783	390,256,510
		2,498,918,649	2,088,595,145
<b>Retained surplus</b>			
<b>Attributable to:</b>			
Equity holders of Bank Asia PLC.		2,498,918,616	2,088,595,133
Non-controlling interest		33	12
		2,498,918,649	2,088,595,145
<b>Earnings Per Share (EPS)</b>	37(c)	2.14	1.79

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



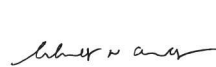
Chairman



Director



Director



Director



Managing Director

See our annexed report of even date

Dhaka, Dated  
30 April 2025  
DVC No: 2504300535AS269137



**Nasir U Ahmed**  
FCA, FCS, CGMA, ACMA (UK), FCA (England & Wales)  
**Additional Managing Partner**  
Enrollment No: 535  
MABS & J Partners  
Chartered Accountants

# Bank Asia PLC. and its subsidiaries Consolidated Cash Flow Statement

for the year ended 31 December 2024

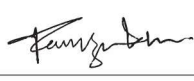
Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>Cash flows from operating activities (A)</b>			
Interest receipts		40,641,007,247	29,935,924,383
Interest payments		(24,982,317,365)	(17,680,090,550)
Dividends receipts		383,995,680	527,036,928
Fees and commission receipts		5,376,452,602	5,343,451,964
Recoveries on loans previously written off		229,445,620	326,055,141
Cash payment to employees		(5,811,910,719)	(5,307,088,663)
Cash payment to suppliers		(272,448,779)	(271,882,653)
Income tax paid		(2,347,621,824)	(2,860,185,854)
Receipts from other operating activities	35 (a)	5,105,220,204	2,076,404,624
Payments for other operating activities	36 (a)	(3,146,187,101)	(3,139,575,360)
<b>Operating profit before changes in operating assets &amp; liabilities</b>		<b>15,175,635,565</b>	<b>8,950,049,960</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Loans and advances to customers and banks		(2,461,291,739)	(13,480,958,476)
Other assets		17,528,459	(619,183,815)
Deposits from customers and banks		55,008,073,609	24,028,451,732
Trading liabilities		(8,957,853,765)	(23,952,183,438)
Other liabilities		48,352,185	(1,563,578,265)
<b>Net Increase/(decrease) in operating assets and liabilities</b>		<b>43,654,808,749</b>	<b>(15,587,452,262)</b>
<b>Net cash flows from operating activities</b>		<b>58,830,444,314</b>	<b>(6,637,402,302)</b>
<b>Cash flows from investing activities (B)</b>			
Investments in treasury bills, bonds and others		(60,360,245,652)	(12,036,359,037)
Sale/(Purchase) of trading securities		(1,773,746,180)	73,209,971
(Purchase)/disposal of fixed assets		(180,768,012)	(435,024,064)
<b>Net cash flows from/(used in) investing activities</b>		<b>(62,314,759,844)</b>	<b>(12,398,173,130)</b>
<b>Cash flows from financing activities (C)</b>			
Issuance of perpetual bond		-	340,250,000
Issuance of subordinated non-convertible bond		2,000,000,000	-
Coupon/dividend paid on perpetual bond		(368,614,109)	(389,926,028)
Adjustment of subordinated non-convertible bond		(2,000,000,000)	(2,000,000,000)
Payments for lease liability		(470,476,174)	(487,848,255)
Dividend paid (cash dividend)		(1,748,860,290)	(1,748,860,290)
<b>Net cash flows from/(used in) financing activities</b>		<b>(2,587,950,573)</b>	<b>(4,286,384,573)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(6,072,266,103)</b>	<b>(23,321,960,005)</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>		<b>-</b>	<b>-</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>46,211,250,847</b>	<b>69,533,210,852</b>
<b>Cash and cash equivalents at the end of the year</b>		<b>40,138,984,744</b>	<b>46,211,250,847</b>
<b>Cash and cash equivalents:</b>			
Cash		4,571,787,155	3,768,537,636
Balance with Bangladesh Bank and its agent bank(s)		19,416,728,856	18,008,461,569
Balance with other banks and financial institutions		16,146,171,433	24,131,298,642
Money at call and on short notice		-	300,000,000
Prize bonds		4,297,300	2,953,000
		<b>40,138,984,744</b>	<b>46,211,250,847</b>

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



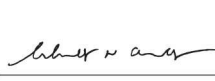
Chairman



Director



Director



Director



Managing Director

# Bank Asia PLC. and its subsidiaries Consolidated Statement of Changes in Equity

for the year ended 31 December 2024

Amount in Taka

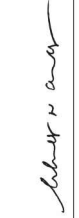
Particulars	Paid-up Capital	Statutory Reserve	Revaluation Reserve	General and other Reserve	Foreign currency translation Reserve	Retained Earnings	Total	Non-controlling Interest	Total Equity
<b>Balance as at 01 January 2023</b>	11,659,068,600	11,750,000,000	2,117,047,124	9,926,531	(29,217,722)	2,957,002,831	28,463,827,363	10,285	28,463,837,649
Adjustment on revaluation of investment and others	-	-	622,223,137	-	-	-	622,223,137	-	622,223,137
Transferred to retained earnings	-	-	(53,715,252)	-	-	53,715,252	-	-	-
Foreign currency translation for the year	-	-	-	-	(23,388,445)	-	(23,388,445)	-	(23,388,445)
Transferred to General and other reserve	-	-	-	330,482	-	(330,482)	-	-	-
Cash dividend paid	-	-	-	-	-	(1,748,860,290)	(1,748,860,290)	-	(1,748,860,290)
Coupon/dividend on perpetual bond	-	-	-	-	-	(389,926,028)	(389,926,028)	-	(389,926,028)
Net profit for the year	-	-	-	-	-	2,478,851,643	2,478,851,643	12	2,478,851,655
<b>Balance as at 31 December 2023</b>	11,659,068,600	11,750,000,000	2,685,555,009	10,257,013	(52,606,167)	3,350,452,926	29,402,727,380	10,297	29,402,737,678
Adjustment on revaluation of investment and others	-	-	1,668,968,584	-	-	-	1,668,968,584	-	1,668,968,584
Transferred to retained earnings	-	-	(53,715,252)	-	-	53,715,252	-	-	-
Foreign currency translation for the year	-	-	-	-	(10,927,599)	-	(10,927,599)	-	(10,927,599)
Transferred to General and other reserve	-	-	-	383,674	-	(383,674)	-	-	-
Transferred to interest suspense	-	-	-	-	-	(3,330,727)	(3,330,727)	-	(3,330,727)
Cash dividend paid	-	-	-	-	-	(1,748,860,290)	(1,748,860,290)	-	(1,748,860,290)
Coupon/dividend on perpetual bond	-	-	-	-	-	(368,614,109)	(368,614,109)	-	(368,614,109)
Net profit for the year	-	-	-	-	-	2,867,916,399	2,867,916,399	33	2,867,916,432
<b>Balance as at 31 December 2024</b>	11,659,068,600	11,750,000,000	4,300,808,341	10,640,687	(63,533,766)	4,150,895,777	31,807,879,638	10,330	31,807,889,969

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

  
Chairman

  
Director

  
Director

  
Director

  
Managing Director

# Bank Asia PLC. Balance Sheet

as at 31 December 2024

Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>		23,951,563,796	21,776,877,853
In hand (including foreign currencies)	4.1	4,534,834,940	3,768,416,284
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	4.2	19,416,728,856	18,008,461,569
<b>Balance with other banks and financial institutions</b>		15,580,470,190	23,676,754,230
In Bangladesh	5.1	5,383,437,523	20,111,916,423
Outside Bangladesh	5.2	10,197,032,667	3,564,837,807
<b>Money at call and on short notice</b>	6	-	300,000,000
<b>Investments</b>	7	176,881,979,607	114,760,152,372
Government		167,143,008,408	106,782,762,756
Others		9,738,971,199	7,977,389,616
<b>Loans and advances/investments</b>	8	293,725,599,998	291,325,043,145
Loans, cash credits, overdrafts, etc/investments		279,158,623,748	275,845,342,560
Bills purchased and discounted		14,566,976,250	15,479,700,585
<b>Fixed assets including premises, furniture and fixtures</b>	9	5,230,844,568	5,878,418,753
<b>Other assets</b>	10	17,531,359,503	16,430,518,197
<b>Non - banking assets</b>		-	-
<b>Total assets</b>		<b>532,901,817,662</b>	<b>474,147,764,550</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and agents</b>	11	18,114,043,540	27,071,897,305
<b>Subordinated non-convertible and perpetual bonds</b>	11 (aa)	7,680,250,000	7,680,250,000
<b>Deposits and other accounts</b>	12	416,559,450,234	361,536,300,038
Current/AI-wadeeah current accounts and other accounts		74,070,386,950	73,393,415,705
Bills payable		3,075,190,059	3,958,476,129
Savings bank/Mudaraba savings bank deposits		90,330,134,211	83,493,765,110
Fixed deposits/Mudaraba fixed deposits		222,238,007,353	173,374,621,309
Special notice deposit		26,845,731,661	27,316,021,785
Bearer certificates of deposit		-	-
Other deposits		-	-
<b>Other liabilities</b>	13	58,705,781,943	48,339,788,323
<b>Total liabilities</b>		<b>501,059,525,717</b>	<b>444,628,235,666</b>
<b>Capital/shareholders' equity</b>			
<b>Total shareholders' equity</b>		<b>31,842,291,945</b>	<b>29,519,528,884</b>
Paid-up capital	14.2	11,659,068,600	11,659,068,600
Statutory reserve	15	11,750,000,000	11,750,000,000
General and other reserve	15.1	8,166,144	8,166,144
Revaluation reserve	16	4,300,808,341	2,685,555,009
Retained earnings	17	4,124,248,860	3,416,739,131
<b>Total liabilities and shareholders' equity</b>		<b>532,901,817,662</b>	<b>474,147,764,550</b>

# Balance Sheet


Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>	18	130,037,883,477	147,312,053,915
Acceptances and endorsements		44,821,140,940	57,164,035,754
Letters of guarantee		26,869,526,977	31,450,162,015
Irrevocable letters of credit		39,630,946,979	37,281,132,915
Bills for collection		18,716,268,581	21,416,723,231
Other contingent liabilities		-	-
<b>Other commitments</b>		9,916,466,548	4,812,658,170
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		9,916,466,548	4,812,658,170
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total off-balance sheet items including contingent liabilities</b>		<b>139,954,350,025</b>	<b>152,124,712,085</b>

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



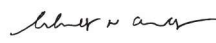
Chairman



Director



Director



Director



Managing Director

See our annexed report of even date

Dhaka, Dated  
30 April 2025  
DVC No: 2504300535AS269137



**Nasir U Ahmed**  
FCA, FCS, CGMA, ACMA (UK), FCA (England & Wales)  
**Additional Managing Partner**  
Enrollment No: 535  
MABS & J Partners  
Chartered Accountants

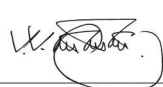
# Bank Asia PLC. Profit and Loss Account

for the year ended 31 December 2024

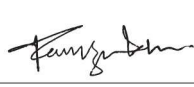
Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>OPERATING INCOME</b>			
Interest income	20	30,514,242,741	23,287,064,761
Interest paid on deposits and borrowings, etc	21	24,484,274,477	17,053,991,947
<b>Net interest income</b>		6,029,968,264	6,233,072,814
Investment income	22	14,335,176,498	8,376,526,748
Commission, exchange and brokerage	23	4,935,850,432	4,977,401,004
Other operating income	24	1,552,842,469	1,386,508,710
		20,823,869,399	14,740,436,462
<b>Total operating income (A)</b>		26,853,837,663	20,973,509,276
<b>OPERATING EXPENSES</b>			
Salaries and allowances	25	5,644,358,401	5,243,365,548
Rent, taxes, insurance, electricity, etc	26	635,446,824	625,902,063
Legal expenses	27	25,551,895	28,538,049
Postage, stamp, telecommunication, etc	28	205,891,107	190,046,039
Stationery, printing, advertisements, etc	29	162,691,301	168,260,355
Managing Director's salary and fees	30	19,935,301	13,510,000
Directors' fees	31	4,947,128	3,776,000
Auditors' fees	32	1,132,000	1,753,000
Depreciation and repairs of Bank's assets	33	985,187,478	998,916,525
Other expenses	34	2,116,555,381	2,168,700,864
<b>Total operating expenses (B)</b>		9,801,696,816	9,442,768,443
<b>Profit before provision (C=A-B)</b>		17,052,140,847	11,530,740,833
Provision for loans and advances/investments			
General provision		(681,000,000)	2,287,961,643
Specific provision		10,613,041,244	4,211,938,220
	13.1.1 & 2	9,932,041,244	6,499,899,863
Provision for off-balance sheet items	13.1.3	105,500,000	195,000,000
Provision for diminution in value of investments	13.1.7	580,000,000	90,000,000
Other provisions	13.1.8 & 9	140,000,000	50,000,000
<b>Total provision (D)</b>	34(b)	10,757,541,244	6,834,899,863
<b>Total profit before tax (C-D)</b>		6,294,599,603	4,695,840,970
Provision for taxation			
Current tax	13.1.5	3,520,000,000	2,300,000,000
Deferred tax		-	-
		3,520,000,000	2,300,000,000
<b>Net profit after tax</b>		2,774,599,603	2,395,840,970
<b>Appropriations</b>			
Statutory reserve	15	-	-
Coupon/dividend on perpetual bond		368,614,109	389,926,028
		368,614,109	389,926,028
<b>Retained surplus</b>		2,405,985,494	2,005,914,942
Earnings Per Share (EPS)	37(b)	2.06	1.72

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



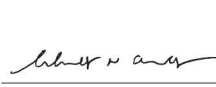
Chairman



Director



Director



Director



Managing Director

See our annexed report of even date

Dhaka, Dated  
30 April 2025  
DVC No: 2504300535AS269137



**Nasir U Ahmed**  
FCA, FCS, CGMA, ACMA (UK), FCA (England & Wales)  
**Additional Managing Partner**  
Enrollment No: 535  
MABS & J Partners  
Chartered Accountants

# Bank Asia PLC.

## Cash Flow Statement

for the year ended 31 December 2024

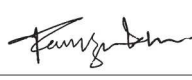
Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>Cash flows from operating activities (A)</b>			
Interest receipts		40,376,330,799	29,726,397,678
Interest payments		(24,830,412,010)	(17,550,748,656)
Dividends receipts		383,995,680	527,036,928
Fees and commission receipts		4,935,850,432	4,977,401,004
Recoveries on loans previously written off		229,445,620	326,055,141
Cash payment to employees		(5,620,881,697)	(5,142,531,005)
Cash payment to suppliers		(265,150,582)	(265,780,936)
Income tax paid		(2,267,555,770)	(2,809,151,843)
Receipts from other operating activities	35	5,054,178,967	2,028,293,888
Payments for other operating activities	36	(3,009,459,636)	(3,032,226,015)
<b>Operating profit before changes in operating assets &amp; liabilities</b>		<b>14,986,341,803</b>	<b>8,784,746,184</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Loans and advances to customers and banks		(2,400,556,853)	(13,454,684,742)
Other assets		(79,690,209)	(319,461,958)
Deposits from customers and banks		55,023,150,196	23,840,882,601
Trading liabilities		(8,957,853,765)	(23,952,183,438)
Other liabilities		95,251,357	(1,658,375,958)
<b>Net Increase/(decrease) in operating assets and liabilities</b>		<b>43,680,300,726</b>	<b>(15,543,823,495)</b>
<b>Net cash flows from operating activities</b>		<b>58,666,642,529</b>	<b>(6,759,077,311)</b>
<b>Cash flows from investing activities (B)</b>			
Investments in treasury bills, bonds and others		(60,360,245,652)	(12,036,359,037)
Sale/(Purchase) of trading securities		(1,761,581,583)	125,316,602
(Purchase)/disposal of fixed assets		(177,118,518)	(417,476,445)
<b>Net cash flows from/(used in) investing activities</b>		<b>(62,298,945,753)</b>	<b>(12,328,518,880)</b>
<b>Cash flows from financing activities (C)</b>			
Issuance of perpetual bond		-	340,250,000
Issuance of subordinated non-convertible bond		2,000,000,000	-
Coupon/dividend paid on perpetual bond		(368,614,109)	(389,926,028)
Adjustment of subordinated non-convertible bond		(2,000,000,000)	(2,000,000,000)
Payments for lease liability		(470,476,174)	(487,848,255)
Dividend paid (cash dividend)		(1,748,860,290)	(1,748,860,290)
<b>Net cash flows from/(used in) financing activities</b>		<b>(2,587,950,573)</b>	<b>(4,286,384,573)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(6,220,253,797)</b>	<b>(23,373,980,764)</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>		<b>-</b>	<b>-</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>45,756,585,083</b>	<b>69,130,565,847</b>
<b>Cash and cash equivalents at the end of the year</b>		<b>39,536,331,286</b>	<b>45,756,585,083</b>
<b>Cash and cash equivalents:</b>			
Cash		4,534,834,940	3,768,416,284
Balance with Bangladesh Bank and its agent bank(s)		19,416,728,856	18,008,461,569
Balance with other banks and financial institutions		15,580,470,190	23,676,754,230
Money at call and on short notice		-	300,000,000
Prize bonds		4,297,300	2,953,000
		<b>39,536,331,286</b>	<b>45,756,585,083</b>

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



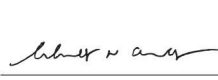
Chairman



Director



Director



Director



Managing Director

# Bank Asia PLC. Statement of Changes in Equity

for the year ended 31 December 2024

Amount in Taka

Particulars	Paid-up capital	Statutory reserve	Revaluation reserve	General and other reserve	Retained earnings	Total
<b>Balance as at 01 January 2023</b>	11,659,068,600	11,750,000,000	2,117,047,124	8,166,144	3,105,969,227	28,640,251,095
Adjustment on revaluation of investment and others	-	-	622,223,137	-	-	622,223,137
Transferred to retained earnings	-	-	(53,715,252)	-	53,715,252	-
Cash dividend paid	-	-	-	-	(1,748,860,290)	(1,748,860,290)
Coupon/dividend on perpetual bond	-	-	-	-	(389,926,028)	(389,926,028)
Net profit for the year	-	-	-	-	2,395,840,970	2,395,840,970
<b>Balance as at 31 December 2023</b>	11,659,068,600	11,750,000,000	2,685,555,009	8,166,144	3,416,739,131	29,519,528,884
Adjustment on revaluation of investment and others	-	-	1,668,968,584	-	-	1,668,968,584
Transferred to interest suspense	-	-	-	-	(3,330,727)	(3,330,727)
Transferred to retained earnings	-	-	(53,715,252)	-	53,715,252	-
Cash dividend paid	-	-	-	-	(1,748,860,290)	(1,748,860,290)
Coupon/dividend on perpetual bond	-	-	-	-	(368,614,109)	(368,614,109)
Net profit for the year	-	-	-	-	2,774,599,603	2,774,599,603
<b>Balance as at 31 December 2024</b>	11,659,068,600	11,750,000,000	4,300,808,341	8,166,144	4,124,248,860	31,842,291,945

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

  
Chairman

  
Director

  
Director

  
Director

  
Managing Director

# Bank Asia PLC. Liquidity Statement (Analysis of Maturity of Assets and Liabilities)

as at 31 December 2024

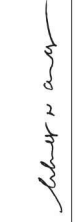
Amount in Taka

Particulars	Maturity					Total
	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	
<b>Assets</b>						
Cash in hand and with banks	8,002,262,559	-	-	-	15,949,301,237	23,951,563,796
Balance with other banks and financial institutions	12,437,005,641	3,143,464,549	-	-	-	15,580,470,190
Money at call and on short notice	-	-	-	-	-	-
Investments	12,505,333,560	36,253,538,874	57,893,911,597	23,449,332,974	46,779,862,602	176,881,979,607
Loans and advances	42,040,418,841	39,384,505,039	87,793,571,626	105,786,126,712	18,720,977,780	293,725,599,998
Fixed assets including premises, furniture and fixtures	-	-	-	-	5,230,844,568	5,230,844,568
Other assets	3,597,896,110	3,089,229,572	3,732,986,643	4,950,772,178	2,160,475,000	17,531,359,503
Non-banking assets	-	-	-	-	-	-
<b>Total Assets (A)</b>	<b>78,582,916,711</b>	<b>81,870,738,034</b>	<b>149,420,469,866</b>	<b>134,186,231,864</b>	<b>88,841,461,187</b>	<b>532,901,817,662</b>
<b>Liabilities</b>						
Borrowings from Bangladesh Bank, other banks, financial institutions and agents	756,726,109	9,579,575,912	7,953,888,828	1,680,220,531	5,823,882,160	25,794,293,540
Deposits and other accounts	46,512,414,555	109,486,844,437	115,601,109,949	97,213,606,438	47,745,474,855	416,559,450,234
Provision and other liabilities	301,500,000	233,833,592	7,201,190,166	20,924,258,185	30,045,000,000	58,705,781,943
<b>Total Liabilities (B)</b>	<b>47,570,640,664</b>	<b>119,300,253,941</b>	<b>130,756,188,943</b>	<b>119,818,085,154</b>	<b>83,614,357,015</b>	<b>501,059,525,717</b>
<b>Net Liquidity Excess/(Shortage) (A-B)</b>	<b>31,012,276,047</b>	<b>(37,429,515,907)</b>	<b>18,664,280,923</b>	<b>14,368,146,710</b>	<b>5,227,104,172</b>	<b>31,842,291,945</b>

  
Chairman

  
Director

  
Director

  
Director

  
Managing Director

# Bank Asia PLC.

## Notes to the financial statements

as at and for the year ended 31 December 2024

### 1. THE BANK AND ITS ACTIVITIES

#### 1.1 Bank Asia PLC.

Bank Asia PLC. ("the Bank") is one of the third generation private commercial banks (PCBs) incorporated in Bangladesh on 28 September 1999 as a public limited company under the Companies Act 1994 (amended up to 2023), governed by the Bank Company Act 1991 (amended up to 2023). The Bank went for public issue of its shares on 23 September 2003 and its shares are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. At present the Bank has 131 branches including 4 SME/Agri Branches and 4 SME service centres, 5 Islamic Windows, 15 Sub branches, 7 collection booths and 217 own ATM booths. The Bank has three subsidiary companies namely, Bank Asia Securities Limited incorporated in Bangladesh, BA Exchange Company (UK) Limited incorporated in United Kingdom and BA Express USA Inc. incorporated in United States of America (USA). The Bank has also an Offshore Banking Unit (OBU) at Chittagong Export Processing Zone, Chittagong.

Bank Asia PLC. acquired the business of Bank of Nova Scotia, Dhaka (incorporated in Canada) in the year 2001. At the beginning of the year 2002, the Bank also acquired the Bangladesh operations of Muslim Commercial Bank Limited (MCBL), a bank incorporated in Pakistan, having two branches at Dhaka and Chittagong. In taking over Bangladesh operations, all assets and certain specific liabilities of MCBL were taken over by Bank Asia PLC. at their book values.

The name of Bank Asia PLC. has been changed to Bank Asia PLC. with effect from April 16, 2024 as per approval of Bangladesh Bank. The registered office of the Bank is situated at Bank Asia Tower, 32 & 34, Kazi Nazrul Islam Avenue, Karwan Bazar, Dhaka

#### 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 through its branches, Islamic windows, SME centres, and vibrant alternative delivery channels (ATM booths, Mobile banking, internet banking) in Bangladesh.

#### 1.3 Islamic banking unit

The Bank obtained permission from Bangladesh Bank (country's central 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.

#### 1.4 Off-shore banking unit

The Bank obtained off-shore banking unit permission from Bangladesh Bank vide its letter no. BRPD (P-3)744(94)/2007-1853 dated 21 June 2007. Operation of this unit commenced from 28 January 2008 and its office is located at Zone Service Complex, Chittagong Export Processing Zone, Chittagong. Off-shore banking unit is governed under the rules and regulations of Bangladesh Bank.

#### 1.5 Bank Asia Securities Limited

Bank Asia Securities Limited, a majority owned (99.99%) subsidiary company of Bank Asia PLC. was incorporated as a private limited company in Bangladesh on 04 August 2010 bearing certificate of incorporation no. C-86230/10 dated 04 August 2010 under the Companies Act 1994 having its registered office at Hadi Mansion (2nd Floor), 2 Dilkusha Commercial Area, Dhaka 1000 which commenced its business on the 17 April 2011.

The main objective of this company is to act as a full fledged stock broker and stock dealer to execute buy and sale order and to maintain own portfolio as well as customers' portfolio under the discretion of customers. It also performs the other activities relating to capital market as and when regulators permit.

#### 1.6 BA Exchange Company (UK) Limited

BA Exchange Company (UK) Limited was incorporated as a private limited company under United Kingdom Companies Act and registered with Companies House of England and Wales vide registration no. 07314397 as a fully owned subsidiary company of Bank Asia PLC., BA Exchange Company (UK) Limited launched its operation in London on 16 May 2011. BA Exchange Company (UK) Limited attaches a fresh width to the Bank's remittance operation and expands its global presence for remittance services. Bank Asia stretched its business in United Kingdom through its fully owned (100%) subsidiary to facilitate speedy and dependable medium for remitting the hard-earned money of expatriates to home.

#### 1.7 BA Express USA inc

BA Express USA Inc. is fully owned subsidiary company of Bank Asia PLC. incorporated in New York State Department of Financial Services (NYDFS) in USA. The company obtained license to receive money for transmission within USA and abroad and to transmit same, pursuant to the provision of Article 13-B of the USA Banking Law, subject to all rules and regulations made by the Superintendent of Financial Services of New York relating to such business, effective November 22, 2013. The company has started its commercial operation from June 01, 2014.

## Notes to the financial statements

### 2. BASIS OF PREPARATION

#### 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 2023), BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRSs), International Accounting Standards (IAS), and the standards set by the FRA the Financial Reporting Council (FRC) as per The Financial Reporting Act 2015 (FRA) enacted in 2015. The Bank complied with the requirement of the following regulatory and legal authorities:

- i. Bank Company Act 1991 (amended upto 2023)
- 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 1987
- vi. Bangladesh Securities and Exchange Commission Act 1993
- vii. Bangladesh Securities and Exchange Commission (Public Issues) Rules 2015
- viii. The Income Tax Act 2023
- ix. Value Added Tax Act 2012
- x. Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE) and Central Depository Bangladesh (CDBL) rules and regulations.

In case the requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory authorities and accounting standards, the provisions and circulars issued by Bangladesh Bank shall prevail.

Bank have departed from certain 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 account, cash flows statement, changes in equity, liquidity statement) is 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 are 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 9 investment in shares and securities generally falls under “Amortized cost”, “fair value through profit or loss” or “fair value through other comprehensive income” where any change in the fair value at the year-end is taken to profit or loss account or other comprehensive income/revaluation reserve respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. As per DOS circular no. 01 dated May 24, 2023, provision for diminution of value of quoted equity shares, bonds, debentures, perpetual instruments and mutual funds have made on netting off gain and provision for diminution of value of unquoted equity shares and mutual funds (open-end) have made on the basis of net worth (Assets-Liabilities) of shares and surrender price of mutual funds respectively. Provision for Non-convertible cumulative preference share/ bond is required where dividend is not received as per agreement.

#### iii) **Revaluation gain/loss on government securities**

IFRS: As per requirement of IFRS 9, where T-bills and T-bonds will fall under the category of “Held for Trading” (HFT), any change in the fair value of held for trading securities is recognized through profit or loss account.

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

Bangladesh Bank: According to DOS circular no. 05 dated 26 May 2008 and subsequent clarification in DOS circular no. 05 dated 28 January 2009 loss on revaluation of Government securities (T-bill/T-bond) which are categorized as Held for Trading (HFT) will be charged through profit and loss account, but any gain on such revaluation should be recorded under Revaluation Reserve Account. T-bills designated as held to maturity are measured at amortized cost method but interest income/gain is recognized through reserve.

## Notes to the financial statements

### iv) **Provision on loans and advances**

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

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012 and BRPD circular no. 05 dated 29 May 2013, BRPD circular no. 16 dated 18 November, 2014, BRPD circular no. 12 dated 20 August 2017, BRPD circular no. 15 dated 27 September 2017, BRPD circular no. 16 dated 21 July 2020 and BRPD circular letter no. 52 dated 20 October 2020, provision for sub-standard loans, doubtful loans and bad losses has to be provided at 5% to 20%, 5% to 50% and 100% respectively for loans and advances depending on the duration of overdue. Provision for unclassified loan was made at the specified rate i.e. 0.25% to 2% based on different categories of loans and advances. Such provision policies are not specifically in line with those prescribed by IFRS 9. Also, as per BRPD circular no. 14 dated September 2012, BRPD circular no. 07 dated 21 June 2018 and BRPD circular no. 13 dated 18 October 2018, a general provision @ 1% should be provided for off-balance sheet exposures. As per BRPD circular no. 56 dated December 10, 2020, BRPD circular 50 dated December 21, 2021, BRPD circular 52 dated December 29, 2021, BRPD circular 53 dated December 22, 2022 and subsequent circulars and amendments.

### v) **Other comprehensive income**

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

Bangladesh Bank: Bangladesh Bank has issued financial templates for financial statements which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income or the elements of Other Comprehensive Income allowed to include in a Other Comprehensive Income (OCI) 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. Furthermore, the above templates require disclosure of appropriation of profit on the face of Profit and Loss Statement.

### vi) **Financial instruments – presentation and disclosure**

In several cases Bangladesh Bank guidelines categorize, recognize, measure and present financial instruments differently from those prescribed in IFRS 9. As such some disclosure and presentation requirements of IFRS 7, IFRS 9 and IAS 32 is not made in the accounts.

### vii) **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 DOS Circular letter no. 06 dated 15 July 2010 and subsequent clarification in DOS Circular No. 02 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.

### viii) **Financial guarantees**

IFRS: As per IFRS 9, financial guarantees are contracts that require an entity to make specified payments to reimburse to 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 circular no. 14 dated 25 June 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 and 1% general provision for contingent liabilities as guided by Bangladesh Bank circular and circular letter.

### ix) **Cash and cash equivalent**

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

Bangladesh Bank: As per BRPD Circular 14 dated 25 June 2003, Cash and cash-equivalents consist of cash with Bangladesh Bank, with its agent bank(s), government securities (prize bond) and deposits with other banks.

### x) **Non-banking asset**

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 there must exist a face item named Non-banking asset.

## Notes to the financial statements

### x) **Cash flow statement**

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 cash flow is the mixture of direct and indirect method.

### xii) **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.

### xiii) **Presentation of intangible asset**

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

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

### xiv) **Off-balance sheet items**

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 off balance sheet items must be disclosed separately in face of balance sheet. Accordingly the Bank has recognized the following off balance sheet items:

- Acceptances and endorsements
- Letters of guarantee
- Irrevocable letters of credit
- Bills for collection
- Foreign exchange contracts

### xv) **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 circular no. 14 dated 25 June 2003, an appropriation of profit should be disclosed in the face of profit and loss account.

### xvi) **Loans and advance net of provision**

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

### xvii) **Recognition of Interest in Suspense**

IFRS: Loans and advances to customers are generally classified as "loans and receivables" as per IFRS 9 and interest income is recognised through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognised 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 recognised as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in balance sheet.

### xviii) **Uniform Accounting Policy**

In several cases Bangladesh Bank and Bangladesh Securities and Exchange Commission guidelines categorize, recognize, measure and present financial instruments differently from those prescribed in IFRS 10. As such some disclosure, presentation and measurement requirements of IFRS 10 cannot be made in financial statements.

(Also refer to note 3.20 Compliance of IFRSs)

## 2.2 Basis of measurement

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

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using marked to market with gains, if any, credited to revaluation reserve.
- Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present value using amortisation concept.
- Zero Coupon Bonds at present value using amortisation concept.

## Notes to the financial statements

### 2.3 Use of estimates and judgments

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

Key estimates include the following:

- Provision on loans and advances
- Deferred tax assets/liabilities
- Gratuity fund

### 2.4 Foreign currency transactions

#### Functional and presentation currency

These financial statements are presented in Bangladesh Taka (BDT), which is the Bank's functional currency. Functional currencies for Off-shore banking unit and BA Express USA Inc. are US Dollar, BA Exchange Company (UK) Limited is UK Pound. Except as indicated, financial information have been rounded off to the nearest Taka.

#### Foreign currency translation

Foreign currency transactions have been converted into equivalent Taka currency at the ruling exchange rates on the respective date of such transactions as per IAS 21 "The Effects of Changes in Foreign Exchange Rates".

In preparing solo financial statements, assets and liabilities in foreign currencies as at December 31, 2024 have been converted into Taka currency at the revaluation rate determined by the Bank. For BA Exchange Company (UK) Limited and BA Express USA Inc. assets and liabilities in foreign currencies as at December 31, 2024 have been converted into Taka currency at the closing rate as on December 31, 2024 and profit and loss accounts have been converted into monthly average rate.

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. Foreign currency translation gain and loss for foreign subsidiary operation is reported as separate component of Equity.

#### Commitment

Commitments for outstanding forward foreign exchange contracts disclosed in the consolidated financial statements and financial statements of Bank 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 revaluation rate.

#### Translation gain and losses

Gains or 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.

#### Foreign operations

The results of financial statements of the Bank whose functional currency is not Bangladesh Taka are translated into Bangladesh Taka as follows:

- assets and liabilities for each statement of Balance Sheet have been translated at the closing rate on the date of Balance sheet.
- income and expenses for Profit and Loss Statement have been translated at monthly average rate; and
- all resulting exchange differences have been recognized as a separate components of equity.

### 2.5 Basis of consolidation

The financial statements of the Bank's include the financial statements of main operation of Bank Asia PLC. and its two business units namely, Islamic Banking Unit and Off-shore Banking Unit operating in Bangladesh.

The consolidated financial statements include the financial statements of the Bank and three subsidiary companies namely, Bank Asia Securities Limited operating in Bangladesh, BA Exchange Company (UK) Limited operating in United Kingdom and BA Express USA Inc. operating in USA.

The consolidated financial statements have been prepared in accordance with International Accounting Standard 27: Separate Financial Statements and International Financial Reporting Standard 10: Consolidated Financial Statements. The consolidated as well as separate financial statements are prepared for a common financial year ended on December 31, 2024.

Consolidated financial statements and separate financial statements of the Bank comprise of Balance Sheet, Profit and Loss Statement, Cash Flow Statement, Statement of Changes in Equity, Liquidity Statement and relevant notes and disclosures.

## Notes to the financial statements

### 2.5.1 Subsidiaries of the Bank

A subsidiary company is one in which the parent company, Bank Asia PLC. owns majority of its shares. As an owner of the subsidiary, the Bank controls the activities of the subsidiary. Bank Asia PLC. has three subsidiary companies as detailed below:

Name of Subsidiary	Ownership	Date of Commercial Operation	Country of Operation	Status	Regulator	Year Closing
Bank Asia Securities Limited	99.99%	17.04.2011	Bangladesh	Majority Owned	BSEC, Bangladesh	31 December
BA Exchange Company (UK) Limited	100%	16.05.2011	United Kingdom	Fully Owned	FSA, UK	31 December
BA Express USA inc	100%	01.06.2014	United States of America	Fully Owned	NYSDFS, New York	31 December

### 2.6 Cash flow statement

Cash Flow Statement is prepared principally in accordance with IAS 7 "Statement of Cash Flows" under the guidelines of BRPD circular no.14 dated 25 June 2003. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. It Cash Flows during the period have been classified as operating activities, investing activities and financing activities.

### 2.7 Statement of changes in equity

Statement of Changes in Equity has been prepared in accordance with IAS 1 "Presentation of Financial Statements" and following the guidelines of Bangladesh Bank BRPD circular no.14 dated 25 June 2003.

## 3 SIGNIFICANT ACCOUNTING POLICIES

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

### 3.1 Assets and basis of their valuation

#### 3.1.1 Cash and cash equivalents

Cash and cash equivalents include cash in hand and balances with Bangladesh Bank and its agent bank, balances with other banks and financial institutions, money at call and on short notice and prize bonds.

#### 3.1.2 Investments

##### Investment in securities

All investments in securities (bills and bonds) are initially recognized at purchase price excluding commission and accrued coupon interest. Investments are segregated in two broad categories. These are held to maturity (HTM) and held for trading (HFT).

##### Held to maturity

Debt securities that a firm has intention to hold until maturity. These are reported at amortized cost therefore, they are not affected by swings in the financial markets.

##### Held for trading

Held for trading securities are those which are held with intention of selling in order to generate profits. Held for trading securities are revalued at market price.

##### Revaluation

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 guidelines. The HTM securities are also revalued if these are reclassified to HFT category with the Board approval. Value of investment has been shown as under:

Government treasury bills and bonds (HFT)	At present value (using marked to market concept)
Government treasury bills and bonds (HTM)	At present value (using amortisation concept)
Zero coupon bonds	At present value (using amortisation concept)
Prize bonds and other bonds	At cost
Debentures	At cost
Unquoted shares (ordinary)	At cost
Quoted shares (ordinary)	At cost (provision made for any shortfall arising due to reduce market price from cost price)

## Notes to the financial statements

### 3.1.3 Investment in listed securities

These securities are bought and held primarily for the purpose of selling them in future or held for dividend income which are reported at cost. Unrealised gains are not recognised in the profit and loss statement. But provision was made for diminution in value of investment.

### 3.1.4 Investment in unquoted securities

Investment in unlisted securities is reported at cost under cost method. Adjustment is given for any shortage of book value over cost for determining the carrying amount of investment in unlisted securities. Bank complied with Bangladesh Bank BRPD Circular 14 dated June 25, 2003, DOS Circular # 04 dated 24 November 2011 and DOS circular no. 01 dated May 24, 2023 for provision of diminution in value of investment.

### 3.1.5 Investment in subsidiary

Investment in subsidiary is accounted for under the cost method of accounting in the Bank's financial statements in accordance with the IAS 27 "Separate Financial Statements", IFRS 3 "Business Combination", IFRS 36 "Impairment of Assets" and IFRS 10 "Consolidated Financial Statements".

### 3.1.6 Loans and advances/investments

- Loans and advances/investments 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 is kept in interest suspense account as per BRPD circulars 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 amounts are kept in separate memorandum accounts.
- Commission and discounts on bills purchased and discounted are recognised at the time of realisation.
- Provision for loans and advances/investments is made based on the arrear in equivalent month and reviewed by the management following instructions contained in Bangladesh Bank BRPD circular no. 14 dated 23 September 2012, Bangladesh Bank BRPD circular no. 19 dated 27 December 2012, Bangladesh Bank BRPD circular no. 05 dated 29 May 2013, Bangladesh Bank BRPD circular no. 16 dated 18 November 2014, Bangladesh Bank BRPD circular no. 12 dated 20 August 2017, Bangladesh Bank BRPD circular no. 15 dated 27 September 2017, Bangladesh Bank BRPD circular no. 07 dated 21 June 2018, Bangladesh Bank BRPD circular no. 13 dated 18 October 2018, Bangladesh Bank BRPD circular no. 16 dated 21 July 2020, Bangladesh Bank BRPD circular no.52 dated 20 October 2020, Bangladesh Bank BRPD circular no. 56 dated 10 December 2020, BRPD 3 dated 31 January 2021, BRPD 4 and 5 dated 24 March 2021, BRPD 13 dated 27 June 2021, BRPD 19 dated 26 August 2021 and BRPD 53 dated 30 December 2021, Bangladesh Bank BRPD circular no. 14 dated 22 June 2022, BRPD circular no. 51 dated 18 December 2022 and BRPD circular no. 53 dated 22 December 2022, BRPD circular letter no. 03 dated 02 February 2023, BRPD circular no. 06 dated 25 April 2023 and subsequent circulars and amendments.

Types of loans and advances		Provision				
		STD	SMA	SS	DF	BL
Consumer	House finance	1%	1%	20%	50%	100%
	Loans for professionals	2%	2%	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, etc		1%	1%	20%	50%	100%
Short-term agri-credit and micro credit		1%	--	5%	5%	100%
Small and medium enterprise finance		0.25%	0.25%	20%	50%	100%
Others		1%	1%	20%	50%	100%

In line with Bangladesh Bank BRPD Circular no. 04 dated January 29, 2015, all restructured loans treated as Special Mention Account (SMA) for the purpose of classification. Provision was made at existing applicable rate of SMA with additional 1%.

- Loans and advances/investments are written off as per guidelines of Bangladesh Bank. These write off however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such write off accounts are meticulously maintained and followed up.
- The Bank has restructured (Large loan restructure) certain loan facilities of M/s. Samannaz Super Oil Limited, S. A. Oil Refinery Limited under BRPD Circular No. 04 dated 29 January 2015. As of December 31, 2024 total outstanding amount was Tk. 2,586.35 million as per the terms and conditions of the said circular. These facilities are now under Solenama (Compromise Agreement submitted before the Court) and reported as unclassified. An amount of Tk. 2,215.14 million has been kept Provision against the mentioned restructured loan facilities.
- In stay order cases the unclassified loans and advances include certain customer accounts with an aggregate outstanding amount of Tk. 2,087.31 million which have not been reported under classification as at 31 December 2024 on the basis of stay order from

## Notes to the financial statements

the Honorable High Court Division of the Supreme Court of Bangladesh. An aggregate amount of Tk. 950.03 million has been kept as provision.

- h) As per Bangladesh Bank letter reference no DBI-3/120/2023-508 dated March 16, 2023 provision against loan under stay order and solenama for Tk. 619.71 mln and Tk. 1,013.44 mln respectively will have to transfer from General provision to specific provision in the year 2025.

### 3.1.7 Impairment of financial assets

An asset is impaired when its carrying value exceeds its recoverable amount as per IAS 36 "Impairment of Assets". At each balance sheet date, Bank Asia PLC. assesses whether there is objective evidence that a financial asset or a group of financial assets i.e, loans and advances, off balance sheet items and investments is impaired. A financial asset or group of financial assets is impaired and impairment losses are incurred if -

there is objective evidence of impairment as a result of a loss event that occurred after the initial recognition of the asset up to the balance sheet date;

the loss event had an impact on the estimated future cash flows of the financial asset or the group of financial assets; and a reliable estimate of the loss amount can be made.

In the event of impairment loss, the Bank reviews whether a further allowance for impairment should be provided in the profit and loss statement in addition to the provision made based on Bangladesh Bank guidelines or other regulatory requirements.

### 3.1.8 Property, plant and equipment

#### Recognition and measurement

All fixed assets are stated at cost less accumulated depreciation as per IAS 16 "Property, Plant and Equipment". Land is measured at cost.

The cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire an asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the specific requirements of the IFRS.

The cost of an item of property, plant and equipment is recognised as an asset 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.

The cost of an items of property, plant and equipment comprises:

- (a) its purchase price, including import duties and non- refundable purchase taxes, after deducting trade discounts and rebates
- (b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management
- (c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purpose other than to produce inventories during that period.

#### Subsequent costs

The cost of replacing part of an item of fixed assets is recognised 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 derecognised. The costs of the day-to-day servicing of fixed assets are recognised in profit or loss as incurred.

#### Depreciation

No depreciation is charged on land. Depreciation is charged on straight-line method. Charging depreciation against fixed assets commences from the month of acquisition (for full month) and ceases at the month when the assets are disposed. Asset category-wise depreciation rates are as follows:

Category of assets	Rate of depreciation
Building	5.00%
Furniture and fixtures	20.00%
Equipment	20.00%
Computers and accessories	20.00%
Motor vehicles	16.67%

Gain or loss on sale of fixed assets is recognised in profit and loss statement as per provision of IAS 16 "Property, Plant and Equipment".

**Construction work in progress/Building under Construction**

Building under construction is recognized and reported under Fixed Assets as per IAS 16 “ Property, Plant and Equipment” as Construction work in progress until the construction work is completed and the assets is ready for intended use. This asset is stated at cost and depreciation of the asset will be charged from the date of its intended use.

**Intangible Asset**

**a. Goodwill:** Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. Acquisitions of Minority interest (non-controlling interest) are accounted as transactions with equity holders in their capacity as equity holders and therefore no goodwill is recognised as a result of such transactions. Subsequently goodwill is measured at cost less accumulated Impairment Losses.

**b. Software:** Software acquired by the Bank is stated at cost less accumulated amortisation and accumulated impairment losses.

**c. License:** Value of license is recognised at cost and since it has an indefinite useful life it is not amortized. The value of the license is not measured at fair value.

**3.1.9 Leased assets**

**IFRS 16 Leases**

Bank Asia recognise the right of use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right of use asset is depreciated using the straight line methods from the commencement date to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The right of use asset is reduced by impairment losses as per IAS 36, and adjusted for certain measurements of the lease liability if any.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date and discounted using the incremental borrowing rate.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is change in estimate of the amount expected to be payable under a residual value guarantee, or if changes its assessment of whether it will exercise purchase, extension or termination option.

When the lease liability is measured in this way, a corresponding adjustment is made to the carrying amount of the right to use asset, or is recorded in profit or loss if the carrying amount of the right of use asset has been reduced to zero.

The Bank may elect not to apply the IFRS 16 for short-term leases; and leases for which the underlying asset is of low value.

**3.1.10 Impairment of fixed assets**

At each balance sheet date, the Bank assesses 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 recognised 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 up to the reporting period as there were no such indication existed as on Balance Sheet date.

**3.1.11 Investment properties**

a) Investment property is held to earn rentals or for capital appreciation or both and the future economic benefits that are associated with the investment property but not held for sale in the ordinary course of business.

b) Investment property is accounted for under cost model in the financial statements. Accordingly, after recognition as an asset, the property is carried at its cost, less accumulated depreciation and accumulated impairment loss.

**3.1.12 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 stamps.

**3.1.13 Inventories**

Inventories are measured at the lower of cost and net realisable value.

**3.2 Liabilities and provisions**

**3.2.1 Borrowings from other banks, financial institutions and agents**

Borrowings from other banks, financial institutions and agents include interest-bearing borrowings redeemable at call and Bangladesh Bank refinance. These items are brought to financial statements at the gross value of the outstanding balance.

## Notes to the financial statements

### 3.2.2 Deposits and other accounts

Deposits and other accounts include non interest-bearing current deposit redeemable at call, bills payable, interest bearing on demand and special notice deposits, savings deposit, fixed deposit and scheme deposit. These items are brought to financial statements at the gross value of the outstanding balance.

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 Other liabilities

Other liabilities comprise items such as provision for loans and advances/investments, provision for taxes, interest payable, interest suspense, accrued expenses, obligation under finance lease etc. Other liabilities are recognised in the balance sheet according to the guidelines of Bangladesh Bank, income tax laws and internal policy of the Bank.

## 3.3 Capital/shareholders' equity

### Authorised capital

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

### 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.

### Statutory reserve

As per section 24 of the Bank Company Act 1991 (amended upto 2023) Statutory reserve has to be maintained @ 20% of profit before tax equal to its paid-up capital together with the share premium. Bank has maintained adequate reserve in this regard.

### Revaluation reserve

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

When an fixed asset's carrying amount is increased as a result of revaluation, the increased amount has been credited directly to equity under the head of revaluation reserve as per IAS 16 "Property, Plant and Equipment". The revaluation surplus included in equity transferred directly to retained earnings with the amount of the surplus from the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost as per the para 41 of IAS 16.

### Non-controlling (minority) interest

Minority 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 minority interest in Bank Asia Securities Limited, a majority owned subsidiary (99.99%) of Bank Asia PLC. is very insignificant. Minority 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 shareholder. Also, minority interest is reported on the consolidated income statement as a share of profit belonging to the minority shareholder.

## 3.4 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 recognised because:

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

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

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

## 3.5 Memorandum items

Memorandum items are maintained for those items for which the Bank has only a business responsibility and no legal commitment.

## Notes to the financial statements

### 3.6 Revenue recognition

In line with IFRS 15 revenue and disclosure in the financial statements the income of the bank has been recognized as follows

#### Interest income

Interest on loans and advances is calculated on daily product basis, but charged and accounted for on quarterly basis. Interest on loans and advances ceases to be taken into income when such advances fall under classification. It is then kept in interest suspense account. Interest on classified loans and advances is accounted for on a cash receipt basis.

#### Profit on investment (Islamic Banking)

Mark-up on investment is taken into income account proportionately from Unearned Income account. Income/compensation on classified investments is transferred to profit/rent/compensation/suspense account instead of income account.

#### Investment income

income on investments is recognised 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.

#### Interest and fees receivable on credit cards

Interest and fees receivable on credit cards are recognised on accrual basis. Interest and fees ceases 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.

#### Fees and commission income

The Bank earns fees and commissions from diverse range of services provided to its customers. This includes fees and commission income arising on financial and other services provided by the Bank including trade finance, credit cards, debit cards, passport endorsement, loan processing, loan syndication and locker facilities, etc. Fees and commission income is recognised on the basis of realisation.

#### Dividend income on shares

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

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

#### Interest paid on borrowing and other deposits (conventional banking)

Interest paid and other expenses are recognised on accrual basis.

#### Profit paid on deposits (Islamic Banking)

Profit paid to mudaraba deposits is recognised on accrual basis according to Income Sharing Ratio (ISR).

#### Other operating expenses

All other operating expenses are provided for in the books of the account on accrual basis according to the IAS 1 "Presentation of Financial Statements".

### 3.7 Employee benefits

#### 3.7.1 Provident Fund

Provident fund benefits are given to the staff of the Bank in accordance with the approved provident fund rules. The fund is operated by a Board of Trustees. All confirmed employees of the Bank are contributing 10% of their basic salary as subscription of the fund. The Bank also contributes equal amount of the employees' contribution to the fund.

#### 3.7.2 Gratuity Fund

Gratuity fund benefits are given to the eligible staff of the Bank in accordance with the approved gratuity fund rules. Gratuity payable is determined on the basis of existing rules and regulations of the Bank and actuarial valuation.

#### 3.7.3 Superannuation Fund

The Bank operates a superannuation fund for which provision is made annually as per actuarial valuation. The fund is operated by a separate Board of Trustees.

#### 3.7.4 Hospitalisation insurance

The Bank operates a health insurance scheme to its confirmed employees and their respective spouses and children at rates provided in health insurance coverage policy.

#### 3.7.5 Worker's Profit Participation Fund

Consistent with the industry practice and in accordance with the Banking Companies Act, 1991, no provision has been made for WPPF

### 3.8 Provision for off-balance sheet exposures

In compliance with Bangladesh Bank guidelines off-balance sheet items have been disclosed under contingent liabilities. As per BRPD circular

## Notes to the financial statements

no. 10 dated 18 September 2007, the Bank has maintain provision @ 1% against off-balance sheet exposures complying BRPD Circular No. 07, dated 21 June 2018 and BRPD circular letter no. 01 dated 03 Jan 2018, BRPD Circular no. 06, dated 25 April 2023 and subsequent issued circular and amendments.

### 3.9 Provision for nostro accounts

According to guidelines of Foreign Exchange Policy Department of Bangladesh Bank, circular no. FEOD (FEMO)/01/2005-677 dated 13 September 2005, Bank is required to make provision regarding the un-reconciled debit balance as at balance sheet date.

### 3.10 Taxation

Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in profit or loss except to the extent that it relates to items recognised directly in equity.

#### Current tax

Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

#### Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the temporary differences relating to the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss, and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

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

Deferred tax relating to unrealised surplus on revaluation of held to maturity (HTM) securities is recognised directly in revaluation reserve as a part of equity and is subsequently recognised in profit and loss statement on maturity of the security.

### 3.11 Earnings Per Share

Earnings per share (EPS) has been computed by dividing the basic earnings by the weighted average number of ordinary shares outstanding as per International Accounting Standard (IAS) - 33 "Earnings Per Share". EPS for comparative period also restated by the bonus share if issued. Details are in note 37.

#### Basic earnings

This represents earnings for the year attributable to ordinary shareholders. Net profit after tax has been considered as fully attributable to the ordinary shareholders.

#### Weighted average number of ordinary shares

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year.

The basis of computation of number of shares is in line with the provisions of IAS 33 "Earnings per share". The logic behind this basis is, that the bonus shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings.

#### Diluted earnings per share

No diluted earnings per share is required to be calculated for the year as there was no scope for dilution during the year under review. It is pertinent to mention that, potential ordinary shares is in convertible subordinate bond that may entitle their holders to ordinary shares.

### 3.12 Reconciliation of inter-bank/inter-branch account

Books of account with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled on monthly basis and there are no material differences which may affect the financial statements significantly.

Un-reconciled entries in case of inter-branch transactions as at the reporting date are not material.

### 3.13 Risk Management at Bank Asia Ltd.

Being a financial institution, in the ordinary course of business, the bank is sensitive to verities of risks. The generic severity of such risk(s) is much intense in our locality due to presence of large number of banks and complex financial transactions. In such highly competitive environment to ensure a bank's consistent system and performance, the presence of strong Risk Management culture is obligatory.

## Notes to the financial statements

The Board of Director and Senior Management of the bank need to remain positive toward adaptation of active risk management culture throughout the bank. Such awareness (risk) has helped the bank to do more than just regulatory compliance as far as risk management practice is concerned, the consequence of such initiatives has helped the bank to safeguard valuable capital and ensure consistent profitability, through avoiding excessive credit, market and operation loss and inadequate capital allocation under Basel III. Being compliant, the bank is now looking forward to take risk management practice to a different level, i.e. preventing risk before occurrence rather than a reactive manner; on a proactive basis.

As a part of regulatory and global benchmarking the bank has based upon 06 (six) core risks guidelines of Bangladesh Bank and Basel framework. Listed below are the identified risks the bank is currently managing or intends to manage in the future:

SI	Core Risk Guideline of BB	Basel Accord	Pillar
1	Credit Risk	Credit Risk	Pillar - I
2	Foreign Exchange Risk	Market Risk	
3	Asset Liability Risk	Operational Risk	
4	Money Laundering Risk	Residual Risk	Pillar - II
5	Internal Control & Compliance Risk	Credit Concentration Risk	Pillar –II
6	Information and Communication Technology Risk	Liquidity Risk	Pillar –II
7		Interest Rate Risk in Banking Book	Pillar –II
8		Settlement Risk	Pillar –II
9		Reputation Risk	Pillar –II
10		Environmental and climate change risk	Pillar –II
11		Strategic Risk	Pillar –II
12		Pension Obligation Risk	Pillar –II
13		Compliance Risk	Pillar –II

In view of core risk guideline the bank has established various departments to address specific risks, e.g. credit risk management, credit admin, internal control and compliance department, anti-money laundering department etc. Further to manage the overall risks of the bank in line of Basel the bank has formed a dedicated Risk Management Division.

Accordingly the bank has various high powered committees to monitor and ensure smooth risk management activities. For example, Senior Management Team (SMT), Asset Liability Committee (ALCO), Credit Committee (CC), Audit Committee, Executive Risk Management Committee, Supervisory Review Process Team etc.

The current risk management framework of the bank is as follow:

**Credit Risk Management:** Credit risk can be defined as risk of failure of customer/counterparty of the bank to meet financial obligations. Another major source of credit risk could be concentration risk, which arises when a bank's credit portfolio tend to be non diversified i.e. large single borrower exposure or lending exposure to clients having similar economic factors (single sub-sector, industry, geographic region etc) that would adversely impact the repayment ability of mass obligor during any possible economic downturn.

To ensure the portfolio health, the bank has distributed the overall credit concentration among different segments/industry/trading. For example, branches are primarily responsible for sourcing of potential clients and initiate limit (credit) approval process for review of Credit Risk Management Division (CRMD), this division (CRMD) ensure the quality of credit proposal before limit approval, a separate division known as Credit Administration (CAD) monitors the documentation aspects of approved credits and finally the Legal Recovery Department manages the deteriorating accounts. It is mentionable that the bank has own credit risk management guideline.

All other remaining risk in regards to credit portfolio are addressed by the Risk Management Division (RMD), the primary responsibility of this Division is to identify and assess the severity of risks and highlight the same to the management for strategic decision making. Below are risk wise list of few global model that RMD is currently using or intends to use in the future:

Residual Risk (e.g. wrong valuation of collateral, documentation error etc)	Capital computation under Pillar –II using the foundation Internal Rating Based (FIRB) approach
Concentration Risk	Herfindahl-Hirschman Index ( HHI) index, Shannon's Index (SI) and Gini coefficient (GI)

**Foreign Exchange Risk Management:** The Foreign Exchange Risk arises from transaction involvement in any other national currency. Providing major foreign exchange related transactions are carried out on behalf of client thus bank has minimal exposure to the captioned risk. It is mentionable that the bank do not involve in any speculative transactions.

The treasury division independently conducts the transactions and back office is responsible for verifying the deal and passes necessary accounting entries. As advised by Bangladesh Bank on month end all foreign exchange related transactions are revalued at mark-to-market rate. All Nostro accounts are reconciled on daily basis and outstanding entries beyond 30 days are reviewed by management for settlement. It is mentionable that bank management is looking forward to establish treasury mid office to effectively perform the reconciliation activities.

## Notes to the financial statements

At present Bank assess daily Value-at-Risk (VaR) based on exponential weighted average method using web based platform for foreign exchange risk more effectively.

**Asset Liability Management:** The Asset Liability Risk is comprises of Balance Sheet Risk and liquidity risk. The Balance Sheet risk refers to risk of change in earning and/or devaluation of asset due to interest rate movement. The liquidity risk can be defined as the risk or chance of failure to meet up any withdrawal/disbursement request by a counterparty/client. 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.

Risk assessment tools in regards to ALM risk management are as follow:

Equity investment risk	Value-at-risk (VaR) on equity position
	Liquidity Coverage Ratio (LCR)
Liquidity Risk	Net Stable Funding Ratio (NSFR)
	Stress Testing (Duration and Sensitivity Analysis)
Interest Rate Risk	Assessment of Interest Rate Risk in Banking Book

**Prevention of Money Laundering:** 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 risks, the Bank has nominated a Chief Compliance Officer at Corporate Office and Branch Compliance Officers at branches, who independently review the accounting transactions to locate and verify suspicious transactions. Know Your Customer (KYC) policy and Transaction Profile (TP) format have been introduced. The regulatory requirements are being complied with and the guidelines in respect of KYC are being followed for opening of new accounts. Training is being provided continuously to all the categories of executives and officers for developing awareness and skill for identifying suspicious activities.

**Ensuring internal control and compliance:** Operational loss arising from error and fraud due to lack of proper internal control and compliance. Internal Control and Compliance Department undertakes periodical and special audit and inspection of the branches and departments at corporate office for identifying and reviewing the operational lapses and compliance of statutory requirements as well as Bank's own guidelines. The Audit Committee of the Board reviews the audit and inspection reports periodically and provides necessary instructions and recommendations for rectifications of lapses and observations identified by the audit team.

Further to above the bank is in the process of developing various globally recognized operational risk identification processes through the Risk Management Division. For example adaptation of

Risk Control Self Assessment (RCSA) for assessing all possible operational risks based on operational process review and previous experiences before occurrence of any such event.

Using the Key Risk Indicator (KRI) approach to identify operational risk trigger points.

**Managing Information and communication Technology Risk :** Bank Asia PLC. follows the guideline stated in DFIM circular no. 6 dated 21 June 2010 regarding "Guideline on ICT Security for Banks and Financial Institutions, April 2010". IT management deals with IT policy documentation, internal IT audit, training etc. The core objective of IT management is to achieve the highest levels of technology service quality and minimize possible operational risk. Physical security involves providing environmental safeguards as well as controlling physical access to equipment and data. IT department has controls over Password, User ID maintenance, input control, network security, virus protection, internet and e-mail. Data centre has been set up and disaster recovery plan has been formulated as part of Business Continuity Planning (BCP).

**All other risk management:** These are risks that are not directly covered by core risk guidelines of Bangladesh Bank, more precisely additional risk under Pillar II of Basel III. The Risk Management Division is primarily responsible for assessing and developing controls for managing these risks. In order to do so the RMD of the bank is performing various exercises like assessment of quality Risk Weighted Assets of the Bank, Stress Testing to assess the sensitivity of the bank against adverse scenarios is performed, additional capital (on top of MCR under Pillar –II) will be assessed using a model namely Internal Capital Adequacy Assessment Process (ICAAP), perform the capital reporting model etc.

On top of assessment the RMD of the bank is reporting these risks to senior management (through BRMC); which are ultimately aiding the bank to allocate adequate capital in line with Basel III requirement and at the same time implant active strategies to precisely manage all potential risks of the bank.

### 3.14 Events after reporting period

As per IAS -10 "Events after Reporting Period" are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorised for issue. Two types of events can be identified:

- those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and
- those that are indicative of conditions that arose after the reporting period (no adjusting events after the reporting period).

## Notes to the financial statements

### 3.15 Related party disclosures

A party is related to the company if:

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

### 3.16 Directors' responsibilities on statement

The Board of Directors takes the responsibilities for the preparation and presentation of these Financial Statements.

### 3.17 Segment Reporting

As per IFRS 8 "Operating Segments", is a component of an equity:

- (a) that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity)
- (b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performances, and
- (c) for which discrete financial information is available.

Bank reported its segments in respect of business segment and geographical segment. Business segments are comprised of Conventional Banking, Islamic Banking, Off-shore Banking, Bank Asia Securities Limited, BA Exchange Company (UK) Limited and BA Express USA Inc. Geographical segments report consist of location wise performance of above segments.

### 3.18 Changes in Accounting Policies

As per IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" Accounting Policies are applied consistently for comparability between financial statements of different accounting periods. Changes in Accounting Policies are applied retrospectively in the financial statements. Comparative amounts presented in the financial statements affected by the change in accounting policy for each prior period presented.

### 3.19 IFRS 15 - Revenue from Contract with Customers

IFRS 15 "Revenue from Contracts with Customers" replaces IAS 18 Revenue and IAS 11 Construction Contracts. IFRS 15 establishes a more systematic approach for revenue measurement and recognition by introducing a five-step model governing revenue recognition. The five-step model includes: 1) identifying the contract with the customer, 2) identifying each of the performance obligations included in the contract, 3) determining the amount of consideration in the contract, 4) allocating the consideration to each of the identified performance obligations and 5) recognising revenue as each performance obligation is satisfied. The Bank has consistently applied the accounting policies as set out in Note 3 to all periods presented in these financial statements.

### 3.20 Compliance checklist of International Accounting Standards (IASs)/International Financial Reporting Standards (IFRSs)

Name of the standards	Ref.	Status
First-time Adoption of International Financial Reporting Standards	IFRS - 1	N/A
Share Based Payment	IFRS - 2	N/A
Business Combinations	IFRS - 3	Complied
Insurance Contracts	IFRS - 4	N/A
Non-current Assets Held for Sale and Discontinued Operations	IFRS - 5	Complied
Exploration for and Evaluation of Mineral Resources	IFRS - 6	N/A
Financial Instruments: Disclosures	IFRS - 7	Complied
Operating Segments	IFRS - 8	Complied
Financial Instruments: Recognition and Measurement	IFRS - 9	N/A
Consolidated Financial Statements	IFRS-10	Complied
Joint Arrangements	IFRS-11	N/A
Disclosure of Interests in other entities	IFRS-12	N/A
Fair Value Measurement	IFRS-13	Complied
Revenue from Contract with Customers	IFRS-15	Complied
Leases	IFRS-16	Complied

## Notes to the financial statements

Insurance Contracts	IFRS-17	N/A
Presentation of Financial Statements	IAS - 1	Complied
Inventories	IAS - 2	N/A
Statement of Cash Flows	IAS - 7	Complied
Accounting Policies, Changes in Accounting Estimates and Errors	IAS - 8	Complied
Events after the Reporting Period	IAS-10	Complied
Income Taxes	IAS-12	Complied
Property, Plant and Equipment	IAS-16	Complied
Employee Benefits	IAS-19	Complied
Accounting for Government Grants and Disclosure of Government Assistance	IAS-20	Complied
The Effects of Changes in Foreign Exchange Rates	IAS-21	Complied
Borrowing Costs	IAS-23	Complied
Related Party Disclosures	IAS-24	Complied
Accounting and Reporting by Retirement Benefit Plans	IAS-26	Complied
Separate Financial Statements	IAS-27	Complied
Investments in Associates and Joint Ventures	IAS-28	Complied
Financial Instruments: Presentation	IAS-32	Complied
Earnings Per Share	IAS-33	Complied
Interim Financial Reporting	IAS-34	Complied
Impairment of Assets	IAS-36	Complied
Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Complied
Intangible Assets	IAS-38	Complied
Investment property	IAS-40	Complied
Agriculture	IAS-41	N/A

### 3.21 New and amended standards and interpretations:

The ISSB has published two IFRS Sustainability Disclosure Standards: IFRS S1 General Requirements for Disclosures of Sustainability-related Financial Information and IFRS S2 Climate-related Disclosures. Both Standards are effective for annual periods beginning on or after 01 January 2024.

IFRS S1 deals with sustainability-related financial disclosures with the objective to require an entity to disclose information about its sustainability related risks and opportunities and IFRS S2 sets out the requirements for identifying, measuring and disclosing information about climate related risk and opportunities that is useful to primary users of financial reports. The Bank has plan to implement IFRS S1 and IFRS S2 as guided by Bangladesh Bank through its FSD Circular 06 dated 26 December 2023.

IASB has issued IFRS 18: Presentation and Disclosure in Financial Statements replace the IAS 1 Presentation of Financial Statements will be effective for reporting periods beginning on or after 01 January 2027.

IFRS 9: Bangladesh Bank (BB) has issued BRPD circular letter no. 03 January 23, 2025 planning to implement Expected Credit Loss (ECL) methodology-based provisioning system for banks in accordance with International Financial Reporting Standard (IFRS 9) by 2027. Presently, banks are following rule-based loan classification and provisioning system. To achieve the goal of implementing IFRS 9 bank is following a roadmap with the specified timelines set by the Bangladesh Bank.

### 3.22 Operating Environment

The Bank's operating environment during the year ended 2024 were impacted by a number of major global events such as continuation of COVID 19 related disruptions, start of Russia-Ukraine conflict, increase in fuel and commodity prices, strengthening of US Dollars, etc. Most of these events also had significant impact on the local economic environment affecting the Bank's operations. From time to time, the Government of Bangladesh and the local Central Bank (Bangladesh Bank) has issued various directives to manage impacts from these events which the Bank has followed. Management on regular basis review and monitor the global and country specific macro-economic situation and factor these issues into the decision making process.

### 3.23 Approval of financial statements

The financial statements were approved by the Board of Directors on April 30, 2025.

### 3.24 General

- (i) Figures relating to the previous year included in this report have been rearranged, wherever considered necessary, to make them comparable with those of the current year without, however, creating any impact on the operating result and value of assets and liabilities as reported in the financial statements for the current year.
- (ii) Figures in these notes and in the annexed financial statements have been rounded off to the nearest Taka.
- (iii) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- (iv) These financial statements cover one calendar year from 01 January 2024 to 31 December 2024 .

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>4 Cash</b>		
<b>4.1 In hand (including foreign currencies)</b>		
Conventional and Islamic banking		
Local currency	4,469,590,485	3,725,394,357
Foreign currencies	65,244,455	43,021,927
	4,534,834,940	3,768,416,284
Off-shore banking unit	-	-
	<u>4,534,834,940</u>	<u>3,768,416,284</u>
<b>4.1(a) Consolidated Cash in hand</b>		
Bank Asia PLC.	4,534,834,940	3,768,416,284
Bank Asia Securities Limited	1,440	8,699
BA Exchange Company (UK) Limited	19,851	59,402
BA Express USA, Inc	36,930,924	53,251
	<u>4,571,787,155</u>	<u>3,768,537,636</u>
<b>4.2 Balance with Bangladesh Bank and its agent bank (including foreign currencies)</b>		
<b>Conventional and Islamic banking</b>		
Balance with Bangladesh Bank		
Local currency (statutory deposit)	17,087,759,460	15,969,385,110
Foreign currencies	1,504,551,700	1,334,869,918
	18,592,311,160	17,304,255,028
Balance with agent bank (Sonali Bank PLC.)		
Local currency	824,417,696	704,206,541
Foreign currencies	-	-
	824,417,696	704,206,541
	19,416,728,856	18,008,461,569
Off-shore banking unit	-	-
	<u>19,416,728,856</u>	<u>18,008,461,569</u>
<b>4.2(a) Consolidated Balance with Bangladesh Bank and its agent bank (including foreign currencies)</b>		
Bank Asia PLC.	19,416,728,856	18,008,461,569
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>19,416,728,856</u>	<u>18,008,461,569</u>

### 4.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with Section 33 of Bank Company Act 1991 (amended upto 2023), DOS circular nos. 01 dated 19 January 2014, MPD circular no. 01, MPD circular no. 116/2018-592 dated 03 April 2018, DOS Circular Letter No. 26 dated August 19, 2019, BRPD Circular No. 31 dated June 18, 2020, MPD Circular No. 03 dated April 09, 2020 and FE Circular No. 07 dated February 29, 2024.

The Cash Reserve Ratio on the Bank's time and demand liabilities at the rate 4.0% (conventional and islamic) and 13% (5.5% for Islamic Banking) Statutory Liquidity Ratio for conventional and offshore banking, on average demand and time liabilities in the form of cash in hand, balance with Bangladesh Bank and its agent bank, treasury bills, bonds and debentures. CRR and SLR maintained by the Bank are shown below:

#### 4.3.1 Cash Reserve Ratio (CRR) Conventional and Offshore Banking

As per Bangladesh Bank DOS Circular No. 01 dated January 19, 2014, DOS Circular Letter No. 26 dated August 19, 2019 and MPD Circular No. 03 dated April 09, 2020 Bank has to maintain CRR @ 4.0% on fortnightly cumulative average basis and minimum @ 3.5% on daily basis for its Conventional banking. For off shore banking operation as per Bangladesh Bank BRPD Circular 31 dated June 18, 2020 Bank has to maintain minimum 2.0 (two) percent Cash Reserve Ratio (CRR) with Bangladesh Bank on bi-weekly average basis with a provision of minimum 1.5 (one and half) percent on daily basis of the average total demand and time liabilities (ATDTL) of Off Shore Banking Operation subsequently as per FE Circular No. 07 dated February 29, 2024 banks are not required to maintain any Cash Reserve Ratio (CRR) with Bangladesh Bank for offshore banking operations

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>Conventional Banking</b>		
<b>i. Daily Bank's CRR maintenance:</b>		
Required reserve	12,826,843,000	11,787,616,000
Domestic Banking Operation (3.5 % on Demand and Time Liabilities)	12,826,843,000	11,640,955,000
Offshore Banking Operation (1.5 % on Demand and Time Liabilities)	-	146,661,000
Actual reserve maintained	15,063,513,920	14,185,927,160
Surplus	2,236,670,920	2,398,311,160
<b>ii. Fortnightly Bank's CRR maintenance:</b>		
Required reserve	14,659,249,000	13,499,497,000
Domestic Banking Operation (4 % on Demand and Time Liabilities)	14,659,249,000	13,303,949,000
Offshore Banking Operation (2 % on Demand and Time Liabilities)	-	195,548,000
Actual reserve maintained (average)	14,667,356,943	14,149,189,697
Surplus	8,107,943	649,692,697
<b>Islamic Banking</b>		
<b>i. Daily Bank's CRR maintenance:</b>		
Required reserve (3.5% Demand and Time Liabilities)	1,406,391,000	1,170,821,000
Actual reserve maintained	1,862,145,000	1,552,406,000
Surplus	455,754,000	381,585,000
<b>ii. Fortnightly Bank's CRR maintenance:</b>		
Required reserve (4% of Demand and Time Liabilities)	1,607,304,000	1,338,081,000
Actual reserve maintained (Average)	1,784,067,400	1,552,406,000
Surplus	176,763,400	214,325,000
<b>4.3.2 Statutory Liquidity Ratio (SLR)</b>		
<b>Conventional Banking</b>		
13% of Average Demand and Time Liabilities		
Required reserve	48,966,782,000	44,508,894,000
Domestic Banking Operation	47,642,560,000	43,237,835,000
Offshore Banking Operation	1,324,222,000	1,271,059,000
Actual reserve maintained	167,919,298,639	107,073,152,834
Surplus	118,952,516,639	62,564,258,834
<b>Islamic Banking</b>		
5.5% of Average Demand and Time Liabilities		
Required reserve	2,210,042,000	1,839,861,000
Actual reserve maintained	4,717,897,660	4,580,565,726
Surplus	2,507,855,660	2,740,704,726
	121,460,372,299	65,304,963,560
<b>4.3.3 Held for Statutory Liquidity Ratio</b>		
<b>Conventional Banking</b>		
Cash in hand	4,477,022,280	3,719,925,558
Excess of CRR - Balance with Bangladesh Bank	404,264,920	686,430,160
Balance with agent bank (Sonali Bank PLC.)	300,247,030	201,784,360
Government securities	162,733,467,109	102,462,059,756
Other securities	4,297,300	2,953,000
	167,919,298,639	107,073,152,834

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>Islamic Banking</b>		
Cash in hand	57,812,660	48,490,726
Excess of CRR - Balance with Bangladesh Bank	254,841,000	214,325,000
Government securities	4,405,244,000	4,317,750,000
	<u>4,717,897,660</u>	<u>4,580,565,726</u>
	<u>172,637,196,299</u>	<u>111,653,718,560</u>

### 5. Balance with other banks and financial institutions

#### In Bangladesh

Conventional and Islamic banking (Note 5.1)

Off-shore banking unit

5,383,437,523	20,111,916,423
-	-
<u>5,383,437,523</u>	<u>20,111,916,423</u>

#### Outside Bangladesh

Conventional and Islamic banking (Note 5.2)

Off-shore banking unit

9,913,648,751	3,480,782,567
283,383,916	84,055,240
<u>10,197,032,667</u>	<u>3,564,837,807</u>
<u>15,580,470,190</u>	<u>23,676,754,230</u>

### 5.1 Conventional and Islamic banking-In Bangladesh

#### Current accounts

Agrani Bank PLC.

Eastern Bank PLC.

Janata Bank PLC.

Rupali Bank PLC.

Pubali Bank PLC.

Standard Chartered Bank

Sonali Bank PLC.

Trust Bank PLC.

273,927,643	213,484,228
120,750,853	115,907,891
162,726,880	191,593,885
145,719,830	207,391,045
208,780,614	286,313,241
1,408,448	21,928,410
827,166,119	366,900,851
(9,582,158)	(84,129,517)
<u>1,730,898,229</u>	<u>1,319,390,034</u>

#### Short- notice deposit accounts

AB Bank PLC.

Bank Alfalah

Islami Bank Bangladesh PLC.

617,851	610,049
1,722,187	1,720,331
199,256	196,009
<u>2,539,294</u>	<u>2,526,389</u>
<u>1,733,437,523</u>	<u>1,321,916,423</u>

#### Placements

With Banking companies (5.1.1)

With Non-banking financial institutions (5.1.2)

3,500,000,000	17,070,000,000
150,000,000	1,720,000,000
<u>3,650,000,000</u>	<u>18,790,000,000</u>
<u>5,383,437,523</u>	<u>20,111,916,423</u>

#### 5.1.1 Details of Placement with Banking companies(Local Currency)

EXIM Bank PLC

Al Arafah Islami Bank PLC

United Commercial Bank PLC

Social Islami Bank PLC

Marcantile Bank PLC

Standard Bank PLC

3,500,000,000	5,000,000,000
-	4,000,000,000
-	3,500,000,000
-	500,000,000
-	1,000,000,000
-	1,000,000,000
<u>3,500,000,000</u>	<u>15,000,000,000</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>Details of Placement- with Banking companies (Foreign Currencies)</b>		
Islami Bank Bangladesh PLC.	-	2,070,000,000
	3,500,000,000	17,070,000,000
<b>5.1.2 Details of Placement with Non-banking financial institutions</b>		
Investment Corporation of Bangladesh	-	1,570,000,000
Union Capital Limited	150,000,000	150,000,000
	150,000,000	1,720,000,000
<b>5.2 Conventional and Islamic banking- Outside Bangladesh</b>		
<b>Current accounts</b>		
<b>Interest bearing:</b>		
Citibank NA, New York (USD)	510,646,674	962,427,095
Habib American Bank, New York	1,903,804,216	1,621,291,197
Mashreqbank PSC, New York (USD)	1,692,433,829	-
Wells Fargo Bank NA, New York (USD)	242,805,653	45,875,238
Zhejiang Chouzhou Commercial Bank (USD)	5,179,704	10,165,019
Zhejiang Chouzhou Commercial Bank (CNY)	11,023,732	18,608,959
	4,365,893,808	2,658,367,508
<b>Non-interest bearing:</b>		
AB Bank Limited, Mumbai	60,909,538	7,018,353
AKTIF Bank, Istanbul -JPY	5,238,605	2,171,712
Al Rajhi Bank K.S.A	6,159,442	14,294,123
Axis Bank Ltd, Mumbai (ACU)	-	46,734,051
Bank Alfalah Limited, Karachi Pak (ACU)	8,475,843	4,945,257
Bhutan National Bank Limited, Thimphu	16,844,548	14,885,003
Citibank N.A., London (GBP)	4,710,454	1,421,985
Citibank N.A., London (EURO)	107,382	94,056
Commerzbank AG, Frankfurt (EURO)	46,095,470	34,845,968
Commerzbank AG, Frankfurt (USD)	20,617,640	14,652,634
Habib Metropolitan Bank Limited, Karachi	7,137,877	40,630,766
HDFC Bank, Mumbai	21,350,249	20,564,528
ICICI Bank Limited, Kowloon	11,771,218	7,164,234
ICICI Bank Limited, Mumbai	-	60,052,537
JP Morgan Chase Bank N.A New York, U.S.A	5,271,983,344	353,841,392
Mashreqbank PSC, Dubai	13,399,514	29,515,831
Mashreqbank PSC, Mumbai (EURO)	-	889,403
Muslim Commercial Bank Limited, Colombo	7,122,503	7,766,255
Nepal Bangladesh Bank Limited, Kathmandu	26,431,667	6,765,163
Riyad Bank, Riyadh ( SAR)	253,587	1,225,318
Standard Chartered Bank, Mumbai	18,082,472	1,038,506
Standard Chartered Bank, New York	-	15,653,079
Wells Fargo Bank NA, London (EURO)	-	134,220,662
Zurcher Kantonal Bank, Switzerland	1,063,590	2,024,243
	5,547,754,943	822,415,059
	9,913,648,751	3,480,782,567
Placement with Off-shore Banking Unit	11,077,800,000	5,899,500,000
Less: Inter-company transactions with OBU	(11,077,800,000)	(5,899,500,000)
	9,913,648,751	3,480,782,567

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>5.3 Maturity grouping of balance with other banks and financial institutions</b>		
Up to 1 month	12,437,005,641	9,288,216,726
More than 1 month but not more than 3 months	3,143,464,549	14,388,537,504
More than 3 months but not more than 6 months	-	-
More than 6 months but not more than 1 year	-	-
More than 1 year but not more than 5 years	-	-
More than 5 years	-	-
	<u>15,580,470,190</u>	<u>23,676,754,230</u>
<b>5(a) Consolidated Balance with other banks and financial institutions</b>		
<b>In Bangladesh</b>		
Bank Asia PLC.	5,383,437,523	20,111,916,423
Bank Asia Securities Limited	615,011,011	572,829,729
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>5,998,448,534</u>	<u>20,684,746,152</u>
Less: Inter-company transactions	394,573,861	351,884,444
	<u>5,603,874,673</u>	<u>20,332,861,708</u>
<b>Outside Bangladesh</b>		
Bank Asia PLC.	10,197,032,667	3,564,837,807
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	4,573,207	15,610,502
BA Express USA, Inc	340,690,886	217,988,625
	<u>10,542,296,760</u>	<u>3,798,436,934</u>
	<u>16,146,171,433</u>	<u>24,131,298,642</u>
<b>6. Money at call and on short notice</b>		
Call money Lending (Note 6.1)	-	300,000,000
Short Notice Lending	-	-
	<u>-</u>	<u>300,000,000</u>
<b>6.1 Call Money Lending- with Banking companies:</b>		
NCC Bank PLC.	-	300,000,000
	<u>-</u>	<u>300,000,000</u>
<b>6(a) Consolidated Money at call and on short notice</b>		
Bank Asia PLC.	-	300,000,000
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>-</u>	<u>300,000,000</u>
<b>7. Investments</b>		
Government (Note 7.1)	167,143,008,408	106,782,762,756
Others (Note 7.2)	9,738,971,199	7,977,389,616
	<u>176,881,979,607</u>	<u>114,760,152,372</u>
<b>7.1 Government</b>		
Conventional and Islamic banking (Note 7.1.1)	167,143,008,408	106,782,762,756
Off-shore banking unit	-	-
	<u>167,143,008,408</u>	<u>106,782,762,756</u>
<b>7.1.1 Conventional and Islamic banking</b>		
Treasury bills (Note 7.1.1.1)	55,683,178,935	12,539,002,899
Treasury bonds (Note 7.1.1.2)	111,455,532,173	94,240,806,857
Prize bonds	4,297,300	2,953,000
	<u>167,143,008,408</u>	<u>106,782,762,756</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>7.1.1.1 Treasury bills</b>		
91 days treasury bills	1,000,146,118	2,940,234,066
182 days treasury bills	25,795,419,555	-
364 days treasury bills	28,887,613,262	9,598,768,833
	<u>55,683,178,935</u>	<u>12,539,002,899</u>
<b>7.1.1.2 Treasury bonds</b>		
Bangladesh Bank Govt Investment Sukuk	4,405,244,000	4,317,750,000
2 years Bangladesh Government treasury bonds	45,474,772,794	42,084,812,487
5 years Bangladesh Government treasury bonds	11,633,459,206	13,281,127,548
10 years Bangladesh Government treasury bonds	36,657,557,974	20,503,199,985
15 years Bangladesh Government treasury bonds	8,690,182,232	9,665,155,150
20 years Bangladesh Government treasury bonds	4,594,315,967	4,388,761,687
	<u>111,455,532,173</u>	<u>94,240,806,857</u>
<b>7.2 Others</b>		
Conventional and Islamic banking (Note 7.2.1)	9,738,971,199	7,977,389,616
Off-shore banking unit	-	-
	<u>9,738,971,199</u>	<u>7,977,389,616</u>
<b>7.2.1 Conventional and Islamic banking</b>		
<b>a) Ordinary shares (Details are shown in Annexure-B)</b>		
Quoted shares	464,049,694	464,049,694
Unquoted share	156,035,010	154,453,427
	<u>620,084,704</u>	<u>618,503,121</u>
<b>b) Mutual Fund (Details are shown in Annexure-B)</b>		
1st Janata Bank Mutual fund	50,000,000	50,000,000
EBL NRB 1st Mutual Fund	149,665,000	149,665,000
1st Bangladesh Fixed Income Fund	250,000,000	250,000,000
MBL 1st Mutual Fund	50,000,000	50,000,000
EXIM 1st Mutual Fund	119,221,495	119,221,495
	<u>618,886,495</u>	<u>618,886,495</u>
<b>c) Bonds</b>		
Second Subordinated Bond - BRAC Bank	1,000,000,000	-
Fourth Subordinated Bond - Dhaka Bank	1,000,000,000	-
Fourth Subordinated Bond - United Commercial Bank PLC	600,000,000	800,000,000
5 Year Preference Share - Meghna Cement Mills Ltd	650,000,000	650,000,000
5 Year Preference Share - Kushiara Power Co. Ltd	20,000,000	40,000,000
5 Year Preference Share - Summit LNG Terminal Co. (Pvt) Ltd	-	20,000,000
Perpetual Bond of Mutual Trust Bank PLC.	1,000,000,000	1,000,000,000
Perpetual Bond of United Commercial Bank PLC	1,000,000,000	1,000,000,000
Perpetual Bond 2nd of United Commercial Bank PLC	500,000,000	500,000,000
Perpetual Bond of Pubali Bank PLC	1,000,000,000	1,000,000,000
Perpetual Bond of Shahjalal Islamic Bank PLC	500,000,000	500,000,000
Perpetual Bond of Mercantile Bank PLC	1,030,000,000	1,030,000,000
BBML 1st Sukuk Trust	200,000,000	200,000,000
	<u>8,500,000,000</u>	<u>6,740,000,000</u>
	<u>9,738,971,199</u>	<u>7,977,389,616</u>
<b>7.3 Investments classified as per Bangladesh Bank circular</b>		
Held for trading (HFT)	109,247,491,313	54,390,325,508
Held to maturity (HTM)	53,485,975,796	48,071,734,248
Other securities	14,148,512,498	12,298,092,616
	<u>176,881,979,607</u>	<u>114,760,152,372</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>7.4 Maturity-wise grouping</b>		
On demand	12,505,333,560	1,448,970,774
Up to 3 months	36,253,538,874	5,536,017,906
More than 3 months but not more than 1 year	57,893,911,597	18,043,899,793
More than 1 year but not more than 5 years	23,449,332,974	56,911,492,983
More than 5 years	46,779,862,602	32,819,770,916
	<u>176,881,979,607</u>	<u>114,760,152,372</u>
<b>7(a) Consolidated Investments</b>		
<b>Government</b>		
Bank Asia PLC.	167,143,008,408	106,782,762,756
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	167,143,008,408	106,782,762,756
<b>Others</b>		
Bank Asia PLC.	9,738,971,199	7,977,389,616
Bank Asia Securities Limited	1,053,416,879	1,041,252,282
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	10,792,388,078	9,018,641,898
	<u>177,935,396,486</u>	<u>115,801,404,654</u>
<b>8 Loans and advances/investments</b>		
Loans, cash credits, overdrafts, etc/investments (Note 8.1)	279,158,623,748	275,845,342,560
Bills purchased and discounted (Note 8.2)	14,566,976,250	15,479,700,585
	<u>293,725,599,998</u>	<u>291,325,043,145</u>
<b>8.1 Loans, cash credits, overdrafts, etc/investments</b>		
<b>Conventional and Islamic banking</b>		
<b>Inside Bangladesh</b>		
Agricultural loan	4,269,030,623	5,523,887,981
Cash credit/Bai Murabaha (Muajjal)	8,743,852,800	7,594,468,147
Credit card	4,604,800,179	4,171,809,762
Credit for poverty alleviation scheme-micro credit	7,971,628	8,183,283
Consumer credit scheme	15,751,403,899	16,278,739,708
Demand loan	58,320,355,297	62,191,705,348
Export Development Fund (EDF)	9,996,414,321	11,277,990,087
House building loans	795,998,959	1,037,606,727
Loans (General)	21,330,666,026	22,239,857,876
Loan against trust receipts/ Bai Murabaha post import	7,400,726,991	7,249,653,620
Overdrafts/ Quard against scheme	32,367,948,626	35,210,080,416
Packing credit	184,426,737	345,061,384
Payment against documents	919,036,015	30,900,818
Staff loan	1,683,611,839	1,722,320,328
Transport loan	1,658,149,517	1,585,064,282
Term loan- industrial	37,733,965,825	29,952,112,880
Term loan- others	70,099,071,175	64,573,206,309
Loan under Covit-19 stimulus package	915,657,457	1,421,703,304
	276,783,087,914	272,414,352,260
<b>Outside Bangladesh</b>	-	-
	276,783,087,914	272,414,352,260
<b>Off-shore banking unit</b>	2,375,535,834	3,430,990,300
	<u>279,158,623,748</u>	<u>275,845,342,560</u>
<b>8.2 Bills purchased and discounted</b>		
Conventional and Islamic banking	862,560,350	1,477,692,579
Off-shore banking unit	13,704,415,900	14,002,008,006
	<u>14,566,976,250</u>	<u>15,479,700,585</u>

## Notes to the financial statements

Amount in Taka

### 8.3 Maturity-wise grouping

	31-Dec-24	31-Dec-23
Repayable on demand	42,040,418,841	47,694,320,200
Not more than 3 months	39,384,505,039	46,477,970,044
More than 3 months but not more than 1 year	87,793,571,626	89,804,700,396
More than 1 year but not more than 5 years	105,786,126,712	88,026,715,188
More than 5 years	18,720,977,780	19,321,337,318
	<u>293,725,599,998</u>	<u>291,325,043,145</u>

### 8.4 Net loans and advances/investments

Gross loans and advances/investments	293,725,599,998	291,325,043,145
Less: Interest suspense (Note 13.1.4)	7,330,491,357	5,198,880,298
Provision for loans and advances/investments (Note 13.1.1 & 13.1.2)	28,549,500,000	22,416,000,000
	<u>35,879,991,357</u>	<u>27,614,880,298</u>
	<u>257,845,608,641</u>	<u>263,710,162,847</u>

### 8.5 Loans and advances/investments under the following broad categories

#### In Bangladesh

Loans	238,046,822,322	233,040,793,997
Cash credits	8,743,852,800	7,594,468,147
Overdrafts	32,367,948,626	35,210,080,416
Bills purchased and discounted	14,381,781,042	15,302,113,768
	<u>293,540,404,790</u>	<u>291,147,456,328</u>

#### Outside Bangladesh

Bills purchased and discounted	185,195,208	177,586,817
	<u>293,725,599,998</u>	<u>291,325,043,145</u>

### 8.6 Significant concentration wise grouping

a) Directors	-	-
b) Chief Executive and other senior executives	191,746,145	169,627,832
i) Managing Director	-	-
ii) Other senior executives	191,746,145	169,627,832
c) Agriculture	6,231,100,000	8,684,700,000
d) Industry	177,220,953,853	145,599,415,313
Food Manufacturing	22,395,700,000	20,412,400,000
Beverage industry	4,815,900,000	625,900,000
RMG industry	26,700,700,000	25,663,000,000
Textile industry	33,404,800,000	21,211,000,000
Wood cork and allied products	108,200,000	77,100,000
Furniture and Fixture	922,200,000	260,100,000
Paper and paper products	5,999,700,000	5,235,200,000
Leather and leather products	3,695,200,000	2,510,800,000
Rubber products	5,440,400,000	6,708,000,000
Chemical and chemical products	1,800,900,000	1,645,800,000
Basic metal products	20,712,000,000	18,826,300,000
Electrical machinery and apparatus	4,299,700,000	3,307,600,000
Other manufacturing industries	32,389,753,853	28,749,215,313
Ship building	111,400,000	116,000,000
Ship breaking	2,184,300,000	1,831,300,000
Pharmaceutical	12,240,100,000	8,419,700,000
e) Constructions	5,217,100,000	6,283,200,000
f) Power, Gas, Water and Sanitary Services	15,451,500,000	17,912,100,000
g) Transport, Storage and Communication	3,860,100,000	4,877,200,000
h) Trade Services	33,969,100,000	51,511,600,000
i) Housing Services	22,618,400,000	19,587,000,000
j) Banking and Insurance	7,057,300,000	7,056,600,000
k) Professional and Misc. services	21,908,300,000	29,643,600,000
	<u>293,725,599,998</u>	<u>291,325,043,145</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>8.7 Geographical location-wise grouping</b>		
<b>Inside Bangladesh</b>		
<b>Urban</b>		
Dhaka Division	238,230,254,877	233,632,722,966
Chittagong Division	27,460,086,352	27,313,297,064
Khulna Division	4,308,067,004	4,170,612,774
Rajshahi Division	3,979,900,394	4,585,298,587
Barisal Division	1,032,735,553	1,095,128,725
Sylhet Division	2,457,529,110	2,937,562,766
Rangpur Division	2,253,913,483	2,168,491,483
Mymensingh Division	551,405,480	593,671,783
	<u>280,273,892,253</u>	<u>276,496,786,148</u>
<b>Rural</b>		
Dhaka Division	9,059,670,079	9,203,918,936
Chattagram Division	3,046,605,137	4,014,824,922
Khulna Division	271,693,607	265,601,345
Rajshahi Division	703,279,862	1,025,401,799
Barisal Division	5,724,376	13,526,854
Sylhet Division	150,795,903	148,066,283
Rangpur Division	168,791,960	134,260,807
Mymensingh Division	45,146,821	22,656,051
	<u>13,451,707,745</u>	<u>14,828,256,997</u>
Outside Bangladesh	-	-
	<u>293,725,599,998</u>	<u>291,325,043,145</u>
<b>8.8 Loans/investments including bills purchased and discounted covered by securities</b>		
Collateral of movable/immovable assets	179,729,998,440	175,779,222,118
Local banks and financial institutions' guarantee	2,780,037,951	3,097,213,629
Foreign banks' guarantee	-	583,356,582
Export documents	5,736,388,670	6,814,562,072
Cash and quasi cash	7,675,269,558	8,793,657,513
Personal guarantee	67,778,483,959	70,292,771,886
Other securities	30,025,421,420	25,964,259,345
	<u>293,725,599,998</u>	<u>291,325,043,145</u>
<b>8.9 Details of large loans/investments</b>		
As at 31 December 2024 there were fourteen (2023: twelve) clients with whom amount of outstanding and classified loans and advances exceeded 10% of the total capital of the Bank. Total capital of the Bank was Taka 41,546.77 million as at 31 December 2024 (Taka 40,659.09 million in 2023). Details are shown in Annex E.		
<b>8.10 Particulars of loans and advances/investments</b>		
i) Loans/investments considered good in respect of which the Bank is fully secured	195,921,694,619	195,068,011,914
ii) Loans/investments considered good against which the Bank holds no security other than the debtors' personal guarantee	67,778,483,959	70,292,771,886
iii) Loans/investments considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	30,025,421,420	25,964,259,345

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
iv) Loans/investments adversely classified; provision not maintained there against	-	-
	<u>293,725,599,998</u>	<u>291,325,043,145</u>
v) Loans/investments due by directors or officers of the Bank or any of them either separately or jointly with any other persons	<u>1,683,611,839</u>	<u>1,722,320,328</u>
vi) Loans/investments due from companies or firms in which the directors or officers of the bank have interest as directors, partners or managing agents or in case of private companies, as members	-	-
vii) Maximum total amount of advances/investments, including temporary advances/ investments made at 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 person.	<u>1,683,611,839</u>	<u>1,722,320,328</u>
viii) Maximum total amount of advances/investments, including temporary advances/ investments granted during the year to the companies or firms in which the directors of the bank are interested as directors, partners or managing agents or in the case of private companies, as members	-	-
ix) Due from banking companies	<u>14,566,976,250</u>	<u>15,479,700,585</u>
x) Amount of classified loans/investments on which interest has not been charged mentioned as follows:		
a) Increase/(Decrease) of provision (specific)	7,058,827,423	5,102,536,999
Amount of loan written off	4,663,740,322	4,779,597,107
Amount realised against the loans previously written off	229,445,620	326,055,141
b) Provision kept against loans/investments classified as bad debts	22,678,827,423	15,620,000,000
c) Interest credited to interest suspense account	7,330,491,357	5,198,880,298
xi) Cumulative amount of written off loans/investments		
Balance as at 1 January	20,292,112,101	15,838,570,135
Loans written off during the year	4,663,740,322	4,779,597,107
Recovery against written off loans during the year	(229,445,620)	(326,055,141)
The amount of written off loans/investments for which law suit has been filed	<u>24,726,406,803</u>	<u>20,292,112,101</u>
<b>8.11 Grouping as per classification rules</b>		
<b>Unclassified:</b>		
Standard including staff loan	250,260,142,786	263,010,762,702
Special mentioned account	9,987,505,242	8,803,920,738
	<u>260,247,648,028</u>	<u>271,814,683,440</u>
<b>Classified:</b>		
Sub-standard	2,303,146,354	1,781,013,286
Doubtful	4,438,752,147	1,052,244,745
Bad/loss	26,736,053,469	16,677,101,674
	33,477,951,970	19,510,359,705
	<u>293,725,599,998</u>	<u>291,325,043,145</u>

31-Dec-24

31-Dec-23

### 8.12 Particulars of required provision for loans and advances/investments

Status	Outstanding at 31 Dec 2024	Base for provision	Required provision		
			%	Amount	
For loans and advances/Investments:					
<b>Unclassified - general provision</b>					
Other than - SME financing, House building loan and loan for professional, loan to Brokerage House (BH), consumer finance, staff loan and SMA)					
	181,187,796,750	193,385,764,199	1% to 5%	3,264,381,040	7,656,936,195
Small and medium enterprise financing	30,632,200,000	30,632,200,000	0.25%	76,580,500	79,270,548
House building loan and loan for professional	13,032,100,000	13,032,100,000	1.00%	130,321,000	144,305,714
Loans to BH	1,679,200,000	1,679,200,000	1.00%	16,792,000	36,971,226
Consumer finance	6,150,500,000	6,150,500,000	2.00%	123,010,000	116,673,361
Special general provision COVID-19 (Note 13.1.2)				-	617,058,240
Staff loan	1,656,800,000	-	0%	-	-
				3,611,084,540	8,651,215,284
<b>Special mentioned account</b>	9,829,099,544	9,829,099,544	0.25% to 2%	2,291,086,608	2,422,322,922
<b>Off-shore unit</b>					
Unclassified loans (general)	15,921,546,036	15,921,546,036	1%	159,215,460	171,810,486
Special mentioned account	158,405,698	158,405,698	1%	4,813,392	625,266
Sub-standard	-	-	20%	-	37,884,613
				164,028,852	210,320,365
<b>Classified - specific provision</b>					
Sub-standard	2,303,146,354	1,080,200,000	20% / 5%	216,000,000	246,151,052
Doubtful	4,438,752,147	2,584,500,000	50% / 5%	1,292,300,000	422,268,817
Bad/loss	26,736,053,469	16,183,400,000	100%	20,869,855,554	10,287,153,457
				22,378,155,554	10,955,573,326
Provision required for loans and advances				28,444,355,554	22,239,431,897
Total provision maintained (Note 13.1.1 & 13.1.2)					
Conventional and Islamic Banking				28,385,471,148	22,205,679,635
Off-shore Banking Unit				164,028,852	210,320,365
				28,549,500,000	22,416,000,000

### 8.13 Suits filed by the Bank (Branch wise details)

Aganagar Branch	2,094,846	1,660,050
Aglabazar Branch	3,609,208	3,609,208
Agrabad Branch	4,762,136,994	4,615,738,107
Anderkilla Branch	2,406,478,700	2,406,478,700
Ashulia Branch	19,120,652	19,120,652
Bahadderhat Branch	269,964,263	147,198,886
Bank Asia Bhaban Branch	100,592,656	100,592,656
Bashundhara Branch	335,968,804	335,181,774
Beanibazar Branch	14,985,225	14,985,225
Bhatiary Branch	1,152,105,502	674,548,322
Bogura Branch	328,916,898	346,055,275
Brahmanbaria Branch	44,527,869	-
BSMMU Branch	31,215,478	31,215,478
Credit Cards Department	110,458,101	104,046,695
CDA Avenue Branch	5,780,085,256	5,780,085,256
Chatkhil Branch	14,025,513	14,025,513
Corporate Branch	1,596,911,309	338,413,183

**Notes to the  
financial statements**

Amount in Taka

	<b>31-Dec-24</b>	<b>31-Dec-23</b>
Cumilla Branch	71,780,541	93,764,540
Dhanmondi Branch	1,548,366,190	1,156,192,673
Dinajpur Branch	27,335,444	27,335,444
Donia Branch	80,068,187	52,710,822
Elephant Road Branch	52,626,904	15,398,551
EPZ Branch	5,904,884	5,904,884
Faridpur Branch	75,636,476	75,636,476
Feni Branch	124,097,678	54,836,850
Gulshan Branch	2,954,503,954	2,321,612,004
Hemayetpur Branch	78,759,410	-
Holy Family RCMCH Branch	103,964,297	89,357,809
Ishwardi Branch	673,723,528	-
Jaganathpur Branch	9,188,567	7,717,402
Jessore Branch	266,575,550	298,325,410
Jurain SME Centre	124,671,060	85,265,389
Kalatia Branch	259,988,656	223,241,883
Kamal Bazar Branch	162,922,847	162,756,513
Kazipara Branch	6,558,339	3,272,584
Khatunganj Branch	5,992,155,356	3,926,032,506
Khulna Branch	154,384,468	149,040,793
Konabari Branch	540,150	540,150
Lohagara Branch	34,639,597	34,639,597
Madhobdi Branch	214,340,475	212,494,390
MCB Banani Branch	628,234,462	619,469,767
MCB Dilkusha Branch	1,621,063,570	1,244,731,875
MCB Sk. Mujib Road Branch	-	8,507,422,145
Mirpur Branch	13,729,709	21,111,827
Mirpur-1 Branch	7,382,118	-
Mitford Branch	389,477,683	335,728,870
Moghbazari Branch	62,803,964	62,803,964
Mohakhali Branch	148,068,202	140,295,322
Moulavibazar Branch	64,156,451	23,500,166
Mymensingh Branch	2,662,299	-
Narayanganj Branch	164,825,354	163,562,826
North South Road Branch	1,777,800,919	1,712,443,122
Oxygen Moor Branch	8,085,887	8,085,887
Paltan Branch	300,791,187	70,216,500
Paragram Branch	10,229,181	10,229,181
Principal Office Branch	3,874,891,423	1,123,403,083
Progoti Sarani Branch	93,166,290	41,390,172
Rajshahi Branch	81,571,502	81,571,502
Ramgonj SME/Agri Branch	12,712,093	12,712,093
Rekabi bazar SME Center	348,681	348,681
Rupnagar Branch	23,690,387	11,296,738
Savar Branch	139,262,615	345,501
Scotia Branch	2,317,725,078	495,981,035
Shantinagar Branch	1,590,515,581	1,514,237,268
Shantingar Islamic Window Branch	2,697,621,379	8,363,492
Shyamoli Branch	778,903,083	9,511,764
Sk Mujib Road Branch	8,555,304,915	-
Sonargaon Janapath Road Branch	1,092,653	792,206
Station Road Branch	155,932,817	155,932,817
Strand Road Branch	24,076,948	24,076,948
Sylhet Main Branch	137,885,314	11,842,728
Sylhet Uposahar Branch	98,515,908	87,510,650
Sylhet Uposahar Islamic Window Branch	84,934,626	74,149,494

## Notes to the financial statements

Amount in Taka

	<b>31-Dec-24</b>	<b>31-Dec-23</b>
Tangail Branch	21,946,648	21,946,648
Tarail Branch	290,718	290,718
Tejgaon Link Road Branch	242,691,689	242,691,689
Tongi Branch	2,238,802	2,238,802
Uttara Branch	1,951,393,101	1,397,717,513
Uttara Islamic Window Branch	4,791,073,503	-
	<u>62,873,026,572</u>	<u>42,166,984,644</u>
<b>8.14 Bills purchased and discounted</b>		
Payable in Bangladesh	14,381,781,042	15,302,113,768
Payable outside Bangladesh	185,195,208	177,586,817
	<u>14,566,976,250</u>	<u>15,479,700,585</u>
<b>8.15 Maturity-wise grouping of bills purchased and discounted</b>		
Payable within 1 month	3,903,955,712	4,148,566,215
More than 1 month but less than 3 months	4,167,357,442	4,428,471,930
More than 3 months but less than 6 months	4,599,522,524	4,887,715,219
More than 6 months	1,896,140,571	2,014,947,221
	<u>14,566,976,250</u>	<u>15,479,700,585</u>
<b>8(a) Consolidated Loans and advances/investments</b>		
<b>Loans, cash credits, overdrafts, etc/investments</b>		
Bank Asia PLC.	279,158,623,748	275,845,342,560
Bank Asia Securities Limited	4,214,748,451	4,552,939,579
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>283,373,372,199</u>	<u>280,398,282,139</u>
Less: Inter- companies transactions	1,406,630,790	1,805,556,804
	<u>281,966,741,409</u>	<u>278,592,725,335</u>
<b>Bills purchased and discounted</b>		
Bank Asia PLC.	14,566,976,250	15,479,700,585
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>14,566,976,250</u>	<u>15,479,700,585</u>
	<u>296,533,717,659</u>	<u>294,072,425,920</u>
<b>9 Fixed assets including premises, furniture and fixtures</b>		
Conventional and Islamic banking (Note 9.1)	5,230,844,568	5,878,418,753
Off-shore banking unit	-	-
	<u>5,230,844,568</u>	<u>5,878,418,753</u>
<b>9.1 Conventional and Islamic banking</b>		
<b>Cost:</b>		
Land	2,626,833,266	2,626,833,266
Building	3,310,020,161	3,309,685,883
Furniture and fixtures	1,966,550,619	1,903,472,219
Equipments	1,940,987,984	1,859,047,083
Computer and accessories	844,275,067	831,025,140
Motor vehicles	270,405,597	269,948,562
Intangible assets	24,000,000	24,000,000
Construction work in progress	33,478,962	26,872,891
Right-of-use assets	2,401,165,039	2,341,256,317
	<u>13,417,716,696</u>	<u>13,192,141,361</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
Less: Accumulated depreciation	8,133,156,876	7,260,007,356
Adjustment of assets revaluation	53,715,252	53,715,252
Written down value at the end of the year - Details are shown in Annex C.	<u>5,230,844,568</u>	<u>5,878,418,753</u>
<b>9(a) Consolidated Fixed assets including premises, furniture and fixtures</b>		
Bank Asia PLC.	5,230,844,568	5,878,418,753
Bank Asia Securities Limited	54,419,795	74,782,943
BA Exchange Company (UK) Limited	354,072	353,472
BA Express USA, Inc	3,763,525	3,601,231
	<u>5,289,381,960</u>	<u>5,957,156,399</u>
<b>10 Other assets</b>		
Conventional and Islamic banking (Note 10.1)	17,564,389,947	16,492,784,146
Off-shore banking unit	20,889,400	18,581,925
Less: inter transaction with OBU	53,919,844	80,847,874
	<u>17,531,359,503</u>	<u>16,430,518,197</u>
<b>10.1 Conventional and Islamic banking</b>		
<b>Income generating other assets</b>		
Income generating other assets	1,999,990,000	1,999,990,000
Investment in Bank Asia Securities Ltd - incorporated in Bangladesh	45,285,000	37,815,000
Investment in BA Exchange Company (UK) Limited - incorporated in UK	115,200,000	99,360,000
Investment in BA Express USA Inc - incorporated in USA	2,160,475,000	2,137,165,000
<b>Non-income generating other assets</b>		
Non-income generating other assets		
Income receivable	2,653,267,276	2,065,511,014
Stock of stamps	10,610,206	11,839,390
Stationery, printing materials, etc	87,272,554	106,828,579
Prepaid expenses	73,880,669	3,607,062
Deposits and advance rent	521,177,158	617,754,220
Advances, prepayments and others	777,358,281	211,617,976
Advance income tax	10,502,681,407	10,277,687,264
Receivable against government	39,448,641	99,978,826
Sundry debtors	19,704,360	28,660,176
Branch adjustment account (Note 10.2)	112,927,321	413,938,934
Protested bills	123,764,671	123,764,671
Receivable from BA Exchange Company (UK) Limited	77,120,426	69,189,416
Receivable from BA Express USA Inc	346,908,665	290,897,132
Excise duty recoverable	55,474,380	32,684,630
Profit Receivable from Govt Investment Sukuk	2,318,932	1,659,856
	<u>15,403,914,947</u>	<u>14,355,619,146</u>
	<u>17,564,389,947</u>	<u>16,492,784,146</u>
<b>10.2 Branch adjustment accounts</b>		

This represents outstanding inter-branch and head office transactions (net) which are originated but not responded by the counter transaction at the balance sheet date. The un-responded entries of 31 December 2024 are given below:

Periods of Reconciliation	Number of responded entries (Debit)	Amount of responded entries (Taka)	Number of responded entries (Credit)	Amount of responded entries (Taka)
Up to 3 months	86	125,221,662	70	61,037,927
More than 3 months but within 6 months	-	-	-	-
6 months to less than 9 months	-	-	2	294,920
9 months to less than 12 months	-	-	-	-
12 months and more	-	-	-	-
	<u>86</u>	<u>125,221,662</u>	<u>72</u>	<u>61,332,847</u>

## Notes to the financial statements

### 10.3 Receivable from Government in connection with Rangs Properties:

The Bank has a receivable from Government in connection with demolition of Rangs Bhaban in 2008 situated at 113-116 Old Airport Road, Dhaka-1215. Bank Asia had a purchased floor at 3rd floor of the Building, where from the then Scotia Branch used to run. Total receivable in this regard is Tk. 3,19,52,365 (Taka three crore nineteen lac fifty two thousand three hundred sixty five) which was eventually written-off from the Book considering uncertainty and prolonged legal proceedings.

Amount in Taka

	31-Dec-24	31-Dec-23
<b>10 (a) Consolidated Other assets</b>		
Bank Asia PLC.	17,531,359,503	16,430,518,197
Bank Asia Securities Limited	399,739,196	423,152,169
BA Exchange Company (UK) Limited	1,739,382	1,963,221
BA Express USA, Inc	69,330,951	164,840,429
	<u>18,002,169,032</u>	<u>17,020,474,016</u>
Less: Inter- companies transactions		
Investment in Bank Asia Securities Limited	1,999,990,000	1,999,990,000
Investment in BA Exchange Company (UK) Limited	44,896,320	42,030,000
Investment in BA Express USA, Inc	114,240,000	105,120,000
Receivable from BA Exchange Company (UK) Limited	77,120,426	69,189,416
Receivable from BA Exchange USA, Inc.	346,908,665	290,897,132
	<u>15,419,013,621</u>	<u>14,513,247,468</u>

### 10(aa) Demutualization membership of Dhaka Stock Exchange

The majority owned (99.99%) subsidiary company of the Bank, Bank Asia Securities Limited (BASL) has acquired the membership of Dhaka Stock Exchange for Tk.153,119,000. As per the scheme of Demutualization of DSE, BASL being the initial shareholders of DSE, is entitled to receive 7,215,106 shares of Tk. 10 each, totaling Tk. 72,151,060.

Under section 14(Ka) of Demutualization Act 2013, Share Purchase Agreement (SPA) executed between Dhaka Stock Exchange Ltd. (DSE) and its strategic investors namely Shenzhen Stock Exchange (SZSE) and Shanghai Stock Exchange (SSE) and completed the sale of 25% (Twenty-five percent) DSE shares to SZSE and SSE. In this connection, BASL sold 1,803,777 number of share at the rate of Tk.21 per share totaling Tk. 37,879,317. Currently BASL holding 5,411,329 shares at a cost of totaling Tk. 114,839,239

The Scheme is not yet completed and these shares are also currently not traded. Hence the actual fair value is not readily ascertainable. However, management expect the fair value to be similar or more that the current revalued amount. Once more clarity about the Scheme and related factors are available a determination of fair value and related adjustments including impairment assessment, if any shall be made at that time.

### 11 Borrowings from other banks, financial institutions and agents

Conventional and Islamic banking (Note 11.1)	14,149,875,643	17,095,577,660
Off-shore banking unit (Note 11.2)	15,041,967,897	15,875,819,645
Less: Adjustment with Head Office	<u>(11,077,800,000)</u>	<u>(5,899,500,000)</u>
	<u>18,114,043,540</u>	<u>27,071,897,305</u>

### 11.1 Conventional and Islamic banking

In Bangladesh (Note 11.1.1)	14,149,875,643	17,095,577,660
Outside Bangladesh	-	-
	<u>14,149,875,643</u>	<u>17,095,577,660</u>

#### 11.1.1 In Bangladesh

##### Secured:

##### Un secured:

##### Money at call and on short notice

State Bank of India	1,500,000,000	750,000,000
Standard Chartered Bank	-	250,000,000
	<u>1,500,000,000</u>	<u>1,000,000,000</u>

##### Borrowings

Bangladesh Bank Refinance	645,724,453	1,067,354,873
Covid-19 Stimulus PKG-Tk. 5000 Cr - Export	-	298,222
Refinance under Stimulus Package Tk. 5000 Cr - Agri	115,250,566	231,566,016
Refinance under Stimulus Package Tk. 3000 Cr - Agri	1,200,000	231,696,958

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
Agri Refinance Under Tk. 5000 Crore	322,355,000	151,215,000
Bangladesh Bank Borrowing under IPPF- II Fund	1,261,830,481	1,361,826,357
Bangladesh Bank Borrowing under Long Term Financing Facilities (LTFF) scheme	334,042,955	288,112,049
Bangladesh Bank Pre-Finance (SREUP)	343,913,026	74,184,377
Borrowing A/C (AGRI Taka 10)	31,396,539	10,120,922
Borrowing From Joyeeta Foundation	-	6,622,500
Export development fund	5,951,891,516	8,628,513,129
Bangladesh Bank Refinance Scheme for Pre Shipment Loan	354,950,000	327,413,444
BB Refinance for SPCSSECP	988,845,354	1,272,504,945
Bangladesh Bank Borrowing under CMSME Refinance (TL) SMESPD	877,138,695	1,826,363,336
Bangladesh Bank Borrowing under Green Transformation Fund (GTF)	324,758,979	381,656,043
Borrowing From SMEF for Stimulus Loan/Revolving Fund(Trem Loan)	295,998,000	236,129,489
Unearned Income On Murabaha EFPF	116,246,031	-
Restricted Mudaraba Bb A/C - TDF	582,153,017	-
Refinance From BB Export Facilitation Fund	69,681,031	-
SME Agro Based Product Under Refinance Scheme	32,500,000	-
	<u>12,649,875,643</u>	<u>16,095,577,660</u>
	<u>14,149,875,643</u>	<u>17,095,577,660</u>

### 11.2 Borrowing at Off-shore banking unit

#### Secured:

#### Un secured:

Conventional Banking	10,985,485,000	6,241,500,000
International Finance Corporation	-	730,000,365
Borrowing - ECA	1,557,482,897	1,841,569,280
	<u>12,542,967,897</u>	<u>8,813,069,645</u>
<b>In Bangladesh</b>		
Jamuna Bank PLC.	-	547,500,000
<b>Outside Bangladesh</b>		
Asian Development Bank	-	821,250,000
Fimbank, Malta	-	1,095,000,000
Caixa Bank, Barcelona	2,499,000,000	3,504,000,000
State Bank of India, Hongkong	-	1,095,000,000
	<u>2,499,000,000</u>	<u>6,515,250,000</u>
	<u>15,041,967,897</u>	<u>15,875,819,645</u>

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

Bank Asia PLC.	18,114,043,540	27,071,897,305
Bank Asia Securities Limited	1,406,630,790	1,805,556,804
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>19,520,674,330</u>	<u>28,877,454,109</u>
Less: Inter-company transactions	1,406,630,790	1,805,556,804
	<u>18,114,043,540</u>	<u>27,071,897,305</u>

### 11(aa) Subordinated non-convertible and perpetual bonds

Subordinated Non-Convertible bond (Note 11(aa).1)	4,000,000,000	4,000,000,000
Perpetual bond (Note 11(aa) 2)	3,680,250,000	3,680,250,000
	<u>7,680,250,000</u>	<u>7,680,250,000</u>

### 11(aa).1 Subordinated Non-Convertible Bonds

#### Subordinated Non-Convertible floating rate bond - 2

Agrani Bank PLC.	-	50,000,000
Dhaka Bank PLC.	-	150,000,000
Janata Bank PLC.	-	50,000,000
National Life Insurance Co.	-	100,000,000
Pubali Bank PLC.	-	200,000,000

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
Sabinco	-	30,000,000
Sadharan Bima Corporation	-	20,000,000
Sonali Bank PLC.	-	200,000,000
Southeast Bank PLC.	-	100,000,000
Uttara Bank PLC.	-	100,000,000
	-	1,000,000,000
<b>Subordinated Non-Convertible floating rate bond - 3</b>		
Agrani Bank PLC.	1,000,000,000	1,500,000,000
Eastern Bank PLC.	400,000,000	600,000,000
Trust Bank PLC.	200,000,000	300,000,000
Dutch-Bangla Bank PLC.	200,000,000	300,000,000
Pubali Bank PLC.	200,000,000	300,000,000
	2,000,000,000	3,000,000,000
<b>Subordinated Non-Convertible floating rate bond - 4</b>	2,000,000,000	-
Dutch-Bangla Bank PLC		
	4,000,000,000	4,000,000,000

### 11(aa).2 Perpetual bond

#### Institutional subscriber:

NCC Bank PLC.	1,300,000,000	1,300,000,000
Trust Bank PLC.	110,000,000	110,000,000
Jamuna Bank PLC.	730,000,000	730,000,000
Southeast Bank PLC.	500,000,000	500,000,000
NRB Bank PLC.	200,000,000	200,000,000
	2,840,000,000	2,840,000,000

#### Individual subscriber

##### Public Offer

	500,000,000	500,000,000
	340,250,000	340,250,000
	3,680,250,000	3,680,250,000

### 11.3 Maturity-wise grouping (Note 11 and Note 11 aa)

Payable on demand	756,726,109	4,512,500,000
Up to 1 month	-	-
More than 1 month but within 3 months	9,579,575,912	9,060,000,000
More than 3 months but within 1 year	7,953,888,828	10,292,750,000
More than 1 year but within 5 years	1,680,220,531	2,304,812,477
More than 5 years	5,823,882,160	8,582,084,828
	25,794,293,540	34,752,147,305

### 11.4 Disclosure regarding REPO

Disclosure regarding REPO transactions of the bank are given as per Bangladesh Bank, DOS Circular No. 6 dated July 15, 2010

#### a (i) Disclosure regarding outstanding REPO as on 31 December

Sl. #	Counter party name	Agreement date	Reversal Date	Amount (Taka)
1	Bangladesh Bank	22-Aug-24	18-Feb-25	9,198,253,000
2	Bangladesh Bank	3-Nov-24	2-May-25	1,155,500,000
3	Bangladesh Bank	10-Dec-24	7-Jan-25	10,178,190,000
4	Bangladesh Bank	17-Dec-24	14-Jan-25	8,591,032,000
5	Bangladesh Bank	24-Dec-24	7-Jan-25	1,866,586,070
6	Bangladesh Bank	24-Dec-24	21-Jan-25	6,950,586,950
	Total			37,940,148,020

#### (ii) Disclosure regarding outstanding Reverse REPO as on 31 December

Sl. #	Counter party name	Agreement date	Reversal Date	Amount (Taka)
	Total			

	31-Dec-24	31-Dec-23
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**b Disclosure regarding overall transaction of REPO & Reverse REPO**

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under repo:			
i) with Bangladesh Bank	-	-	-
ii) with other banks & FIs	-	-	-
Securities purchased under reverse repo:			
i) with Bangladesh Bank	-	-	-
ii) with other banks & FIs	-	-	-

**12 Deposits and other accounts**

Conventional and Islamic banking (Note 12.1)	415,217,761,107	359,894,228,528
Off-shore banking unit	1,341,689,127	1,642,071,510
	<u>416,559,450,234</u>	<u>361,536,300,038</u>

**Deposits and other accounts**

**Current/AI-wadeeah current accounts and other accounts**

Deposits from banks	-	-
Deposits from customers (Note 12.1.2a)	73,624,873,691	72,318,920,076
Off-shore banking unit	445,513,259	1,074,495,629
	<u>74,070,386,950</u>	<u>73,393,415,705</u>

**Bills payable**

Deposits from banks	-	-
Deposits from customers (Note 12.1.2b)	3,075,190,059	3,958,476,129
	<u>3,075,190,059</u>	<u>3,958,476,129</u>

**Savings bank/Mudaraba savings bank deposits**

Deposits from banks	-	-
Deposits from customers	90,300,222,281	83,493,765,110
Off-shore banking unit	29,911,930	-
	<u>90,330,134,211</u>	<u>83,493,765,110</u>

**Fixed deposits/Mudaraba fixed deposits**

Deposits from banks (Note 12.1.1)	23,327,667	9,144,150
Deposits from customers	248,194,147,409	200,113,923,063
Off-shore banking unit	866,263,938	567,575,881
	<u>249,083,739,014</u>	<u>200,690,643,094</u>
	<u>416,559,450,234</u>	<u>361,536,300,038</u>

**12.1 Conventional and Islamic banking**

Deposits from banks (Note 12.1.1)	23,327,667	9,144,150
Deposits from customers (Note 12.1.2)	415,194,433,440	359,885,084,378
	<u>415,217,761,107</u>	<u>359,894,228,528</u>

**12.1.1 Deposits from banks**

**Fixed deposit/SND: Islamic banking**

AB Bank PLC.	38,680	38,846
EXIM Bank PLC.	9,014,417	2,402,497
Social Islami Bank PLC.	618,477	609,280
Trust Bank PLC.	622,245	611,612
	<u>10,293,819</u>	<u>3,662,235</u>

**Fixed deposit/SND: Conventional banking**

Modhumoti Bank PLC	9,248,289	5,075,801
Probashi Kallyan Bank	3,367,610	-
Trust Bank PLC.	417,949	406,114
	<u>13,033,848</u>	<u>5,481,915</u>
	<u>23,327,667</u>	<u>9,144,150</u>

	31-Dec-24	31-Dec-23
<b>12.1.2 Deposits from customers</b>		
Current/Al-wadeeah current accounts and other accounts ( Note 12.1.2a)	73,624,873,691	72,318,920,076
Bills payable (Note 12.1.2b)	3,075,190,059	3,958,476,129
Savings bank/Mudaraba savings deposits	90,300,222,281	83,493,765,110
Fixed deposits/Mudaraba fixed deposits	248,194,147,409	200,113,923,063
	<u>415,194,433,440</u>	<u>359,885,084,378</u>
<b>12.1.2a Current/Al-wadeeah current accounts and other accounts</b>		
Current/Al-wadeeah current accounts	29,707,622,560	25,529,345,048
Other demand deposit - Local currency	26,652,625,226	31,867,254,841
Other demand deposit - Foreign currencies	12,069,254,016	11,768,127,029
Foreign currency deposits	5,193,941,285	3,187,701,131
Unclaimed cash dividend	55,350,448	47,339,901
	<u>73,678,793,535</u>	<u>72,399,767,950</u>
Less: inter transaction with OBU	53,919,844	80,847,874
	<u>73,624,873,691</u>	<u>72,318,920,076</u>
<b>12.1.2b Bills payable</b>		
Bills payable - local currency	3,030,510,535	3,919,763,278
Bills payable - foreign currencies	44,679,524	38,712,851
Demand draft	-	-
	<u>3,075,190,059</u>	<u>3,958,476,129</u>
<b>12.1.2c Fixed deposits/Mudaraba fixed deposits</b>		
Fixed deposits/Mudaraba fixed deposits	182,635,463,981	136,895,472,291
Special notice deposit	26,845,731,661	27,316,021,785
Foreign currency deposits (interest bearing)	4,738,474	4,075,123
Deposit under schemes	38,708,213,293	35,898,353,864
	<u>248,194,147,409</u>	<u>200,113,923,063</u>
<b>12.2 Payable on demand and time deposits</b>		
<b>a) Demand deposits</b>		
Current/Al-wadeeah current accounts and other accounts	30,154,566,423	26,570,332,704
Savings bank/Mudaraba savings deposits	8,129,712,079	7,514,438,860
Foreign currency deposits (non interest bearing)	17,263,195,301	14,955,828,160
Sundry deposits	26,652,625,226	31,867,254,841
Bills payable	3,075,190,059	3,958,476,129
	<u>85,275,289,088</u>	<u>84,866,330,694</u>
<b>b) Time deposits</b>		
Savings bank/Mudaraba savings deposits	82,200,422,132	75,979,326,250
Fixed deposits/Mudaraba fixed deposits	183,525,055,586	137,472,192,322
Foreign currency deposits (interest bearing)	4,738,474	4,075,123
Special notice deposit	26,845,731,661	27,316,021,785
Deposits under schemes	38,708,213,293	35,898,353,864
	<u>331,284,161,146</u>	<u>276,669,969,344</u>
	<u>416,559,450,234</u>	<u>361,536,300,038</u>
<b>12.3 Sector-wise break-up of deposits and other accounts</b>		
Government	6,449,044,000	4,086,636,000
Deposit from banks	10,293,819	3,662,235
Other public	2,300,808,000	2,170,366,000
Foreign currencies	18,654,302,426	16,640,687,644
Private	389,145,001,989	338,715,796,033
	<u>416,559,450,234</u>	<u>361,617,147,912</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>12.4 Maturity-wise grouping</b>		
<b>12.4.1 Deposits from banks</b>		
Payable on demand	23,327,667	9,144,150
Up to 1 month	-	-
Over 1 month but within 6 months	-	-
Over 6 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years	-	-
	<u>23,327,667</u>	<u>9,144,150</u>
<b>12.4.2 Customer deposits excluding bills payable</b>		
Payable on demand	4,891,104,889	3,279,845,829
Up to 1 month	39,842,919,108	50,825,459,774
Over 1 month but within 6 months	108,166,717,269	61,263,048,696
Over 6 months but within 1 year	115,601,109,949	95,996,253,877
Over 1 year but within 5 years	97,213,606,438	109,304,700,000
Over 5 years	47,745,474,855	36,904,853,498
	<u>413,460,932,508</u>	<u>357,574,161,674</u>
<b>12.4.3 Bills payable</b>		
Payable on demand	301,064,715	541,021,888
Up to 1 month	1,453,998,176	1,134,957,763
Over 1 month but within 6 months	1,320,127,168	2,282,496,478
Over 6 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years	-	-
	<u>3,075,190,059</u>	<u>3,958,476,129</u>
	<u>416,559,450,234</u>	<u>361,541,781,953</u>
<b>12(a) Consolidated Deposits and other accounts</b>		
<b>Current/AI-wadeeah current accounts and other accounts</b>		
Bank Asia PLC.	74,070,386,950	73,393,415,705
Bank Asia Securities Limited	563,078,106	535,465,276
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>74,633,465,056</u>	<u>73,928,880,981</u>
Less: Inter-company transactions	394,573,861	351,884,444
	<u>74,238,891,195</u>	<u>73,576,996,537</u>
<b>Bills payable</b>		
Bank Asia PLC.	3,075,190,059	3,958,476,129
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>3,075,190,059</u>	<u>3,958,476,129</u>
<b>Savings bank/Mudaraba savings bank deposits</b>		
Bank Asia PLC.	90,330,134,211	83,493,765,110
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>90,330,134,211</u>	<u>83,493,765,110</u>
<b>Fixed deposits/Mudaraba fixed deposits</b>		
Bank Asia PLC.	249,083,739,014	200,690,643,094
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>249,083,739,014</u>	<u>200,690,643,094</u>
	<u>416,727,954,479</u>	<u>361,719,880,870</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>13 Other liabilities</b>		
Conventional and Islamic banking (Note 13.1)	58,705,213,917	48,322,044,007
Off-shore banking unit	568,026	17,744,316
	<u>58,705,781,943</u>	<u>48,339,788,323</u>
<b>13.1 Conventional and Islamic banking</b>		
Provision for loans and advances/investments (Note 13.1.1)	28,549,500,000	21,798,000,000
Special general provision COVID-19 (Note 13.1.2)	-	618,000,000
Provision on off-balance sheet exposures (Note 13.1.3)	1,495,500,000	1,390,000,000
Interest suspense account (Note 13.1.4)	7,330,491,357	5,198,880,298
Provision for income tax including deferred tax (Note 13.1.5)	15,610,781,623	14,161,337,770
Provision for performance and festival bonus	600,253,280	576,776,576
Master card and Visa card payables	82,128,983	88,640,578
Expenditures and other payables	799,046,276	1,093,444,406
Provision for nostro accounts (Note 13.1.6)	-	-
Other payable	163,062,149	192,873,777
Provision for profit equalization	51,372,036	41,372,036
Provision for diminution in value of shares (Note 13.1.7)	1,033,383,553	453,383,553
Payable to Government	12,257,621	20,407,621
Provision for other assets (Note 13.1.8)	750,223,597	638,269,593
Provision for start up fund (Note 13.1.9)	130,349,093	102,303,097
Rebate payable on good borrowers	67,700,000	67,700,000
Unearned income	1,380,795,499	972,850,838
Interest payable on subordinated non-convertible zero coupon bond	28,519,727	72,812,328
Fraction Bonus Share	1,608,744	1,608,744
Nostro account credit balance	107,006,157	36,535,507
Lease liabilities (Note 13.1.10)	511,234,222	796,847,285
	<u>58,705,213,917</u>	<u>48,322,044,007</u>
<b>13.1.1 Provision for loans and advances/investments</b>		
<b>General provision</b>		
<b>Conventional and Islamic:</b>		
Balance as at 1 January	6,005,564,248	8,311,669,879
Add: Provision made during the year	-	2,278,393,012
Less: Provision no longer required	(54,593,100)	-
Less: Transfer to Specific Provision	(244,327,423)	(4,584,498,643)
Balance as at 31 December	<u>5,706,643,725</u>	<u>6,005,564,248</u>
<b>Off-shore Banking Unit (OBU):</b>		
Balance as at 1 January	172,435,752	250,867,121
Less: Provision no longer required	(8,406,900)	(78,431,369)
Balance as at 31 December	<u>164,028,852</u>	<u>172,435,752</u>
<b>A. Total general provision on loans and advances/investments</b>	<u>5,870,672,577</u>	<u>6,178,000,000</u>
<b>Specific provision</b>		
<b>Conventional and Islamic:</b>		
Balance as at 1 January	15,582,115,387	10,517,463,001
Add/ Back: Recoveries of amounts previously written off	229,445,620	326,055,141
Specific provision made during the year	10,650,925,857	4,174,053,607
Transfer from General Provision	244,327,423	4,584,498,643
Less: Write off/amicable settlement during the year	(4,027,986,864)	(4,019,955,005)
Balance as at 31 December	<u>22,678,827,423</u>	<u>15,582,115,387</u>
<b>Off-shore Banking Unit (OBU):</b>		
Balance as at 1 January	37,884,613	-
Add: Provision made during the year	-	37,884,613

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
Less: Provision no longer required	(37,884,613)	-
Balance as at 31 December	-	37,884,613
<b>B. Total Specific provision on loans and advances/investments</b>	<b>22,678,827,423</b>	<b>15,620,000,000</b>
<b>C. Total provision on loans and advances/investments (A+B)</b>	<b>28,549,500,000</b>	<b>21,798,000,000</b>

### 13.1.2 Special general provision COVID-19

Balance as at 1 January	618,000,000	530,000,000
Add: Provision made during the year	-	88,000,000
Less: Provision no longer required	618,000,000	-
Balance as at 31 December	-	618,000,000

Special general provision COVID-19 is maintained as per BRPD circular letter no. 58 dated December 31, 2024, BRPD circular letter no. 56 dated December 10, 2020, BRPD circular letter no. 53 dated December 30, 2021 and BRPD circular letter no. 53 dated December 22, 2022.

### 13.1.2(a) Consolidated Provision for loans and advances/investments

Balance at 1 January	23,325,690,466	20,464,937,819
Add/ Back: Recoveries of amounts previously written off	229,445,620	326,055,141
Add: Provision made during the year		
Bank Asia PLC.	10,895,253,280	11,162,829,875
Bank Asia Securities Limited	91,800,000	54,752,648
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	10,987,053,280	11,217,582,523
	34,542,189,366	32,008,575,483
Less: Write off/amicable settlement during the year	(4,027,986,864)	(4,019,955,005)
Less: Adjustments of provision made during the year		
Bank Asia PLC.	(963,212,036)	(4,662,930,012)
Bank Asia Securities Limited	(3,381,911)	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	(966,593,947)	(4,662,930,012)
Balance as at 31 December	29,547,608,555	23,325,690,466

### 13.1.3 Provision for off-balance sheet exposures

Balance at 1 January	1,389,923,332	1,194,434,782
Add: Provision made during the year	104,891,204	195,488,550
	1,494,814,536	1,389,923,332
Less: Adjustments made during the year	-	-
Balance as at 31 December	1,494,814,536	1,389,923,332
Provision maintained for OBU as at 01 January	76,668	565,218
Add: Provision made during the year	608,796	-
Less: Adjustments made during the year	-	(488,550)
	685,464	76,668
Balance as at 31 December	1,495,500,000	1,390,000,000

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>13.1.4 Interest suspense account</b>		
Balance at 1 January	5,198,880,298	4,403,014,529
Add: Amount transferred to interest suspense account during the year	5,578,929,453	3,432,144,492
	<u>10,777,809,751</u>	<u>7,835,159,021</u>
Less: Amount of interest suspense recovered	2,811,025,857	1,844,184,331
Interest waiver during the year	636,292,537	792,094,392
	<u>3,447,318,394</u>	<u>2,636,278,723</u>
Balance as at 31 December	<u>7,330,491,357</u>	<u>5,198,880,298</u>
<b>13.1.5 Provision for taxation</b>		
Current tax (Note 13.1.5(a))	15,138,760,258	13,689,316,405
Deferred tax (Note 13.1.5(c))	472,021,365	472,021,365
	<u>15,610,781,623</u>	<u>14,161,337,770</u>
<b>13.1.5(a) Provision for current tax</b>		
Balance at 1 January	13,689,316,405	11,389,316,405
Add: Provision made during the year	3,520,000,000	2,300,000,000
	<u>17,209,316,405</u>	<u>13,689,316,405</u>
Less: Adjustments made during the year	2,070,556,147	-
Balance as at 31 December	<u>15,138,760,258</u>	<u>13,689,316,405</u>
<b>13.1.5(b) Consolidated Provision for current tax</b>		
Balance as at 1 January	13,973,576,378	11,714,373,369
Add: Provision made during the year		
Bank Asia PLC.	3,520,000,000	2,300,000,000
Bank Asia Securities Limited	64,184,705	51,108,689
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>3,584,184,705</u>	<u>2,351,108,689</u>
	<u>17,557,761,083</u>	<u>14,065,482,058</u>
Less: Adjustments made during the year		
Bank Asia PLC.	2,070,556,147	-
Bank Asia Securities Limited	112,266,762	91,905,680
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>2,182,822,909</u>	<u>91,905,680</u>
Balance as at 31 December	<u>15,374,938,174</u>	<u>13,973,576,378</u>
<b>13.1.5(c) Provision for deferred tax</b>		
Balance at 1 January	472,021,365	472,021,365
Provision made for deferred tax liabilities	-	-
Provision made for deferred tax assets	-	-
	<u>472,021,365</u>	<u>472,021,365</u>

	31-Dec-24	31-Dec-23
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**13.1.5(d) Deferred Tax (asset)/liability**

Particulars	Book value	Tax Base	(Deductible)/ Taxable		
Opening Balance					
Deferred Tax Asset				(4,393,125,000)	(2,958,036,469)
Deferred Tax Liability				863,797,370	640,260,273
Net Deferred Tax Asset				<u>(3,529,327,630)</u>	<u>(2,317,776,196)</u>

**Net Deferred Tax Asset as at December 31, 2024**

Deferred Tax Asset:					
Loan loss provision	22,678,827,423		-	(17,009,120,567)	(6,378,420,213)
Closing balance for the year (a)				<u>(6,378,420,213)</u>	<u>(4,393,125,000)</u>

Deferred Tax Liability:

Interest receivable	2,653,267,276		-	2,653,267,276	994,975,229
Fixed assets	2,980,427,915	2,982,318,954		(1,891,039)	(709,140)
Right-of-use assets	(11,675,968)		-	(11,675,968)	(4,378,488)
Closing balance for the year (b)				<u>989,887,601</u>	<u>774,566,630</u>

**Net Deferred Tax Asset as at December 31, 2024 (a+b)**

Movement for the year				<u>(5,388,532,612)</u>	<u>(3,529,327,630)</u>
Opening deferred tax assets				(4,393,125,000)	(2,958,036,469)
Closing deferred tax assets				(6,378,420,213)	(4,393,125,000)
Changes for the year				<u>(1,985,295,213)</u>	<u>(1,435,088,531)</u>
Opening deferred tax liabilities				863,797,370	640,260,273
Closing deferred tax liabilities				989,887,601	863,797,370
Changes for the year				<u>126,090,231</u>	<u>223,537,097</u>
Changes during the year				<u>(1,859,204,982)</u>	<u>(1,211,551,434)</u>

As per Bangladesh Bank, BRPD circular no. 11 dated December 12, 2011 deferred tax assets may be recognized but restrictions are to be followed if deferred tax assets is calculated and recognized based on the provisions against classified loan, advances; such as i. amount of the net income after tax increased due to recognition of deferred tax assets on such provision will not be distributed as dividend. ii. the amount of deferred tax assets recognized on such provisions should be deducted while calculating the Regulatory Eligible Capital. iii. a description should be provided regarding deferred tax assets recognized on loan loss provision in the notes to the financial statements. On the other hand, deferred tax liabilities must be recognized for those items which are mentioned to recognize in IAS. Hence, the bank did not recognize deferred tax assets but recognize deferred tax liabilities when it arises.

**13.1.5(e) Reconciliation of effective tax rate**

	2024		2023	
	%	Amount	%	Amount
Profit before provision		17,052,140,847		10,694,804,944
Income Tax as per applicable tax rate	37.50%	6,394,552,818	37.50%	4,010,551,854
Tax exempted income (on govt. treasury securities)	-7.70%	(1,313,001,187)	-0.19%	(19,998,890)
On probable deductible/non deductible expenses	-9.16%	(1,561,551,631)	-4.59%	(1,690,552,964)
	<u>20.64%</u>	<u>3,520,000,000</u>	<u>32.73%</u>	<u>2,300,000,000</u>

**13.1.5(f) Consolidated Reconciliation of effective tax rate**

Amount in Taka

	2024		2023	
	%	Amount	%	Amount
Profit before provision		17,298,060,470		10,869,236,428
Income Tax as per applicable tax rate	37.50%	6,486,772,676	37.50%	4,075,963,661
Tax exempted income (on govt. treasury securities)	-7.59%	(1,313,001,187)	-0.18%	(19,998,890)
On probable deductible/non deductible expenses	-9.19%	(1,589,586,784)	-4.49%	(1,704,856,082)
	20.72%	3,584,184,705	32.83%	2,351,108,689

**13.1.6 Provision for nostro accounts**

As per instructions contained in the circular letter no. FEPP (FEMO)/01/2005-677 dated 13 September 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, Bank is required to make provision regarding the un-reconciled debit balance of nostro account as at balance sheet date. Adequate provision has been made for debit entries which are outstanding for more than 3 months. Details of unrecognized entries are shown in Annex I.

**13.1.7 Provision for diminution in value of shares**

	31-Dec-24	31-Dec-23
Balance as at 1 January	453,383,553	363,383,553
Add: Provision made during the year	580,000,000	90,000,000
Balance as at 31 December	1,033,383,553	453,383,553
Provision requirement for quoted and unquoted share including subsidiaries (Annex B)	901,605,929	429,314,378
Provision maintained	1,033,383,553	453,383,553
Surplus provision maintained	131,777,624	24,069,175

**13.1.8 Provision for other assets**

Balance as at 1 January	638,269,593	612,228,003
Add: Provision made during the year	111,954,004	26,041,590
Balance as at 31 December	750,223,597	638,269,593
Provision requirement	721,200,000	501,813,218
Provision maintained	750,223,597	638,269,593
Surplus provision maintained	29,023,597	136,456,375

**13.1.9 Provision for start up fund**

Balance as at 1 January	102,303,097	78,344,687
Add: Provision made during the year		
For the year 2023 (1% of profit after tax)	-	23,958,410
For the year 2024 (1% of profit after tax)	28,045,996	-
Adjustment during the year	-	-
Balance as at 31 December	130,349,093	102,303,097

(As per Bangladesh Bank SMESPD Circular Letter no. 05 dated April 26, 2001 Provision for Start up Fund has been maintained against 1% net profit after tax starting from the year 2020)

**13.1.10 Lease liabilities**

Balance as at 1 January	796,847,285	341,388,331
Add: Addition during the year	59,908,722	792,458,162
Add: Interest charge during the year	124,954,389	150,849,047
Less: Payment made during the year	470,476,174	487,848,255
Balance as at 31 December	511,234,222	796,847,285

The lease liabilities represents the present value of the lease payments discounting using the incremental borrowing rate as per IFRS 16 against which right-of- use assets has been arisen (ref: Annex C).

**13(a) Consolidated Other liabilities**

Bank Asia PLC.	58,705,781,943	48,339,788,323
Bank Asia Securities Limited	2,299,018,376	2,262,399,192
BA Exchange Company (UK) Limited	65,356,495	62,507,577
BA Express USA, Inc	335,931,459	373,157,891
	61,406,088,273	51,037,852,983

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
Less: Inter- companies transactions		
Receivable from BASL	-	-
Receivable from BA Exchange (UK) Limited	77,120,426	69,189,416
BA Express USA, Inc	346,908,665	290,897,132
	<u>60,982,059,182</u>	<u>50,677,766,435</u>

### 14 Share capital

#### 14.1 Authorized capital

1,500,000,000 ordinary shares of Taka 10 each

15,000,000,000	15,000,000,000
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#### 14.2 Issued, subscribed and fully paid up capital

56,372,480 ordinary shares of Taka 10 each issued for cash

563,724,800	563,724,800
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364,010,770 (2010: 243,901,270) ordinary shares of Taka 10 each

Issued as bonus shares

3,640,107,700	3,640,107,700
---------------	---------------

Right shares issued 25% for the year 2010

1,050,958,100	1,050,958,100
---------------	---------------

Issued as bonus shares 20% for the year 2011

1,050,958,120	1,050,958,120
---------------	---------------

Issued as bonus shares 10% for the year 2012

630,574,870	630,574,870
-------------	-------------

Issued as bonus shares 10% for the year 2013

693,632,350	693,632,350
-------------	-------------

Issued as bonus shares 10% for the year 2014

762,995,590	762,995,590
-------------	-------------

Issued as bonus shares 5% for the year 2015

419,647,570	419,647,570
-------------	-------------

Issued as bonus shares 12% for the year 2016

1,057,511,890	1,057,511,890
---------------	---------------

Issued as bonus shares 12.50% for the year 2017

1,233,763,870	1,233,763,870
---------------	---------------

Issued as bonus shares 5% for the year 2018

555,193,740	555,193,740
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<u>11,659,068,600</u>	<u>11,659,068,600</u>
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#### 14.3 Initial public offer (IPO)

Out of the total issued, subscribed and fully paid up capital of the Bank 2,000,000 ordinary shares of Taka 100 each amounting to Taka 200,000,000 was raised through public offering of shares in 2003

#### 14.4 Capital to risk-weighted asset

The calculation of CRAR under Basel III has been made as per "Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel III)" issued by Bangladesh Bank vide its BRPD Circular no. 18 dated December 21, 2014

##### Common Equity Tier -1 capital (Going-Concern Capital)

Paid up capital

In line of Basel III	In line of Basel III
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11,659,068,600	11,659,068,600
----------------	----------------

Statutory reserve (Note 15)

11,750,000,000	11,750,000,000
----------------	----------------

General reserve

8,166,144	8,166,144
-----------	-----------

Retained earnings (Note 17)

4,124,248,860	3,416,739,131
---------------	---------------

<u>27,541,483,604</u>	<u>26,833,973,875</u>
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##### Less: Regulatory adjustments

Reciprocal crossholding in the CET - 1 Capital of Banking, Financial and Insurance Entities

41,133,300	41,133,300
------------	------------

Common Equity Tier -1 capital (Going-Concern Capital)

<u>27,500,350,304</u>	<u>26,792,840,575</u>
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##### Additional Tier 1 Capital

Perpetual bond

3,680,250,000	3,680,250,000
---------------	---------------

##### Total Tier- 1 Capital

<u>31,180,600,304</u>	<u>30,473,090,575</u>
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##### Tier - 2 Capital (Gone-Concern Capital)

General provision maintained against unclassified loan/investments

5,870,672,577	6,796,000,000
---------------	---------------

General provision on off-balance sheet exposure

1,495,500,000	1,390,000,000
---------------	---------------

Subordinated non-convertible zero coupon bonds (as per Annex 4 of Basel III)

3,000,000,000	2,000,000,000
---------------	---------------

##### Total Tier- 2 Capital available

10,366,172,577	10,186,000,000
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Maximum Limit of Tier-2 Capital (Considering) para 3.2 (v) including foot note no. 9 of RBCA Guideline)

18,529,682,268	18,322,950,800
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Adjustment as per RBCA Guideline

-	-
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##### Total admissible Tier-2 Capital

<u>10,366,172,577</u>	<u>10,186,000,000</u>
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A) Total capital

41,546,772,881	40,659,090,575
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B) Total risk weighted assets (RWA)

266,182,743,884	247,185,581,946
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	31-Dec-24	31-Dec-23
<b>C) Minimum total capital requirement 10%</b>	26,618,274,388	24,718,558,195
<b>D) Capital surplus (A-C)</b>	14,928,498,493	15,940,532,380
<b>E) Minimum total capital plus capital conservation buffer requirement @ 12.50%</b>	33,272,842,986	30,898,197,743
<b>F) Capital surplus (A-E) with capital conservation buffer</b>	8,273,929,896	9,760,892,832
<b>Capital to risk weighted asset ratio</b>		
Common Equity Tier- 1 to RWA (minimum 4.5% under Basel III)	10.33%	10.84%
Tier- 1 to RWA ( minimum 6% under Basel III)	11.71%	12.33%
Capital to Risk Weighted Assets against minimum requirement 10%	15.61%	16.45%

#### 14.4 (a) Consolidated capital to risk-weighted asset

The calculation of CRAR under Basel III has been made as per "Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel III)" issued by Bangladesh Bank vide its BRPD Circular no. 18 dated December 21, 2014

	In line of Basel III	In line of Basel III
<b>Common Equity Tier -1 capital (Going-Concern Capital)</b>		
Paid up capital	11,659,068,600	11,659,068,600
Non-controlling (Minority) interest	10,330	10,297
Statutory reserve (Note 15)	11,750,000,000	11,750,000,000
General reserve	8,166,144	8,166,144
Retained earnings (Note 17)	4,150,895,777	3,350,452,926
	27,568,140,851	26,767,697,967
<b>Less: Regulatory adjustments</b>		
Reciprocal crossholding in the CET - 1 Capital of Banking, Financial and Insurance Entities	41,133,300	41,133,300
Common Equity Tier -1 capital (Going-Concern Capital)	27,527,007,551	26,726,564,667
Perpetual bond	-	-
<b>Additional Tier 1 Capital</b>	3,680,250,000	3,680,250,000
<b>Total Tier- 1 Capital</b>	31,207,257,551	30,406,814,667

#### Tier - 2 Capital (Gone-Concern Capital)

General provision maintained against unclassified loan/investments	5,870,672,577	6,796,000,000
General provision on off-balance sheet exposure	1,495,500,000	1,390,000,000
Subordinated non-convertible zero coupon bonds	3,000,000,000	2,000,000,000
<b>Total Tier- 2 Capital available</b>	10,366,172,577	10,186,000,000
Maximum Limit of Tier-2 Capital (Considering) para 3.2 (v) including foot note no. 9 of RBCA Guideline)	18,465,436,782	18,222,911,011
Adjustment as per RBCA Guideline	-	-
<b>Total admissible Tier-2 Capital</b>	10,366,172,577	10,186,000,000
<b>A) Total capital</b>	41,573,430,128	40,592,814,667
<b>B) Total risk weighted assets (RWA)</b>	270,139,955,470	249,036,238,180
<b>C) Minimum total capital requirement 10%</b>	27,013,995,547	24,903,623,818
<b>D) Capital surplus (A-C)</b>	14,559,434,581	15,689,190,849
<b>E) Minimum total capital plus capital conservation buffer requirement @ 12.50%</b>	33,767,494,434	31,129,529,773
<b>F) Capital surplus (A-E) with capital conservation buffer</b>	7,805,935,694	9,463,284,895
<b>Capital to risk weighted asset ratio</b>		
Common Equity Tier- 1 to RWA ( minimum 4.5% under Basel III)	10.19%	10.73%
Tier- 1 to RWA ( minimum 6% under Basel III)	11.55%	12.21%
Capital to Risk Weighted Assets against minimum requirement 10%	15.39%	16.30%

#### 14.5 Percentage of shareholdings at the closing date

Category	At 31 December 2024		At 31 December 2023	
	No. of shares	%	No. of shares	%
Sponsors & Directors	610,532,668	52.37	621,477,148	53.30
General Public	103,915,268	8.91	123,148,457	10.56
Institutions	314,414,013	26.97	270,404,806	23.19
Investment Companies	136,315,258	11.69	148,291,676	12.72
Non-resident Bangladeshi	729,653	0.06	710,846	0.06
Foreign (Investments)	-	-	1,873,927	0.16
	1,165,906,860	100	1,165,906,860	100

31-Dec-24

31-Dec-23

#### 14.6 Classification of shareholders by holding

Holding	No. of holders		% of total holding	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
Less than 5,000	5,442	5,506	0.50	0.50
5,000 to 50,000	1,306	1,282	1.54	1.54
50,001 to 100,000	97	93	0.61	0.58
100,001 to 200,000	51	46	0.62	0.56
200,001 to 300,000	21	17	0.46	0.36
300,001 to 400,000	17	17	0.52	0.51
400,001 to 500,000	6	7	0.23	0.27
500,001 to 1,000,000	30	34	1.86	2.06
1,000,001 to 10,000,000	70	75	19.56	23.41
Over 10,000,000	30	28	74.10	70.21
	7,070	7,105	100.00	100.00

#### 14.7 Name of the Directors and their shareholdings as at 31 December 2024

SI	Name of the director	Status	Closing position	Opening position
1	Mr. Romo Rouf Chowdhury	Chairman	23,323,746	23,323,746
2	Ms. Zakia Rouf Chowdhury (Representing Amiran Generations Limited)	Vice Chairman	47,558,630	47,558,630
3	Mr. Rume A Hossain	Director	36,216,554	36,216,554
4	Ms. Romana Rouf Chowdhury (Representing MAYA Limited)	Director	41,679,196	41,679,196
5	Ms. Farhana Haq	Director	58,230,519	58,230,519
6	Mr. Enam Chowdhury (Representing Zest Polymers Limited)	Director	25,959,122	25,959,122
7	Mr. Nafees Khundker	Director	24,784,734	24,784,734
8	Mr. Sabeth Nayeem Choudhury (Representing Phulbari Tea Estates Ltd)	Director	45,666,246	45,666,246
9	Mr. Md. Abul Quasem (Independent Director)	Director	-	-
10	Mr. M. A. Baqui Khalily (Independent Director)	Director	-	-

#### 15 Statutory reserve

Balance at the beginning of the year	11,750,000,000	11,750,000,000
Add: Addition during the year	-	-
Balance at the end of the year	<u>11,750,000,000</u>	<u>11,750,000,000</u>

#### 15.1 General and other reserve

Bank Asia PLC.	<u>8,166,144</u>	<u>8,166,144</u>
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#### 15.1(a) Consolidated General and other reserve

Bank Asia PLC.	8,166,144	8,166,144
Bank Asia Securities Limited		
Opening Balance	2,090,869	1,760,387
Addition during the year	383,674	330,482
Adjustment made during the year	-	-
Closing Balance	<u>2,474,543</u>	<u>2,090,869</u>
	<u>10,640,687</u>	<u>10,257,013</u>

#### 16 Revaluation reserve

HTM securities (Note 16.1)	99,513,941	107,009,414
HFT securities (Note 16.2)	2,431,797,985	755,333,928
Fixed Assets revaluation (Note 16.3)	<u>1,769,496,415</u>	<u>1,823,211,667</u>
	<u>4,300,808,341</u>	<u>2,685,555,009</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>16.1 Revaluation reserve on HTM securities</b>		
Balance at 1 January	107,009,414	82,779,825
Gain from revaluation on investments	20,294,026	25,471,804
Adjustment for sale/maturity of securities	(27,789,499)	(1,242,215)
	<u>99,513,941</u>	<u>107,009,414</u>
<b>16.2 Revaluation reserve on HFT securities</b>		
Balance at 1 January	755,333,928	157,340,380
Gain from revaluation on investments	7,691,378,826	1,352,950,551
Adjustment for sale/maturity of securities	(6,014,914,769)	(754,957,003)
	<u>2,431,797,985</u>	<u>755,333,928</u>
<b>16.3 Revaluation reserve on Fixed Assets</b>		
Balance at 1 January	1,823,211,667	1,876,926,919
Depreciation charged during the year	(53,715,252)	(53,715,252)
	<u>1,769,496,415</u>	<u>1,823,211,667</u>
<b>16 (a) Consolidated Revaluation reserve</b>		
Bank Asia PLC.	4,300,808,341	2,685,555,009
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>4,300,808,341</u>	<u>2,685,555,009</u>
<b>17 Retained earnings</b>		
Balance at 1 January	3,416,739,131	3,105,969,227
Add: Post - tax profit for the year	2,774,599,603	2,395,840,970
Revaluation reserve transferred to retained earnings	53,715,252	53,715,252
	<u>6,245,053,986</u>	<u>5,555,525,449</u>
Less: Issue of cash dividend for the year 2023	1,748,860,290	-
Issue of cash dividend for the year 2022	-	1,748,860,290
Transfer to statutory reserve	3,330,727	-
Coupon/dividend on perpetual bond	368,614,109	389,926,028
	<u>2,120,805,126</u>	<u>2,138,786,318</u>
	<u>4,124,248,860</u>	<u>3,416,739,131</u>
<b>17(a) Consolidated Retained earnings</b>		
Balance at 1 January	3,350,452,926	2,957,002,831
Add: Revaluation reserve transferred to retained earnings	53,715,252	53,715,252
Post- tax profit for the year	2,867,916,432	2,478,851,655
Less: Non controlling interest	33	12
	<u>6,272,084,577</u>	<u>5,489,569,726</u>
Less: Issue of cash dividend for the year 2023	1,748,860,290	-
Issue of cash dividend for the year 2022	-	1,748,860,290
Transferred to statutory reserve	3,330,727	-
Coupon/dividend on perpetual bond	368,614,109	389,926,028
Transferred to General and other reserve	383,674	330,482
	<u>2,121,188,800</u>	<u>2,139,116,800</u>
	<u>4,150,895,777</u>	<u>3,350,452,926</u>
<b>17(b) Non-controlling (Minority) interest</b>		
Bank Asia Securities Limited	10,330	10,297
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>10,330</u>	<u>10,297</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>18 Contingent liabilities</b>		
Conventional and Islamic banking	139,885,803,645	152,117,045,333
Off-shore banking unit	68,546,380	7,666,752
	<u>139,954,350,025</u>	<u>152,124,712,085</u>
<b>18.1 Acceptances and endorsements</b>		
Conventional and Islamic banking	44,821,140,940	57,164,035,754
Off-shore banking unit	-	-
	<u>44,821,140,940</u>	<u>57,164,035,754</u>
<b>18.2 Letters of guarantee (Note 18.2.1)</b>		
Conventional and Islamic banking	26,866,282,323	31,447,176,388
Off-shore banking unit	3,244,654	2,985,627
	<u>26,869,526,977</u>	<u>31,450,162,015</u>
<b>18.2.1 Letters of guarantee</b>		
Letters of guarantee (Local)	20,430,302,227	21,545,790,114
Letters of guarantee (Foreign)	6,439,224,750	9,904,371,901
	<u>26,869,526,977</u>	<u>31,450,162,015</u>
Balance for which the Bank is contingently liable in respect of guarantees issued favouring:		
Directors or officers	-	-
Government	15,763,531,265	19,991,541,105
Banks and other financial institutions	1,831,983,550	1,836,041,269
Others	9,274,012,162	9,622,579,641
	<u>26,869,526,977</u>	<u>31,450,162,015</u>
<b>18.3 Irrevocable letters of credit (Note 18.3.1)</b>		
Conventional and Islamic banking	39,565,645,253	37,276,451,790
Off-shore banking unit	65,301,726	4,681,125
	<u>39,630,946,979</u>	<u>37,281,132,915</u>
<b>18.3.1 Irrevocable letters of credit)</b>		
Letters of credit Back to Back (Inland)	4,431,060,857	4,011,792,181
Letters of credit (General)	26,532,262,009	29,662,670,307
Back to back L/C	8,667,624,113	3,606,670,427
	<u>39,630,946,979</u>	<u>37,281,132,915</u>
<b>18.4 Bills for collection (Note 18.4.1)</b>		
Conventional and Islamic banking	18,716,268,581	21,416,723,231
Off-shore banking unit	-	-
	<u>18,716,268,581</u>	<u>21,416,723,231</u>
<b>18.4.1 Bills for collection</b>		
Local bills for collection	11,584,579,830	12,514,814,420
Foreign bills for collection	7,131,688,751	8,901,908,811
	<u>18,716,268,581</u>	<u>21,416,723,231</u>
<b>18.5 Other commitments</b>		
Forward Assets Purchased and Forward Deposits Placed	9,916,466,548	4,812,658,170
	<u>9,916,466,548</u>	<u>4,812,658,170</u>
<b>18.6 Workers' profit participation fund (WPPF)</b>		
As per Bangladesh Labour Act 2006, all companies falling within the scope of WPPF are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time. Bank obtained opinion from legal advisor regarding this issue which stated that the Bank is not required to make provision for WPPF as it is not within the scope of WPPF. As such the Bank did not make any provision during the year for WPPF.		
<b>19 Income statement</b>		
<b>Income:</b>		
Interest, discount and similar income (Note 19.1)	44,465,423,559	31,131,854,155
Dividend income (Note 22.1)	383,995,680	527,036,928
Fees, commission and brokerage (Note 19.2)	1,870,209,042	2,014,271,351
Gains/ less Losses arising from investment securities	-	4,700,426
Gains/ less Losses arising from dealing in foreign currencies (Note 23.1)	3,065,641,390	2,963,129,653
Other operating income (Note 24)	1,552,842,469	1,386,508,710
	<u>51,338,112,140</u>	<u>38,027,501,223</u>

	31-Dec-24	31-Dec-23
<b>Expenses:</b>		
Interest paid/profit shared on deposits and borrowings, etc (Note 21)	24,484,274,477	17,053,991,947
Administrative expenses (Note 19.3)	6,802,413,238	6,372,671,635
Other expenses (Note 34)	2,116,555,381	2,168,700,864
Depreciation on banks assets (Note 33.1)	882,728,197	901,395,944
	<u>34,285,971,293</u>	<u>26,496,760,390</u>
	<u>17,052,140,847</u>	<u>11,530,740,833</u>
<b>19.1 Interest, discount and similar income</b>		
Interest income/profit on investments (Note 20)	30,514,242,741	23,287,064,761
Interest on treasury bills/reverse repo/bills	10,093,401,246	6,861,966,767
Interest income on corporate bonds	127,569,097	134,413,617
Interest on debentures	228,873,977	211,324,258
Income from investment in shares, bonds etc	-	-
Capital gain on Government securities and assets	3,501,336,498	637,084,752
	<u>44,465,423,559</u>	<u>31,131,854,155</u>
<b>19.2 Fees, commission and brokerage</b>		
Commission	1,870,209,042	2,014,271,351
Brokerage	-	-
	<u>1,870,209,042</u>	<u>2,014,271,351</u>
<b>19.3 Administrative expenses</b>		
Salaries and allowances (Note 25)	5,644,358,401	5,243,365,548
Rent, taxes, insurance, electricity, etc (Note 26)	635,446,824	625,902,063
Legal expenses (Note 27)	25,551,895	28,538,049
Postage, stamp, telecommunication, etc (Note 28)	205,891,107	190,046,039
Stationery, printing, advertisement, etc (Note 29)	162,691,301	168,260,355
Managing Director's salary and fees (Note 30)	19,935,301	13,510,000
Directors' fees (Note 31)	4,947,128	3,776,000
Auditors' fees (Note 32)	1,132,000	1,753,000
Repair of Bank's assets (Note 33.1)	102,459,281	97,520,581
	<u>6,802,413,238</u>	<u>6,372,671,635</u>
<b>20 Interest income/profit on investments</b>		
Conventional and Islamic banking (Note 20.1)	29,303,980,389	21,923,476,190
Off-shore banking unit	1,701,067,794	2,115,485,037
	<u>31,005,048,183</u>	<u>24,038,961,227</u>
Less: inter transaction between OBU and Conventional banking	490,805,442	751,896,466
	<u>30,514,242,741</u>	<u>23,287,064,761</u>
<b>20.1 Conventional and Islamic banking</b>		
Agricultural loan	547,961,538	433,690,863
Cash credit/Bai Murabaha (Muajjal)	663,222,700	457,806,251
Credit card	536,613,898	524,546,287
Credit for poverty alleviation scheme-micro credit	91,000	69,855
Consumer credit scheme	1,936,527,911	1,489,864,296
Demand loan	7,276,529,433	3,475,512,667
Export Development Fund (EDF)	367,992,428	367,283,133
House building loan	118,747,815	99,163,597
Loans (General)	1,997,827,308	2,449,757,885
Loans against trust receipts/ Bai Murabaha post import	1,019,158,251	622,839,650
Overdrafts/ Quard against scheme	3,763,735,898	2,840,440,544
Packing credit	34,229,234	41,667,434
Payment against documents	16,495,254	8,655,479
Staff loan	68,181,640	84,282,807
Transport loan	210,908,887	169,479,525

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
Term loan- industrial	3,768,912,355	2,282,367,829
Term loan- others	4,610,140,354	2,558,002,108
Foreign bills purchased	11,100,111	6,296,350
Local bills purchased	85,311,339	91,730,548
Loan Under Covid-19 Stimulus Package	37,081,658	161,992,224
Total interest/profit on loans and advances/investments	27,070,769,012	18,165,449,332
Interest/profit on balance with other banks and financial institutions	1,811,695,982	3,577,546,395
Interest/profit received from foreign banks	421,515,395	180,480,463
	<u>29,303,980,389</u>	<u>21,923,476,190</u>
<b>20(a) Consolidated Interest income/profit on investments</b>		
Bank Asia PLC.	30,514,242,741	23,287,064,761
Bank Asia Securities Ltd	264,676,448	209,526,705
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>30,778,919,189</u>	<u>23,496,591,466</u>
Less: Inter-company transactions	127,032,198	115,993,009
	<u>30,651,886,991</u>	<u>23,380,598,457</u>
<b>21 Interest paid/profit shared on deposits and borrowings etc.</b>		
Conventional and Islamic banking (Note 21.1)	23,736,673,435	16,172,350,460
Off-shore banking unit	1,238,406,484	1,633,537,953
	<u>24,975,079,919</u>	<u>17,805,888,413</u>
Less: inter transaction with OBU	490,805,442	751,896,466
	<u>24,484,274,477</u>	<u>17,053,991,947</u>
<b>21.1 Conventional and Islamic banking</b>		
<b>Interest paid/profit shared on deposits</b>		
Fixed deposits/ Mudaraba Fixed deposit	13,026,799,676	8,067,838,221
Scheme deposits	4,532,833,511	4,849,310,932
Sanchaya plus	7,961,289	47,774,709
Savings deposits/ Mudaraba Savings bank	1,846,110,448	1,641,610,137
Special notice deposits	1,136,413,907	830,857,059
	<u>20,550,118,831</u>	<u>15,437,391,058</u>
<b>Interest on borrowings and others</b>		
Local banks including Bangladesh Bank	2,869,371,928	249,765,582
Interest on subordinated non-covertable bond	301,844,932	477,993,422
Foreign banks	15,337,744	7,200,398
	<u>3,186,554,604</u>	<u>734,959,402</u>
	<u>23,736,673,435</u>	<u>16,172,350,460</u>
<b>21(a) Consolidated Interest Expenses/profit paid on Deposits</b>		
Bank Asia PLC.	24,484,274,477	17,053,991,947
Bank Asia Securities Limited	151,905,355	129,341,894
Bank Asia Securities Ltd	-	-
BA Express USA, Inc	-	-
	<u>24,636,179,832</u>	<u>17,183,333,841</u>
Less: Inter-company transactions	127,032,198	115,993,009
	<u>24,509,147,634</u>	<u>17,067,340,832</u>
<b>22 Investment income</b>		
Conventional and Islamic banking (Note 22.1)	14,335,176,498	8,376,526,748
Off-shore banking unit	-	-
	<u>14,335,176,498</u>	<u>8,376,526,748</u>

	31-Dec-24	31-Dec-23
<b>22.1 Conventional and Islamic Banking</b>		
Interest on treasury bills	3,804,561,597	1,060,082,625
Interest on treasury bonds	6,286,771,423	4,645,319,271
Interest income on corporate bonds	127,569,097	134,413,617
Capital gain from investment in shares	-	4,700,426
Dividend on shares	383,995,680	527,036,928
Profit on Govt Investment SUKUK	228,873,977	211,324,258
Capital gain on Government securities	3,501,336,498	637,084,752
Interest on reverse repo	2,068,226	1,156,564,871
	<u>14,335,176,498</u>	<u>8,376,526,748</u>
<b>22(a) Consolidated investment income</b>		
Bank Asia PLC.	14,335,176,498	8,376,526,748
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>14,335,176,498</u>	<u>8,376,526,748</u>
Less: Inter-company transactions	-	-
	<u>14,335,176,498</u>	<u>8,376,526,748</u>
<b>23 Commission, exchange and brokerage</b>		
Conventional and Islamic banking (Note 23.1)	4,912,116,124	4,986,368,757
Off-shore banking unit	23,734,308	(8,967,753)
	<u>4,935,850,432</u>	<u>4,977,401,004</u>
<b>23.1 Conventional and Islamic Banking</b>		
Commission on L/C	624,731,151	702,561,841
Commission on back to back L/C against Export	591,291,567	679,468,384
Fees and commission including Export	344,365,654	286,727,194
Commission on L/G	244,251,141	305,786,556
Commission on Export	5,555,923	11,343,710
Commission on PO, DD, TT, TC, etc	31,030,337	26,965,300
Other commission	5,248,961	10,386,119
	<u>1,846,474,734</u>	<u>2,023,239,104</u>
Foreign exchange gain	3,065,641,390	2,963,129,653
	<u>4,912,116,124</u>	<u>4,986,368,757</u>
<b>23(a) Consolidated Commission, exchange and brokerage</b>		
Bank Asia PLC.	4,935,850,432	4,977,401,004
Bank Asia Securities Ltd	162,594,445	142,385,428
BA Exchange Company (UK) Limited	32,952,486	41,310,306
BA Express USA, Inc	245,055,239	182,355,226
	<u>5,376,452,602</u>	<u>5,343,451,964</u>
<b>24 Other operating income</b>		
Conventional and Islamic banking (Note 24.1)	1,533,330,150	1,371,628,170
Off-shore banking unit	19,512,319	14,880,540
	<u>1,552,842,469</u>	<u>1,386,508,710</u>
<b>24.1 Conventional and Islamic banking</b>		
Locker charge	14,454,770	13,345,790
Service and other charges	904,799,711	738,001,076
Master/Visa card fees and charges	459,255,712	440,010,726
Postage/telex/SWIFT/fax recoveries	87,299,392	119,250,265
Non-operating income	21,390,310	21,808,332
Rebate on nostro account	46,130,255	39,211,981
	<u>1,533,330,150</u>	<u>1,371,628,170</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>24 (a) Consolidated other operating income</b>		
Bank Asia PLC.	1,552,842,469	1,386,508,710
Bank Asia Securities Ltd	49,369,930	45,654,677
BA Exchange Company (UK) Limited	981,567	1,818,534
BA Express USA, Inc	689,740	637,525
	<u>1,603,883,706</u>	<u>1,434,619,446</u>
<b>25 Salaries and allowances</b>		
Conventional and Islamic banking (Note 25.1)	5,633,848,182	5,232,723,857
Off-shore banking unit	10,510,219	10,641,691
	<u>5,644,358,401</u>	<u>5,243,365,548</u>
<b>25.1 Conventional and Islamic banking</b>		
Basic salary	2,099,829,312	1,999,902,824
Allowances	2,074,108,947	1,809,527,332
Festival bonus	368,640,412	349,939,006
Gratuity	420,000,000	380,000,000
Provident fund contribution	206,269,511	193,354,695
Performance bonus	465,000,000	500,000,000
	<u>5,633,848,182</u>	<u>5,232,723,857</u>
<b>25(a) Consolidated Salaries and allowances</b>		
Bank Asia PLC.	5,644,358,401	5,243,365,548
Bank Asia Securities Ltd	114,834,363	109,121,769
BA Exchange Company (UK) Limited	25,074,875	18,728,738
BA Express USA, Inc	51,119,784	36,707,151
	<u>5,835,387,423</u>	<u>5,407,923,206</u>
<b>26 Rent, taxes, insurance, electricity etc.</b>		
Conventional and Islamic banking (Note 26.1)	633,735,116	625,571,610
Off-shore banking unit	1,711,708	330,453
	<u>635,446,824</u>	<u>625,902,063</u>
<b>26.1 Rent, taxes, insurance, electricity etc.</b>		
Rent expenses (26.1.1)	524,676,157	512,261,274
Insurance	308,653,167	319,571,108
Power and electricity	147,639,285	131,068,889
	<u>980,968,609</u>	<u>962,901,271</u>
Less: Adjustment as per "IFRS 16: Leases"	470,476,174	487,848,255
Add: Interest portion on lease liabilities	124,954,389	150,849,047
	<u>635,446,824</u>	<u>625,902,063</u>
<b>26.1.1 The amount represents actual rent expense before adjustment as per IFRS 16: Leases. Business segment wise actual rent expense is given below:</b>		
Conventional banking	507,047,227	497,353,434
Islamic banking	15,917,222	14,577,387
Off-shore banking unit	1,711,708	330,453
	<u>524,676,157</u>	<u>512,261,274</u>
<b>26(a) Consolidated Rent, taxes, insurance, electricity etc.</b>		
Bank Asia PLC.	635,446,824	625,902,063
Bank Asia Securities Ltd	7,838,400	8,514,432
BA Exchange Company (UK) Limited	6,465,658	5,761,664
BA Express USA, Inc	27,314,207	19,835,872
	<u>677,065,089</u>	<u>660,014,031</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>27 Legal expenses</b>		
Conventional and Islamic banking (Note 27.1)	25,431,426	28,538,049
Off-shore banking unit	120,469	-
	<u>25,551,895</u>	<u>28,538,049</u>
<b>27.1 Conventional and Islamic Banking</b>		
Legal expenses	25,431,426	28,538,049
Other professional charges	-	-
	<u>25,431,426</u>	<u>28,538,049</u>
<b>27(a) Consolidated Legal expenses</b>		
Bank Asia PLC.	25,551,895	28,538,049
Bank Asia Securities Ltd	450,005	149,685
BA Exchange Company (UK) Limited	118,437	334,965
BA Express USA, Inc	259,481	80,156
	<u>26,379,818</u>	<u>29,102,855</u>
<b>28 Postage, stamps, telecommunication etc.</b>		
Conventional and Islamic banking (Note 28.1)	205,159,500	189,517,244
Off-shore banking unit	731,607	528,795
	<u>205,891,107</u>	<u>190,046,039</u>
<b>28.1 Conventional and Islamic banking</b>		
Telephone, courier and postage	109,774,822	108,363,242
Master/VISA card process fee	44,744,070	35,737,937
ATM charge	4,616,766	4,104,013
SWIFT and Reuter charge	42,045,392	37,153,535
Internet	3,978,450	4,158,517
	<u>205,159,500</u>	<u>189,517,244</u>
<b>28(a) Consolidated Postage, stamps, telecommunication etc.</b>		
Bank Asia PLC.	205,891,107	190,046,039
Bank Asia Securities Ltd	3,155,679	2,897,719
BA Exchange Company (UK) Limited	458,999	397,563
BA Express USA, Inc	1,123,897	991,220
	<u>210,629,682</u>	<u>194,332,541</u>
<b>29 Stationery, printing, advertisements etc.</b>		
Conventional and Islamic banking (Note 29.1)	162,577,553	168,127,269
Off-shore banking unit	113,748	133,086
	<u>162,691,301</u>	<u>168,260,355</u>
<b>29.1 Conventional and Islamic banking</b>		
Office and security stationery	63,580,113	69,905,632
Calendar, diary, souvenir, etc	20,657,304	20,000,000
ATM card /Supplies And Stationeries	45,150,699	46,207,614
Books and periodicals	1,232,127	1,563,648
Publicity and advertisement	31,957,310	30,450,375
	<u>162,577,553</u>	<u>168,127,269</u>
<b>29(a) Consolidated Stationery, printing, advertisements etc.</b>		
Bank Asia PLC.	162,691,301	168,260,355
Bank Asia Securities Ltd	1,064,375	919,535
BA Exchange Company (UK) Limited	3,811,372	2,276,829
BA Express USA, Inc	2,422,450	2,905,353
	<u>169,989,498</u>	<u>174,362,072</u>

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Amount in Taka

	31-Dec-24	31-Dec-23
<b>30 Managing Director's salary and fees</b>		
Basic salary	10,122,414	7,150,000
House rent allowance	3,729,310	825,000
Entertainment allowances	266,379	-
Incentive bonus	-	650,000
Festival bonus	1,900,000	1,430,000
Utility allowance and others	3,384,439	1,705,000
House maintenance allowance	532,759	1,100,000
Leave fare assistance	-	650,000
	<u>19,935,301</u>	<u>13,510,000</u>
<b>31 Directors' fees</b>		
Directors' fees	<u>4,947,128</u>	<u>3,776,000</u>
<b>31(a) Consolidated Directors' fees</b>		
Bank Asia PLC.	4,947,128	3,776,000
Bank Asia Securities Ltd.	484,000	544,500
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>5,431,128</u>	<u>4,320,500</u>
<b>32 Auditors' fees</b>		
Audit fees	1,132,000	1,753,000
Others	-	-
	<u>1,132,000</u>	<u>1,753,000</u>
<b>32(a) Consolidated Auditors fees</b>		
Bank Asia PLC.	1,132,000	1,753,000
Bank Asia Securities Ltd	76,667	76,667
BA Exchange Company (UK) Limited	1,106,199	738,521
BA Express USA, Inc	2,798,277	1,868,495
	<u>5,113,143</u>	<u>4,436,683</u>
<b>33 Depreciation and repair of Bank's assets</b>		
Conventional and Islamic banking (Note 33.1)	985,114,203	998,875,528
Off-shore banking unit	73,275	40,997
	<u>985,187,478</u>	<u>998,916,525</u>
<b>33.1 Conventional and Islamic banking</b>		
<b>Depreciation</b>		
Owned assets	527,644,737	554,377,105
Leased assets	355,010,185	346,977,842
	882,654,922	901,354,947
<b>Repairs</b>		
Building	18,829,462	15,331,422
Furniture and fixtures	6,275,465	4,028,374
Equipments	28,199,767	21,833,279
	53,304,694	41,193,075
<b>Maintenance</b>	49,154,587	56,327,506
	<u>985,114,203</u>	<u>998,875,528</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>33(a) Consolidated Depreciation and repairs of Bank's assets</b>		
Bank Asia PLC.	985,187,478	998,916,525
Bank Asia Securities Ltd	22,351,397	24,637,951
BA Exchange Company (UK) Limited	204,426	143,309
BA Express USA, Inc	884,370	2,684,505
	<u>1,008,627,671</u>	<u>1,026,382,290</u>
<b>34 Other expenses</b>		
Conventional and Islamic banking (Note 34.1)	2,109,788,924	2,154,628,806
Off-shore banking unit	6,766,457	14,072,058
	<u>2,116,555,381</u>	<u>2,168,700,864</u>
<b>34.1 Conventional and Islamic banking</b>		
Car expenses	510,831,445	471,246,976
Contractual service expenses	755,021,138	748,033,000
Computer expenses	274,633,732	215,152,872
Other management and administrative expenses	354,512,672	340,737,846
Entertainment	43,410,193	40,112,289
AGM/EGM expenses	1,542,345	1,477,150
Payment to superannuation fund	7,320,000	38,020,000
Donation and subscription to institutions	135,097,766	275,498,141
Travelling expenses	20,266,834	18,192,015
Training and internship	5,452,141	6,158,517
Directors' travelling expenses	1,700,658	-
	<u>2,109,788,924</u>	<u>2,154,628,806</u>
<b>34(a) Consolidated other expenses</b>		
Bank Asia PLC.	2,116,555,381	2,168,700,864
Bank Asia Securities Ltd	14,812,417	12,713,700
BA Exchange Company (UK) Limited	7,648,112	6,213,566
BA Express USA, Inc	62,617,030	46,230,620
	<u>2,201,632,940</u>	<u>2,233,858,750</u>
<b>34(b) Provision for loans and advances/investments and off-balance sheet items</b>		
Conventional and Islamic banking	10,803,223,961	6,875,935,169
Off-shore banking unit	(45,682,717)	(41,035,306)
	<u>10,757,541,244</u>	<u>6,834,899,863</u>
Break up of provision for loans and advances/Investments is shown below:		
General provision		
Conventional and Islamic banking	(672,593,100)	2,366,393,012
Off-shore banking unit	(8,406,900)	(78,431,369)
	(681,000,000)	2,287,961,643
Specific provision		
Conventional and Islamic banking	10,650,925,857	4,174,053,607
Off-shore banking unit	(37,884,613)	37,884,613
	10,613,041,244	4,211,938,220
Provision for off-balance sheet items		
Conventional and Islamic banking	104,891,204	195,488,550
Off-shore banking unit	608,796	(488,550)
	105,500,000	195,000,000
Provision for diminution in value of investments	580,000,000	90,000,000
Other provisions	111,954,004	26,041,590
Provision for start up fund	28,045,996	23,958,410
	<u>10,757,541,244</u>	<u>6,834,899,863</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>34(c) Consolidated Provision for loans and advances/investments</b>		
Bank Asia PLC.	10,757,541,244	6,834,899,863
Bank Asia Securites Limited:	88,418,089	54,752,648
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>10,845,959,333</u>	<u>6,889,652,511</u>
<b>35 Receipts from other operating activities</b>		
Conventional and Islamic banking (Note 35.1)	5,034,666,648	2,013,413,348
Off-shore banking unit	19,512,319	14,880,540
	<u>5,054,178,967</u>	<u>2,028,293,888</u>
<b>35.1 Conventional and Islamic banking</b>		
Locker charge	14,454,770	13,345,790
Service and other charges	904,799,711	738,001,076
Master card fees and charges	459,255,712	440,010,726
Postage/telex/SWIFT/ fax recoveries	87,299,392	119,250,265
Other non-operating income	3,568,857,063	702,805,491
	<u>5,034,666,648</u>	<u>2,013,413,348</u>
<b>35(a) Consolidated Receipts from other operating activities</b>		
Bank Asia PLC.	5,054,178,967	2,028,293,888
Bank Asia Securities Ltd	49,369,930	45,654,677
BA Exchange Company (UK) Limited	981,567	1,818,534
BA Express USA, Inc	689,740	637,525
	<u>5,105,220,204</u>	<u>2,076,404,624</u>
<b>36 Payments for other operating activities</b>		
Conventional and Islamic banking (Note 36.1)	3,000,981,471	3,017,823,504
Off-shore banking unit	8,478,165	14,402,511
	<u>3,009,459,636</u>	<u>3,032,226,015</u>
<b>36.1 Conventional and Islamic banking</b>		
Rent, rates and taxes	633,735,116	625,571,610
Legal expenses	25,551,895	28,538,049
Directors' fees	4,947,128	3,776,000
Postage, stamp, telecommunication, etc	205,891,107	190,046,039
Other expenses	2,109,788,924	2,154,628,806
Managing Director's salary	19,935,301	13,510,000
Auditors' fee	1,132,000	1,753,000
	<u>3,000,981,471</u>	<u>3,017,823,504</u>
<b>36(a) Payments for other operating activities</b>		
Bank Asia PLC.	3,009,459,636	3,032,226,015
Bank Asia Securities Ltd	26,817,168	24,896,703
BA Exchange Company (UK) Limited	15,797,405	13,446,279
BA Express USA, Inc	94,112,892	69,006,363
	<u>3,146,187,101</u>	<u>3,139,575,360</u>
<b>37 Net Assets Value per Share (NAV)</b>		
Total shareholders' equity	31,842,291,945	29,519,528,884
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Assets Value per Share (NAV)	<u>27.31</u>	<u>25.32</u>
<b>37(a) Consolidated Net Assets Value per Share (NAV)</b>		
Total shareholders' equity	31,807,889,969	29,402,737,678
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Assets Value per Share (NAV)	<u>27.28</u>	<u>25.22</u>

## Notes to the financial statements

Amount in Taka

	31-Dec-24	31-Dec-23
<b>37(b) Earnings per share (EPS)</b>		
Net profit after tax (Numerator)	2,405,985,494	2,005,914,942
Number of ordinary shares outstanding (Denominator)	1,165,906,860	1,165,906,860
Earnings per share (EPS)	<u>2.06</u>	<u>1.72</u>
<b>37(c) Consolidated Earnings per share (EPS)</b>		
Net profit after tax (Numerator)	2,499,302,323	2,088,925,627
Number of ordinary shares outstanding (Denominator)	1,165,906,860	1,165,906,860
Earnings per share (EPS)	<u>2.14</u>	<u>1.79</u>
<b>37(d) Net Operating Cash Flows per Share (NOCFPS)</b>		
Net cash flows from operating activities	58,666,642,529	(6,759,077,311)
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Operating Cash Flows per Share (NOCFPS)	<u>50.32</u>	<u>(5.80)</u>
<b>37(e) Consolidated Net Operating Cash Flows per Share (NOCFPS)</b>		
Net cash flows from operating activities	58,830,444,314	(6,637,402,302)
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Operating Cash Flows per Share (NOCFPS)	<u>50.46</u>	<u>(5.69)</u>
<b>38 Reconciliation of net profit with cash flows from operating activities (Solo basis)</b>		
<b>Profit before tax as per profit and loss account</b>	<b>6,294,599,603</b>	<b>4,695,840,970</b>
Adjustment for non-cash items:		
Provision for Loans and advances	9,932,041,244	6,499,899,863
Provision for Off balance sheet items	105,500,000	195,000,000
Provision for Diminution in value of investments	580,000,000	90,000,000
Provision for other assets	140,000,000	50,000,000
Depreciation of Property plant and equipment	985,187,478	998,916,525
<b>Increase/decrease in operating assets &amp; liabilities</b>		
Loans and advances to customers	(2,400,556,853)	(13,454,684,742)
Other operating assets	(79,690,209)	(319,461,958)
Deposits from customers and banks	55,023,150,196	23,840,882,601
Other operating liabilities	(9,741,284,517)	(24,887,942,769)
Trading liabilities	95,251,357	(1,658,375,958)
Income tax paid	(2,267,555,770)	(2,809,151,843)
Cash flows from operating activities as per cash flow statement	<u>58,666,642,529</u>	<u>(6,759,077,311)</u>
<b>38(a) Reconciliation of net profit with cash flows from operating activities (Consolidated basis)</b>		
<b>Profit before tax as per profit and loss account</b>	<b>6,452,101,137</b>	<b>4,829,960,344</b>
Adjustment for non-cash items:		
Provision for Loans and advances	10,020,459,333	6,554,652,511
Provision for Off balance sheet items	105,500,000	195,000,000
Provision for Diminution in value of investments	580,000,000	90,000,000
Provision for other assets	140,000,000	50,000,000
Depreciation of Property plant and equipment	1,008,627,671	1,026,382,290
<b>Increase/decrease in operating assets &amp; liabilities:</b>		
Loans and advances to customers	(2,461,291,739)	(13,480,958,476)
Other operating assets	17,528,459	(619,183,815)
Deposits from customers and banks	55,008,073,609	24,028,451,732
Other operating liabilities	(9,741,284,517)	(24,887,942,769)
Trading liabilities	48,352,185	(1,563,578,265)
Income tax paid	(2,347,621,824)	(2,860,185,854)
Cash flows from operating activities as per cash flow statement	<u>58,830,444,314</u>	<u>(6,637,402,302)</u>

### 39 Number of employees

The number of employees receiving remuneration of Taka 36,000 or above per employee per year were 2,711 (2023: 2,751).

### 40 Audit committee

The Audit Committee of the Board of Directors of Bank Asia PLC. was constituted in the 44th meeting of the Board held on January 18, 2003 in compliance with the Bangladesh Bank directives. The Audit Committee was formed with the objectives to establish a platform for a compliant and secured banking structure in the Bank. The present Audit Committee was reconstituted by the Board in the 523rd meeting held on 21st April 2024, and 546th meeting held on 21st January 2025 consisting of the following members:

Name	Status with the Audit Committee	Educational qualification
Mr. M. A. Baqui Khalily	Chairman & Independent Director	Ph.D.
Mr. Nafees Khundker	Member & Director	MBA
Ms. Farzana Khan	Member & Independent Director	LL.M.

The Company Secretary of the Bank acts as the Secretary of the Committee.

No. of meeting	Date	No. of meeting	Date
240th Audit	January 16, 2024	246th Audit	July 11, 2024
241st Audit	March 5, 2024	247th Audit	July 18, 2024
242nd Audit	March 31, 2024	248th Audit	July 31, 2024
243rd Audit	April 28, 2024	249th Audit	October 31, 2024
244th Audit	May 13, 2024	250th Audit	November 5, 2024
245th Audit	June 27, 2024	251st Audit	December 10, 2024

In the year 2024, 12 (Twelve) meetings of the Audit Committee were held in which, the following issues, amongst others, were reviewed and discussed:

- 1 External Audit Report of the Bank and the recommendations made there under.
- 2 Bangladesh Bank comprehensive inspection report and the recommendations made therein.
- 3 Audit and Inspection reports on the branches, divisions and departments of the Corporate Office prepared by the Internal Control and Compliance Division (ICCD) of the Bank.
- 4 Actions taken by the management in regard to deficiencies raised in the Bangladesh Bank Inspection report and by the Internal Audit and Inspection Team of the Bank.
- 5 The corrective measures taken by the management in regard to the lapses pointed out on the internal control and other issues as are raised by internal and external auditors and inspectors of the regulatory authority.
- 6 The compliance status of the audit objections and the recommendations made by the Bangladesh Bank inspectors, External Auditors and the Internal Auditors in the reports.
- 7 Management Report on Accounts of the Bank for the year ended on 31.12.2023.
- 8 Implementation of Core Risk Management Guidelines including Internal Control and Compliance Risk along with compliance thereof.
- 9 The review of status of recovery of classified loans and providing with the necessary guidelines to the management to contain the NPLs.

The Audit Committee has further satisfied that

- \* The rules and regulations of the Bangladesh Bank and all other regulatory authorities and Bank's own policy guidelines approved by the Board of Directors are duly complied with.
- \* Internal control and security measures have been adequately undertaken by the Bank towards facilitating Information Technology (IT) based banking including generation of proper Management Information System (MIS).
- \* The system of internal control and the business processes have been strengthened including development of human resources towards creation of a compliance culture in the Bank.
- \* The efforts have been made to keep assets of the Bank safe along with liabilities and commitments are made transparent.
- \* The Financial Statements of the Bank have been prepared in accordance with International Financial Reporting Standards (IFRS) and contained full disclosure.

#### 41 RELATED PARTY TRANSACTIONS

While making any related party transactions the management always pays proper attention to economic efficiency and competitive pricing and necessary approval of Bangladesh Bank and other authorities had been obtained wherever applicable. Significant related party transactions of the Bank for the period January – December 2024 is given below:

Name of Organization	Relationship	Service Type	Transaction amount (Tk.)
Agro Food Services Ltd.	Common Directors/ Close family members Director	Office Rent	17,647,332.80
Rangs Workshop Ltd	-do-	Car repair and Services	91,269.00
Ranks Itt Ltd.	-do-	Network Connectivity fees	27,026,259.15
Dhs Motors	-do-	Car providers & Car repair and Services	138,073.00
Shield Security Service	-do-	Security Service providers	138,905,314.10
Reliance Insurance	-do-	Insurance Service	32,402,620.00
Ali Estates Limited	-do-	Office Rent	78,003,516.00
M/S. M Ahmed Tea & Land Co. Limited	-do-	Office Rent	396,000.00
Opex Fashions Limited	-do-	Office Rent	4,756,474.28
Rangs Industries Ltd	-do-	Electronics items provider	245,230.00
Rancon Industrial Solutions Limited	-do-	Machinery equipment's provider	3,537,219.00

During the year 2024, Directors and their interest in different entities are given in Annexure F:

##### 41.1 Key Management personnel compensation

Transactions with Key Management personnel of the Bank for the period January – December 2024 is given below:

Particulars	Amount Tk
Short-term employee benefit	221,893,703

Key Management personnel includes Managing Director, 02 no. Additional Managing Director, 08 nos. Deputy Managing Director including Company Secretary, Head of Internal Control & Compliance Division, 11 nos Senior Executive Vice President and Chief Financial Officer.

Key management personnel get car facilities and leave fare assistance as per existing company policy. In addition gratuity, benevolent and superannuation fund benefits are provided as per service rule if eligible.

#### 42 COVERAGE OF EXTERNAL AUDIT

The external auditors of the Bank, MABS & J Partners, Chartered Accountants worked about 8,650 person hours. They have reviewed more than 80% of the Bank's risk weighted assets as at the Balance Sheet date.

#### 43 SHARE TRADING

The bank started trading its ordinary shares in CDBL on 30 January 2006. The closing market price on 31 December 2024 was Tk. 17.00 (2023: Tk. 20.20) at DSE and Tk. 17.20 at CSE (2023: 20.50).

#### 44 EVENTS AFTER THE REPORTING PERIOD

The Board of Directors in its 552nd meeting held on April 30, 2025 has recommended 20% dividend (10% cash dividend and 10% stock dividend) subject to the approval of the shareholders at the next Annual General Meeting.

Other than this, no material events which have occurred after the reporting period which could affect the values stated in the financial statements.

# Bank Asia PLC. Highlights on the overall activities

as at and for the year ended 31 December 2024

Sl no.	Particulars	Amount in Taka		Amount in USD	
		2024	2023	2024	2023
1	Paid-up Capital	11,659,068,600	11,659,068,600	97,975,366	106,475,512
2	Total Capital	41,546,772,881	40,659,090,575	349,132,545	371,315,896
3	Capital (deficient)/surplus	14,928,498,493	15,940,532,380	125,449,567	145,575,638
4	Total Asset	532,901,817,662	474,147,764,550	4,478,166,535	4,330,116,571
5	Total Deposit	416,559,450,234	361,536,300,038	3,500,499,582	3,301,701,370
6	Total loans and advances / investments	293,725,599,998	291,325,043,145	2,468,282,353	2,660,502,677
7	Total contingent liabilities and commitments	139,954,350,025	152,124,712,085	1,176,086,975	1,389,266,777
8	Credit deposit ratio	64.13%	72.48%	64.13%	72.48%
9	Percentage of classified loans / investments against total loans and advances / investments	11.40%	6.70%	11.40%	6.70%
10	Profit after tax and provision	2,774,599,603	2,395,840,970	23,315,963	21,879,826
11	Amount of classified loans/investments during current year	33,477,951,970	19,510,359,705	281,327,327	178,176,801
12	Provisions kept against classified loans / investments	22,678,827,423	15,620,000,000	190,578,382	142,648,402
13	Provision surplus (shortfall) against classified loans / investments	56,344,446	42,043,418	473,483	383,958
14	Cost of fund	8.35%	7.00%	8.35%	7.00%
15	Interest earning assets	488,348,524,795	432,199,114,747	4,103,769,116	3,947,023,879
16	Non-interest earning assets	44,553,292,867	42,029,497,677	374,397,419	383,831,029
17	Return on investment (ROI) [PAT/(Shareholders' equity + Borrowing)]	4.81%	3.73%	4.81%	3.73%
18	Return on assets (ROA) [PAT/Average assets]	0.55%	0.51%	0.55%	0.51%
19	Income from investment	14,335,176,498	8,376,526,748	120,463,668	76,497,961
20	Capital to Risk Weighted Asset (CRAR)	15.61%	16.45%	15.61%	16.45%
21	Earnings per share/ Net income per share	2.06	1.72	2.06	1.72
22	Price earning ratio	8.25	11.92	8.25	11.92

Exchange rate used 1 USD equivalent to BDT 119 (2023 :109.50)

# Bank Asia PLC. Balance with other banks-Outside Bangladesh (Nostro Account)

as at 31 December 2024

Annex A

Name of the Bank	Account type	Currency type	2024		2023	
			FC amount	Exchange rate	Equivalent Taka	Exchange rate
<b>Conventional and Islamic banking:</b>						
<b>Interest bearing</b>						
Citibank NA, New York	CD	USD	4,255,389	120.00	510,646,674	9,298,813
Habib American Bank, New York	CD	USD	15,865,035	120.00	1,903,804,216	15,664,649
Mashreqbank psc, New York	CD	USD	14,103,615	120.00	1,692,433,828	-
Wells Fargo Bank N.A, New York	CD	USD	2,023,380	120.00	242,805,652	443,239
Zhejiang Chouzhou Commercial Bank (USD)	CD	USD	43,164	120.00	5,179,704	98,213
Zhejiang Chouzhou Commercial Bank (CNY)	CD	CNY	670,136	16.45	11,023,732	1,257,362
					<b>4,365,893,806</b>	<b>2,658,367,508</b>
<b>Non-interest bearing :</b>						
AB Bank Ltd, Mumbai	CD	ACU	507,579	120.00	60,909,538	67,810
AKTIF Bank, Istanbul -JPY	CD	JPY	6,803,383	0.77	5,238,605	2,857,516
Al Rajhi Bank, KSA	CD	SAR	192,784	31.95	6,159,442	519,786
AXIS Bank Ltd	CD	ACU	-	-	-	451,537
Bank Alfalah Limited , Karachi PAK (ACU )	CD	ACU	70,632	120.00	8,475,843	47,780
Bhutan National Bank Ltd, Thimphu	CD	USD	140,371	120.00	16,844,547	143,816
Citibank N.A., London	CD	GBP	31,205	150.95	4,710,453	11,281
Citibank N.A., London (EURO)	CD	EURO	895	120.00	107,382	857
Commerzbank AG, Frankfurt (EURO)	CD	EURO	367,881	125.30	46,095,470	317,503
Commerzbank AG, Frankfurt (USD)	CD	USD	171,814	120.00	20,617,648	141,571
Habib Metropolitan Bank Ltd, Karachi	CD	ACU	59,482	120.00	7,137,877	392,568
HDFC Bank Limited, Mumbai, India	CD	ACU	177,919	120.00	21,350,248	198,691
ICICI Bank Ltd, Hongkong	CD	USD	98,093	120.00	11,771,218	69,220
ICICI Bank Ltd, Mumbai	CD	ACU	-	-	-	580,201
JP Morgan Chase Bank, New York	CD	USD	43,933,195	120.00	5,271,983,343	3,418,516
Mashreqbank PSC (Dubai AE)	CD	AED	410,399	32.65	13,399,514	1,046,661
Mashreqbank psc, Mumbai (EURO)	CD	EURO	-	-	-	8,104
Muslim Commercial Bank Ltd, Colombo	CD	ACU	59,354	120.00	7,122,502	75,036
Nepal Bangladesh Bank Ltd, Kathmandu	CD	ACU	220,264	120.00	26,431,666	65,364
Riyad Bank, Riyadh ( SAR)	CD	SAR	7,937	31.95	253,587	44,557
Standard Chartered Bank, Mumbai	CD	ACU	150,687	120.00	18,082,472	10,034
Standard Chartered Bank, New York	CD	USD	-	-	-	151,237
Wells Fargo Bank N.A, London	CD	EURO	-	-	-	1,222,967
Zurcher Kantonal Bank, Switzerland	CD	CHF	7,920	134.30	1,063,590	18,245
					<b>5,547,754,945</b>	<b>822,415,059</b>
<b>Off-shore banking unit:</b>						
Commerzbank AG, Frankfurt	CD	EURO	1,365,368	119.00	162,478,818	25,801
Habib American Bank, New York	CD	USD	1,016,004	119.00	120,904,472	732,792
Sonali Bank, London	CD	GBP	3	190.85	626	3
					<b>263,383,916</b>	<b>84,055,240</b>
					<b>10,197,032,667</b>	<b>3,564,837,807</b>

# Bank Asia PLC. Investment in Shares

as at 31 December 2024

Annex B

SL. No.	Name of the company	Face value	No. of shares including bonus shares	Cost of holding	Cost of Per Share	"Quoted rate per share as at 31 Dec 2024"	"Total market value as at 31 Dec 2024"	"Unrealized profit/ (loss) as at 31 Dec 2024"
<b>Quoted Shares</b>								
1	AB Bank PLC.	10	167,660	9,721,019	57.98	7.70	1,290,982	(8,430,037)
2	Dhaka Bank PLC.	10	658,548	15,811,737	24.01	10.90	7,178,173	(8,633,564)
3	Exim Bank PLC.	10	1,924,051	38,577,223	20.05	7.20	13,853,167	(24,724,056)
4	Golden Son Limited	10	119,185	8,586,791	72.05	14.90	1,775,857	(6,810,934)
5	Lanka Bangla Finance PLC.	10	1,310,017	59,762,976	45.62	18.60	24,366,316	(35,396,660)
6	Mercantile Bank PLC.	10	570,314	10,493,778	18.40	10.30	5,874,234	(4,619,544)
7	Phoenix Finance and Investments Limited	10	1,398,248	49,440,057	35.36	3.20	4,474,394	(44,965,663)
8	Prime Finance & Investment Limited	10	72,576	12,001,821	165.37	4.30	312,077	(11,689,744)
9	Prime Insurance Company Limited	10	6,362	574,298	90.27	35.60	226,487	(347,811)
10	Southeast Bank PLC.	10	1,563,801	34,749,467	22.22	9.00	14,074,209	(20,675,258)
11	United Commercial Bank PLC.	10	3,341,853	63,795,974	19.09	9.20	30,745,048	(33,050,926)
12	Energypac Power Generation Limited	10	1,192,800	49,978,320	41.90	12.70	15,148,560	(34,829,760)
<b>A. Provision requirement for quoted shares</b>				<b>353,493,461</b>			<b>119,319,504</b>	<b>(234,173,957)</b>
Available cash balance				110,556,233				
				<b>464,049,694</b>				
<b>Close-End Mutual Fund</b>								
13	1st Janata Bank Mutual Fund	10	7,248,082	50,000,169	6.90	3.30	23,918,671	(26,081,498)
14	MBL 1st Mutual Fund	10	5,000,000	50,000,000	10.00	3.90	19,500,000	(30,500,000)
15	EBL NRB Mutual Fund	10	22,376,041	149,665,000	6.69	3.50	78,316,144	(71,348,856)
16	First Bangladesh Fixed Income Fund	10	38,807,348	250,000,000	6.44	3.40	131,944,983	(118,055,017)
17	EXIM Bank 1st Mutual Fund	10	17,078,783	119,209,905	6.98	3.20	54,652,106	(64,557,799)
<b>B. Provision requirement for Mutual Fund as per BB Circular</b>				<b>90,510,254</b>			<b>308,331,904</b>	<b>(310,543,170)</b>

# Bank Asia PLC. Investment in Shares

as at 31 December 2024

Sl. No.	Name of the company	Face value	No. of Shares including bonus Share	Cost of holding	Per Unit cost	Unquoted Rate		Unrealized profit (loss)
						Per share (NAV)	Total book value	
<b>Un Quoted Shares</b>								
1	Industrial and Infrastructure Development Finance Co. Ltd.	10	13,380,903	59,000,260	4.41	(19.05)	(59,000,260)	(59,000,260)
2	Central Depository Bangladesh Limited	10	1,142,361	3,138,890	2.75	40.30	46,037,148	-
3	SEML PBSL Fixed Income Fund	10	5,000,000	50,000,000	10.00	9.93	49,650,000	(350,000)
4	Bangladesh Rating Agency Limited	100	32,015	3,201,512	100.00	5.72	183,126	(3,018,386)
5	ERA InfoTech Ltd	100	97,843	191,926	1.96	263.80	25,810,983	-
6	UFS Bank Asia Unit Fund	10	2,900,000	29,000,000	10.00	12.46	36,134,000	(29,000,000)
<b>C. Unrealized profit of unquoted stocks</b>							<b>98,814,997</b>	<b>(91,368,646)</b>
7	Provision required for Meghna Cement Mills Ltd		<b>22,553,122</b>	<b>144,532,588</b>				<b>(162,500,000)</b>
8	Provision required for subsidiaries							<b>(103,020,156)</b>
<b>D. Provision for unquoted stock</b>								<b>(356,888,802)</b>
<b>E. Total Provision Requirement (A+B+D)</b>								<b>(901,605,929)</b>
<b>F. Provision maintained</b>								<b>1,033,383,553</b>
<b>G. Provision Excess / (Shortfall) for quoted and unquoted share</b>								<b>131,777,624</b>

Considered quoted and unquoted shares together as part of its investment portfolio for required provision calculation.

# Bank Asia PLC. Conventional Banking, Islamic Banking and Off-shore Banking unit Schedule of fixed assets including premises, furniture and fixtures

as at 31 December 2024

Annex C-1

Particulars	Cost			Rate of dep. %	Depreciation			Written down value as at 31 Dec 2024
	Balance as at 01 Jan 2024	Addition during the year	Disposal/adjustment during the year		Balance as at 01 Jan 2024	Charged during the year	Charged from Revaluation reserve during the year	
<b>Own assets</b>								
Land	2,626,833,266	-	-	-	-	-	-	2,626,833,266
Building	3,309,685,883	334,278	-	5	1,938,967,986	124,403,961	53,715,252	2,117,087,199
Furniture and fixtures	1,736,309,371	64,203,400	(1,125,000)	20	1,400,481,883	114,600,071	-	1,514,469,455
Machinery & Equipments	1,752,845,944	81,940,901	-	20	1,335,194,667	158,573,372	(612,499)	284,918,316
Computer and accessories	758,821,040	13,249,927	-	20	521,870,704	60,362,371	-	341,018,806
Motor vehicles	260,948,562	9,349,940	(8,892,905)	20	216,042,681	15,989,710	(8,892,903)	189,837,892
<b>Sub-total</b>	<b>10,445,444,066</b>	<b>169,078,446</b>	<b>(10,017,905)</b>	<b>16.67</b>	<b>5,412,557,921</b>	<b>473,929,485</b>	<b>53,715,252</b>	<b>5,930,697,256</b>
<b>Leased assets</b>								
Furniture and fixtures	167,162,848	-	-	20	167,162,848	-	-	167,162,848
Machinery & Equipments	106,201,139	-	-	20	106,201,139	-	-	106,201,139
Computer and accessories	72,204,100	-	-	20	72,204,100	-	-	72,204,100
Motor vehicles	9,000,000	-	-	20	9,000,000	-	-	9,000,000
<b>Sub-total</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>20</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>
<b>Total</b>	<b>10,800,012,153</b>	<b>169,078,446</b>	<b>(10,017,905)</b>	<b>16.67</b>	<b>5,767,126,008</b>	<b>473,929,485</b>	<b>53,715,252</b>	<b>6,285,265,343</b>
<b>Intangible assets</b>								
Corporate Membership <sup>1</sup>	24,000,000	-	-	-	24,000,000	-	-	24,000,000
<b>Sub-total</b>	<b>24,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,000,000</b>	<b>-</b>	<b>-</b>	<b>24,000,000</b>
<b>Work in progress - building<sup>(2)</sup></b>								
Kawran bazar building	-	1,808,610	-	-	1,808,610	-	-	1,808,610
Renovation & Decoration	26,872,891	6,231,462	(1,434,000)	-	31,670,353	-	-	31,670,353
<b>Sub-total</b>	<b>26,872,891</b>	<b>8,040,072</b>	<b>(1,434,000)</b>	<b>-</b>	<b>33,478,963</b>	<b>-</b>	<b>-</b>	<b>33,478,963</b>
<b>Total</b>	<b>10,850,985,044</b>	<b>177,118,518</b>	<b>(11,451,905)</b>	<b>16.67</b>	<b>5,767,126,008</b>	<b>473,929,485</b>	<b>53,715,252</b>	<b>6,285,265,343</b>
<b>Right-of-use assets</b>								
Office space <sup>(3)</sup>	2,295,237,704	59,908,722	-	15	1,528,402,590	345,521,785	-	1,873,924,375
ATM	46,018,613	-	-	15	18,194,010	9,488,400	-	27,682,410
<b>Sub-total</b>	<b>2,341,256,317</b>	<b>59,908,722</b>	<b>-</b>	<b>15</b>	<b>1,546,596,600</b>	<b>355,010,185</b>	<b>-</b>	<b>1,901,606,785</b>
<b>Grand Total</b>	<b>13,192,141,361</b>	<b>237,027,240</b>	<b>(11,451,905)</b>	<b>16.67</b>	<b>7,313,722,608</b>	<b>828,939,670</b>	<b>53,715,252</b>	<b>8,186,872,128</b>

1. Membership fees to Baridhara Cosmopolitan Club Limited (BCCL)

2. Office Renovation includes furniture, fixtures etc.

3. Right-of-use assets arises for implementing of the "IFRS 16: Lease". This amount comprises lease liabilities (ref: Note 13.1.10) and initial payment for executing the contract.

# Bank Asia PLC. Conventional Banking, Islamic Banking and Off-shore Banking unit Schedule of fixed assets including premises, furniture and fixtures

as at 31 December 2023

Particulars	Cost			Rate of dep. %	Depreciation				Written down value as at 31 Dec 2023
	Balance as at 01 Jan 2023	Addition during the year	Disposal/adjustment during the year		Balance as at 31 Dec 2023	Charged during the year	Charged from Revaluation reserve during the year	Disposal/adjustment during the year	
<b>Own assets</b>									
Land	2,646,764,306	-	(19,931,040)	2,626,833,266	-	-	-	-	2,626,833,266
Building	3,278,306,682	11,448,161	19,931,040	3,309,685,883	5	1,750,014,955	135,237,779	53,715,252	1,938,967,986
Furniture and fixtures	1,675,529,937	67,141,476	(6,362,042)	1,736,309,371	20	1,289,519,770	116,332,230	(5,370,117)	1,400,481,883
Machinery & Equipments	1,693,976,877	98,809,517	(39,940,450)	1,752,845,944	20	1,196,216,348	178,918,769	(39,940,450)	1,335,194,667
Computer and accessories	536,115,440	223,204,400	(498,800)	758,821,040	20	478,101,497	44,363,599	(594,392)	521,870,704
Motor vehicles	286,585,354	-	(25,636,792)	260,948,562	16.67	215,774,403	25,809,476	(25,541,198)	216,042,681
<b>Sub-total</b>	<b>10,117,278,596</b>	<b>400,603,554</b>	<b>(72,438,084)</b>	<b>10,445,444,066</b>	<b>4,929,626,973</b>	<b>500,661,853</b>	<b>53,715,252</b>	<b>(71,446,157)</b>	<b>5,412,557,921</b>
<b>Leased assets</b>									
Furniture and fixtures	167,162,848	-	-	167,162,848	20	167,162,848	-	-	167,162,848
Machinery & Equipments	106,201,139	-	-	106,201,139	20	106,201,139	-	-	106,201,139
Computer and accessories	72,204,100	-	-	72,204,100	20	72,204,100	-	-	72,204,100
Motor vehicles	9,000,000	-	-	9,000,000	20	9,000,000	-	-	9,000,000
<b>Sub-total</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>
<b>Total</b>	<b>10,471,846,683</b>	<b>400,603,554</b>	<b>(72,438,084)</b>	<b>10,800,012,153</b>	<b>5,284,195,060</b>	<b>500,661,853</b>	<b>53,715,252</b>	<b>(71,446,157)</b>	<b>5,767,126,008</b>
<b>Intangible assets</b>									
Corporate Membership <sup>1</sup>	24,000,000	-	-	24,000,000	-	-	-	-	24,000,000
<b>Work in progress -building<sup>2</sup></b>									
Kawran bazar building	-	-	-	-	-	-	-	-	-
Renovation & Decoration	10,000,000	16,872,891	-	26,872,891	-	-	-	-	26,872,891
<b>Total</b>	<b>10,505,846,683</b>	<b>417,476,445</b>	<b>(72,438,084)</b>	<b>10,850,885,044</b>	<b>5,284,195,060</b>	<b>500,661,853</b>	<b>53,715,252</b>	<b>(71,446,157)</b>	<b>5,767,126,008</b>
<b>Right-of-use assets</b>									
Office space <sup>3</sup>	1,566,361,844	792,458,162	(63,582,302)	2,295,237,704	1,191,403,382	336,999,208	-	-	1,528,402,590
ATM	27,516,272	18,502,341	-	46,018,613	8,215,376	9,978,634	-	-	18,194,010
<b>Sub-total</b>	<b>1,593,878,116</b>	<b>810,960,503</b>	<b>(63,582,302)</b>	<b>2,341,256,317</b>	<b>1,199,618,758</b>	<b>346,977,842</b>	<b>-</b>	<b>-</b>	<b>1,546,596,600</b>
<b>Grand Total</b>	<b>12,099,724,799</b>	<b>1,228,436,948</b>	<b>(136,020,386)</b>	<b>13,192,141,361</b>	<b>6,483,813,818</b>	<b>847,639,695</b>	<b>53,715,252</b>	<b>(71,446,157)</b>	<b>5,878,418,753</b>

1. Membership fees to Bardhara Cosmopolitan Club Limited (BCCL)

2. Office Renovation includes furniture, fixtures etc.

3. Right-of-use assets arises for implementing of the "IFRS 16: Lease". This amount comprises lease liabilities (ref. Note 13.1.10) and initial payment for executing the contract.

# Bank Asia PLC. and its Subsidiaries Consolidated Schedule of fixed assets including premises, furniture and fixtures

as at 31 December 2024

Annex C-3

Particulars	Cost			Rate of dep. %	Depreciation				Written down value as at 31 Dec 2024
	Balance as at 01 Jan 2024	Addition during the year	Disposal/adjustment during the year		Balance as at 31 Dec 2024	Charged during the year	Charged from Revaluation reserve during the year	Disposal/adjustment during the year	
<b>Own assets</b>									
Land	2,626,833,266	-	-	2,626,833,266	0	-	-	-	2,626,833,266
Building	3,330,109,386	334,278	1,763,608	3,332,207,272	5	1,955,790,399	124,403,961	53,715,252	2,137,586,768
Furniture and fixtures	1,781,690,013	64,760,950	(1,125,000)	1,845,325,963	20	1,429,852,861	121,045,646	-	1,550,286,008
Machinery & Equipments	1,774,223,726	85,517,030	384,300	1,860,125,056	20	1,351,195,596	161,613,467	-	1,513,198,209
Computer and accessories	776,390,341	15,786,371	-	792,176,712	20	533,086,587	62,524,028	-	595,610,615
Motor vehicles	260,948,562	9,349,940	(8,892,905)	261,405,597	16.67	216,042,681	15,989,710	(8,893,073)	223,139,318
<b>Sub-total</b>	<b>10,550,195,294</b>	<b>175,748,569</b>	<b>(7,869,997)</b>	<b>10,718,073,866</b>	<b>5.485,968,124</b>	<b>485,576,812</b>	<b>53,715,252</b>	<b>(5,439,270)</b>	<b>6,019,820,917</b>
<b>Leased assets</b>									
Furniture and fixtures	167,162,848	-	-	167,162,848	20	167,162,848	-	-	167,162,848
Machinery & Equipments	106,201,139	-	-	106,201,139	20	106,201,139	-	-	106,201,139
Computer and accessories	72,204,100	-	-	72,204,100	20	72,204,100	-	-	72,204,100
Motor vehicles	9,000,000	-	-	9,000,000	20	9,000,000	-	-	9,000,000
<b>Sub-total</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>	<b>-</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>
<b>Total</b>	<b>10,904,763,381</b>	<b>175,748,569</b>	<b>(7,869,997)</b>	<b>11,072,641,953</b>	<b>5.840,536,211</b>	<b>485,576,812</b>	<b>53,715,252</b>	<b>(5,439,270)</b>	<b>6,374,389,004</b>
<b>Intangible assets</b>									
Corporate Membership <sup>1</sup>	24,000,000	-	-	24,000,000	-	-	-	-	24,000,000
<b>Sub-total</b>	<b>24,000,000</b>	<b>-</b>	<b>-</b>	<b>24,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,000,000</b>
<b>Work in progress -building<sup>2)</sup></b>									
Kawran bazar building	-	1,808,610	-	1,808,610	-	-	-	-	1,808,610
Renovation & Decoration	26,872,891	6,231,462	(1,434,000)	31,670,353	-	-	-	-	31,670,353
<b>Total</b>	<b>26,872,891</b>	<b>8,040,072</b>	<b>(1,434,000)</b>	<b>33,478,963</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33,478,963</b>
<b>Grand Total</b>	<b>10,955,636,272</b>	<b>183,788,641</b>	<b>(9,303,997)</b>	<b>11,130,120,916</b>	<b>5.840,536,211</b>	<b>485,576,812</b>	<b>53,715,252</b>	<b>(5,439,270)</b>	<b>6,374,389,004</b>
<b>Right-of-use assets</b>									
Office space <sup>3)</sup>	2,390,295,291	62,169,972	(3,922,495)	2,448,542,768	1.576,063,556	357,165,367	-	-	1,933,228,923
ATM	46,018,613	-	-	46,018,613	18,194,010	9,488,400	-	-	27,682,410
<b>Sub-total</b>	<b>2,436,313,904</b>	<b>62,169,972</b>	<b>(3,922,495)</b>	<b>2,494,561,381</b>	<b>1,594,257,566</b>	<b>366,653,767</b>	<b>-</b>	<b>-</b>	<b>1,960,911,333</b>
<b>Grand Total</b>	<b>13,391,950,176</b>	<b>245,958,613</b>	<b>(13,226,492)</b>	<b>13,624,682,297</b>	<b>7,434,793,777</b>	<b>852,230,578</b>	<b>53,715,252</b>	<b>(5,439,270)</b>	<b>8,335,300,337</b>

1. Membership fees to Baridhara Cosmopolitan Club Limited (BCCL)

2. Office Renovation includes furniture, fixtures etc.

3. Right-of-use assets arises for implementing of the "FRS 16: Lease". This amount comprises lease liabilities (ref: Note 13.1.10) and initial payment for executing the contract.

# Bank Asia PLC. and its Subsidiaries Consolidated Schedule of fixed assets including premises, furniture and fixtures

Annex C-4

as at 31 December 2023

Particulars	Cost			Rate of dep. %	Depreciation				Written down value as at 31 Dec 2023	
	Balance as at 01 Jan 2023	Addition during the year	Disposal/adjustment during the year		Balance as at 31 Dec 2023	Charged during the year	Charged from Revaluation reserve during the year	Disposal/adjustment during the year		Balance as at 31 Dec 2023
<b>Own assets</b>										
Land	2,646,764,306	-	(19,931,040)	2,626,833,266	0	-	-	-	2,626,833,266	
Building	3,293,890,517	14,880,767	23,734,378	3,332,505,662	5	1,764,795,525	135,923,094	53,715,252	4,763,285	1,959,197,156
Furniture and fixtures	1,711,112,801	78,207,915	(7,427,843)	1,781,892,873	20	1,310,480,442	124,742,536	-	(5,370,117)	1,429,852,861
Machinery & Equipments	1,712,114,518	102,012,055	(39,365,441)	1,774,761,132	20	1,208,988,250	181,616,383	-	(42,911,391)	1,347,693,242
Computer and accessories	550,184,741	223,567,858	(498,800)	773,253,799	20	487,938,167	45,742,813	-	(498,798)	533,182,182
Motor vehicles	286,585,354	-	(25,636,792)	260,948,562	16.67	215,774,404	25,809,476	-	(25,541,198)	216,042,682
<b>Sub-total</b>	<b>10,200,652,237</b>	<b>418,668,595</b>	<b>(69,125,538)</b>	<b>10,550,195,294</b>	<b>4,987,976,788</b>	<b>513,834,302</b>	<b>53,715,252</b>	<b>(69,558,219)</b>	<b>5,485,968,123</b>	<b>5,064,227,171</b>
<b>Leased assets</b>										
Furniture and fixtures	167,162,848	-	-	167,162,848	20	167,162,848	-	-	-	167,162,848
Machinery & Equipments	106,201,139	-	-	106,201,139	20	106,201,139	-	-	-	106,201,139
Computer and accessories	72,204,100	-	-	72,204,100	20	72,204,100	-	-	-	72,204,100
Motor vehicles	9,000,000	-	-	9,000,000	20	9,000,000	-	-	-	9,000,000
<b>Sub-total</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>	<b>-</b>	<b>354,568,087</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>354,568,087</b>
<b>Total</b>	<b>10,555,220,324</b>	<b>418,668,595</b>	<b>(69,125,538)</b>	<b>10,904,763,381</b>	<b>5,342,544,875</b>	<b>513,834,302</b>	<b>53,715,252</b>	<b>(69,558,219)</b>	<b>5,840,536,210</b>	<b>5,064,227,171</b>
<b>Intangible assets</b>										
Corporate Membership <sup>1</sup>	24,000,000	-	-	24,000,000	-	-	-	-	-	24,000,000
<b>Total</b>	<b>24,000,000</b>	<b>-</b>	<b>-</b>	<b>24,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,000,000</b>
<b>Work in progress -building</b>										
Renovation & Decoration	10,000,000	16,872,891	-	26,872,891	-	-	-	-	-	26,872,891
<b>Total</b>	<b>10,000,000</b>	<b>16,872,891</b>	<b>-</b>	<b>26,872,891</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,872,891</b>
<b>Grand Total</b>	<b>10,589,220,324</b>	<b>435,541,486</b>	<b>(69,125,538)</b>	<b>10,955,636,272</b>	<b>5,342,544,875</b>	<b>513,834,302</b>	<b>53,715,252</b>	<b>(69,558,219)</b>	<b>5,840,536,210</b>	<b>5,115,100,062</b>
<b>Right-of-use assets</b>										
Office space <sup>2</sup>	1,664,903,580	792,458,162	(67,066,451)	2,390,295,291	1,226,867,048	349,196,509	-	-	-	1,576,063,557
ATM	27,516,272	18,502,341	-	46,018,613	8,215,376	9,978,634	-	-	-	18,194,010
<b>Sub-total</b>	<b>1,692,419,852</b>	<b>810,960,503</b>	<b>(67,066,451)</b>	<b>2,436,313,904</b>	<b>1,235,082,424</b>	<b>359,175,143</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,594,257,567</b>
<b>Grand Total</b>	<b>12,281,640,176</b>	<b>1,246,501,989</b>	<b>(136,191,989)</b>	<b>13,391,950,176</b>	<b>6,577,627,299</b>	<b>873,009,444</b>	<b>53,715,252</b>	<b>(69,558,219)</b>	<b>7,434,793,776</b>	<b>5,957,156,399</b>

1. Membership fees to Baridhara Cosmopolitan Club Limited (BCCL)

2. Office Renovation includes furniture, fixtures etc.

3. Right-of-use assets arises for implementing of the "IFRS 16: Lease". This amount comprises lease liabilities (ref. Note 13.1.10) and initial payment for executing the contract.

# Bank Asia PLC. Statement of tax position

Annex D

as at 31 December 2024

Accounting year	Assessment year	Status
2000	2001-2002	Assessment Finalized
2001	2002-2003	Assessment Finalized
2002	2003-2004	Assessment Finalized
2003	2004-2005	Assessment Finalized
2004	2005-2006	Assessment Finalized
2005	2006-2007	Assessment Finalized
2006	2007-2008	Assessment Finalized
2007	2008-2009	Assessment Finalized
2008	2009-2010	Assessment Finalized
2009	2010-2011	Assessment Finalized
2010	2011-2012	At Honorable High Court stage
2011	2012-2013	At Honorable High Court stage
2012	2013-2014	Assessment Finalized
2013	2014-2015	Assessment Finalized
2014	2015-2016	Assessment Finalized
2015	2016-2017	Assessment Finalized
2016	2017-2018	Assessment Finalized
2017	2018-2019	Assessment Finalized
2018	2019-2020	Assessment Finalized
2019	2020-2021	Assessment Finalized
2020	2021-2022	Assessment Under Appellate Tribunal Level
2021	2022-2023	Assessment Finalized
2022	2023-2024	Assessment Under DCT Level
2023	2023-2024	Return Submitted

# Bank Asia PLC.

## Details of Large Loan

Annex E

as at 31 December 2024

	2024	2023
<b>Number of clients</b>	14	12
<b>Amount of outstanding advances (Taka)</b>	94,387	85,746
<b>Amount of classified advances (Taka)</b>	-	-
<b>Measures taken for recovery (Taka)</b>	-	-

### Client-wise break up is as follows

Amount in million

Sl. No.	Name of clients	Outstanding (Taka) 2024			Outstanding (Taka) 2023		
		Funded	Non Funded	Total	Funded	Non Funded	Total
1	Kabir Group	2,742	1,727	4,469	-	-	-
2	Akij Bashir Group	4,218	600	4,819	-	-	-
3	AKIJ Resources Group	2,959	1,504	4,464	-	-	-
4	Akij Venture Group	3,888	2,184	6,071	3,199	3,566	6,765
5	X-Index Group	4,641	600	5,241	4,806	1,041	5,847
6	Abul Khair	2,935	4,077	7,012	2,207	3,380	5,587
7	Meghna Group	382	7,458	7,840	3,438	4,385	7,823
8	ACI Group	4,977	2,916	7,893	4,890	3,623	8,513
9	Summit Group	4,207	3,131	7,338	5,566	2,779	8,345
10	BSRM	4,966	3,865	8,832	3,863	3,779	7,642
11	Bashundhara Group	7,565	-	7,565	7,148	77	7,225
12	CITY Group	6,023	2,985	9,008	6,040	1,991	8,030
13	Pran RFL Group	1,947	4,153	6,100	4,306	4,553	8,858
14	Echotex Group	2,757	4,978	7,735	1,565	4,424	5,989
15	MAX Group	-	-	-	3,012	2,110	5,122
	<b>Total</b>	<b>54,207</b>	<b>40,179</b>	<b>94,387</b>	<b>50,040</b>	<b>35,706</b>	<b>85,747</b>

# Bank Asia PLC.

## Names of Directors and their interest in different entities

Annex F

as at 31 December 2024

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
			Bank Asia PLC.
			Ranks Telecom Limited
			Softex Communications Limited
			Ranks ITT Limited
			Shield Security Services Limited
			Rangs Properties Limited
			Rangs Limited
			Rangs Workshop Limited
			Rancon Motors Limited
			Rancon Automobiles Limited
			Rangs Industries Ltd.
			Rancon Electronics Limited
			Rancon Engineering Limited
			Rancon Holdings Limited
			Rancon Car Hubs Limited
			Rancon Infrastructure & Engineering Limited
1.	<b>Mr. Romo Rouf Chowdhury</b>	Chairman	Rancon Electronic Limited
			Rancon Oceana Limited
			Inspace Architects Limited
			Rancon Auto Industries Limited
			Rancon Industrial Solutions Ltd.
			Rancon Sea Fishing Limited
			Rancon Trucks & Buses Limited
			Rancon Motor Bikes Limited
			Rancon Eccessories Limited
			Ranks Agro Bioteq Limited
			Metro Foils Limited
			Agro Food Services Limited
			Sea Resources Limited
			Sea Fishers Limited
			Deep Sea Fishers Limited
			Sea Resources Agencies Limited
			Fishers Shipyard Limited
			Seamans Dockyard and Fish Meal Ltd.

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
2	<b>Ms. Zakia Rouf Chowdhury</b> (Representing Amiran Generations Limited)	Vice Chairman	Bank Asia PLC.
			Ranks Telecom Limited
			Rangs Pharmaceuticals Limited
			Shield Security Services Limited
			Ranks ITT Limited
			Rangs Properties Limited
			Rangs Limited
			Rangs Workshop Limited
			Rancon Motors Limited
			Rangs Industries Ltd.
			Ranks Petroleum Limited
			Rangs Motors Limited
			Rancon Engineering Limited
			Rancon Autos Limited
			Rancon Automobiles Limited
			Rancon Motor Bikes Limited
			Ranks Agro Bioteq Limited
			Metro Foils Limited
			Sea Resources Limited
			Sea Fishers Limited
			Sea Resources Agencies Limited
			Fishers Shipyard Limited
			Sea Resources Cold Storage Limited
Seamans Dockyard and Fish Meal Ltd.			
Ranks Commercial Vehicles Limited			
Ranks Appliance Limited			
Ranks Dolonchapa Express Ltd.			
Rancon Electronic Limited			
3	<b>Mr. Rume A Hossain</b>	Director	Bank Asia PLC.
			Rangs Industries Ltd.
			Ranks Telecom Limited
			Rangs Pharmaceuticals Limited
			Ranks ITT Limited
			Ranks Petroleum Ltd.
Romask Limited			

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
			Bank Asia PLC.
			Ranks Telecom Limited
			Rangs Pharmaceuticals Limited
			Mavis Ispat Limited
			Shield Security Services Limited
			Ranks ITT Limited
			Rangs Properties Limited
			Rangs Limited
			Rangs Workshop Limited
			Rancon Motors Limited
			Rangs Industries Ltd.
			Rancon Autos Limited
			Rangs Motors Limited
			Rancon Automobiles Limited
			Ranks Interiors Limited
			Ranks Real Estate Limited
			Rangs Motors Workshop Limited
			Ranks Agro Bioteq Limited
			Sash Limited
			Metro Foils Limited
			Agro Food Services Ltd.
			Sea Resources Limited
			Sea Fishers Limited
			Deep Sea Fishers Limited
			Sea Resources Agencies Limited
			Fishers Shipyard Limited
			Sea Resources Cold Storage Limited
			Seamans Dockyard and Fish Meal Ltd.
			SRL Marine Product Ltd.
			Amiran Romana Ltd.
			Amreen Romana Ltd.
			Sea Natural Ltd.
			Sea Natural Food Ltd.
			Romask Limited
4.	<b>Ms. Romana Rouf Chowdhury</b> (Representing Maya Limited)	Director	

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
5.	<b>Ms. Farhana Haq</b>	Director	Bank Asia PLC.
			DHS Motors Limited
			Platform Solutions Limited
			Ali Estates Limited
			Rancon Home Solutions Limited
			DHS Automobiles Limited
			Platform Services Limited
			DHS Commercial Vehicles Limited
			DHS Autos Limited
			DHS Motor Bikes Limited
6.	<b>Mr. Enam Chowdhury</b> (Representing Zest Polymers Limited)	Director	Bank Asia PLC.
			Sea Resources Limited
			Sea Fishers Limited
			Deep Sea Fishers Limited
			Sea Resources Cold Storage Limited
			Sea Resources Agencies Limited
			Rangs Pharmaceuticals Limited
			Fishers Shipyard Limited
			Tiger Digital Ventures Limited
			Agro Food Services Ltd.
SEAMUMS Cold Storage Limited			
ISECORP Limited			
7.	<b>Mr. Nafees Khundker</b>	Director	Bank Asia PLC.
			Ranks Telecom Limited
			Rangs Pharmaceuticals Limited
			Sash Limited
			Ranks Interiors Limited
			Rangs Motors Workshop Limited
			DHS Motors Limited
			Ranks Power Tech Limited
Ranks Construction Ltd.			
8.	<b>Mr. Sabeth Nayeem Choudhury</b> (Representing Phulbari Tea Estates Ltd.)	Director	Bank Asia PLC.
			M. Ahmed Tea & Lands Co. Ltd.
			Phulbari Tea Estates Ltd.
			Premier Dyeing & Calendaring Ltd.
			M. Ahmed Cold Storage Ltd.
			M. Ahmed Food & Spices Ltd.
M. Ahmed Real Estates Ltd.			
9.	<b>Mr. Md. Abul Quasem</b> (Independent Director)	Director	Anwar Galvanizing Ltd.
			Bank Asia PLC.
10.	<b>Mr. M. A. Baqui Khalily</b> (Independent Director)	Director	Baraka Patenga Power Limited
			Bank Asia PLC.

# Bank Asia PLC. Islamic Banking Operations

Annex G

as at and for the year ended 31 December 2024

The operation of our Islamic Banking is totally different from the Bank's conventional operation as the former operates their business on the basis of Islamic Shariah. Accounting system is vital for ensuring Shariah compliance in such banking operation. Our Islamic Banking operation is committed to follow the accounting principles that refrain from interest. In a nutshell, we follow under noted principles for accounting under its Islamic Banking umbrella, run through a separate Islamic Banking software namely i-HIKMAH.

## 1. Deposit Collection and income Sharing Ratio (ISR) based Profit Distribution

For procuring funds from depositors, our Islamic Banking follows Al-Wadiah and Mudaraba principles. In case of Al-Wadiah Account, no profit is allowed at present. But for Mudaraba depositors, Bank Asia as the first Bank in Bangladesh, follows Income Sharing technique. It is different from traditional Weightage System so far practiced by almost all Islamic Banking operators in the country.

Income sharing module of Bank Asia has been appreciated by different quarters/institutions/organizations, particularly by the Central Shariah Board for Islamic Banks of Bangladesh and Islamic Banks Consultative Forum. Our module offers pre-defined Income Sharing Ratio (ISR) for each type of depositor and the Bank. The ISR determines the portion of income for each type of depositor and the Bank. For example, the ISR of 75 : 25 would mean that 75% of distributable income is to be shared by the concerned depositors and the rest 25% to be shared by the Bank. The ISR between each type of Mudaraba depositors and the Bank (Mudarib) are duly disclosed at the time of Account opening and/or beginning of the concerned period. Profit rate is emerged at actual, as derived from the income fetched from deployment of the concerned fund. As such our rate of profit on deposit under Islamic Banking is nothing but a post facto expression of the respective agreed sharing ratios. Our profit rate is an output based on the Bank's earning on investment.

### The ISR declared on Mudaraba deposits for the year 2024

Types of Mudaraba Deposit	Distributable Investment Income Sharing Ratio (ISR) w.e.f. 01.08.2023	
	Client	Bank
Mudaraba Term Deposit Account (MTDA) 1 month tenure	50%	50%
Mudaraba Term Deposit Account (MTDA) 2 month tenure	50%	50%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Institute) (Below Tk.1 Crore)	80%	20%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Institute) (Tk.1 Crore & below 10 Crore)	86%	14%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Institute) (Tk.10 Crore & above)	88%	12%
Mudaraba Term Deposit Account (MTDA) 6 month tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 6 month tenure (Institute)	86%	14%
Mudaraba Term Deposit Account (MTDA) 1 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 1 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 2 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 2 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 3 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 3 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 4 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 4 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 5 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 5 Year tenure (Institute)	90%	10%
Corporate Term Deposit Account (CTDA) 3 month tenure (Tk. 1 Crore and below 10 Crore)	86%	14%
Corporate Term Deposit Account (CTDA) 3 month tenure (Tk. 10 Crore and above)	88%	12%
Corporate Term Deposit Account (CTDA) 6 month tenure (Tk. 1 Crore and below 10 Crore)	88%	12%
Corporate Term Deposit Account (CTDA) 6 month tenure (Tk. 10 Crore and above)	90%	10%
Corporate Term Deposit Account (CTDA) 1 Year tenure (Tk. 1 Crore and below 10 Crore)	90%	10%
Corporate Term Deposit Account (CTDA) 1 Year tenure (Tk. 10 Crore and above)	90%	10%
Mudaraba Monthly Profit Paying Deposit (MMPPD)- 1 - 2 years	85%	15%
Mudaraba Monthly Profit Paying Deposit (MMPPD)- 3-5 years	90%	10%
Mudaraba Deposit Pension Scheme (MDPS) 3 – 12 Years	85%	15%

Types of Mudaraba Deposit	Distributable Investment Income Sharing Ratio (ISR) w.e.f. 01.08.2023	
	Client	Bank
Mudaraba Hajj Savings Scheme (MHSS) 1 Year – 10 Years	90%	10%
Cash Waqf	90%	10%
Mudaraba Savings Account (MSA)	45%	55%
Mudaraba Savings Account-Staff (MSA-Staff)	45%	55%
Mudaraba Savings Account - Smart (MSA - Smart)	45%	55%
Mudaraba Corporate Privilege Savings Account (MCPSA)	45%	55%
Mudaraba Special Notice Deposit Account (MSND)	40%	60%
Smart Junior Saver (School Banking)	50%	50%

## 2. Investment Operation and Return Thereon

Investments of our Islamic Banking are broadly categorized in the following two types in respect of charging (rate of) return:

- a. Fixed return based investment
- b. Variable return based investment

Fixed return based investment system is applicable for our Bai-Murabaha Muajjal Investment mode. Under this mode, Bank sells the goods to a client at a fixed profit /mark-up on deferred payment including post import basis. Hire Purchase Shirkatul Melk (HPSM) is also a fixed return based investment mode. In this case rate of rent is fixed but amount of rent becomes variable on the basis of diminishing balance method.

Variable return based income is applied for our Musaharaka mode of investment. In these cases, only ratio of Income Sharing is stated in the agreement. Bank earns income on the basis of the concerned venture according to the agreed ratio (comparable to our Mudaraba deposit products). Genuine loss, if any, is borne according to capital ratio of the client & the Bank.

## 3. Income/ Revenue Recognition Principle

The bank earns income from various sources such as charges, fees, commission and investment income. To recognize all sorts of income, Bank follows Shariah principle strictly. Usually charges, fees & commission etc. are recognized on actual basis. Recognition of income from investment follows principles as under:

### For Bai-Murabaha Muajjal Investment

While creating each deal, in case of Bai-Murabaha Muajjal mode of investment, markup/profit is added to the bank's purchase cost with a credit to unearned income A/c. Thereafter time apportionment of profit is recognized out of the unearned income amount at the end of each month on accrual basis. Allowance (rebate) for early repayment, if any, may however be applied at Bank's discretion.

### For Hire Purchase Shirkatul Melk (HPSM) Investment

In case of HPSM mode of investment rent is charged and taken into income account at the end of each month on accrual basis.

If the account has a provision of gestation period, generally no income is earned during the period. In this case income starts just after the end of gestation period. However rent is chargeable in spite of gestation, if the delivery of asset is completed in usable condition such as a machine or a set of machinery or building etc.

All accrual income is subject to prevailing classification and provisioning rules of Bangladesh Bank.

### For Musharaka Investment

In recognizing the revenue from Musharaka Investment we follow the actual (cash/ realization) basis instead of accrual i.e. no income is recognized until the result of the venture is arrived at.

## 4. Cost Recognition Principle

Cost in respect of profit paid on deposit is recognized on accrual basis. Monthly accruals in this respect are calculated on the basis of Income Sharing Ratio. Other costs are also recognized on the accrual basis following the matching concept of Accounting.

To ensure/ supervise Shariah compliance in banking operation, Bank Asia has a knowledgeable Shariah Supervisory Committee comprising renowned Fuqaha, Islamic bankers and academicians conversant in Islamic Economics & Finance.

# Bank Asia PLC. Islamic Banking Unit Balance Sheet

Annex G-1

as at 31 December 2024

Amount in Taka

	31 Dec 2024	31 Dec 2023
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>	1,918,509,797	1,697,086,233
Cash in hand (including foreign currencies)	57,812,660	48,490,726
Balance with Bangladesh Bank and its agent bank (Including foreign currencies)	1,860,697,137	1,648,595,507
<b>Balance with other banks and financial institutions</b>	3,503,044,661	10,502,424,299
In Bangladesh	3,503,044,661	10,502,424,299
Outside Bangladesh	-	-
<b>Placement with other banks and financial institutions</b>	-	-
<b>Investments in shares and securities</b>	5,105,244,000	5,017,750,000
Government	4,405,244,000	4,317,750,000
Others	700,000,000	700,000,000
<b>Investments</b>	23,879,761,450	20,972,415,882
General Investment	23,879,761,450	20,934,478,371
Bills purchased and discounted	-	37,937,511
<b>Fixed assets including premises, furniture and fixtures</b>	2,979,695	3,653,564
<b>Other assets</b>	11,481,575,747	1,496,885,579
<b>Non - banking assets</b>	-	-
<b>Total assets</b>	<u>45,891,115,350</u>	<u>39,690,215,557</u>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
<b>Placement from other banks, financial institutions and agents</b>	1,006,263,588	125,800,677
<b>Deposits and other Accounts</b>		
Al-wadeeah current and other deposits accounts, etc.	2,492,819,622	1,722,006,211
Bills payable	58,285,972	28,163,080
Mudaraba savings deposits	7,228,253,474	6,132,159,865
Mudaraba term deposits	31,978,434,731	25,889,636,213
	41,757,793,799	33,771,965,369
<b>Other liabilities</b>	3,127,057,963	5,792,449,511
<b>Total liabilities</b>	<u>45,891,115,350</u>	<u>39,690,215,557</u>
<b>OFF- BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Acceptances and endorsements	340,908,811	20,582,853
Letters of guarantee	490,174,001	471,168,289
Irrevocable letters of credit	3,146,087,677	560,679,905
Bills for collection	682,961,915	48,572,315
Other contingent liabilities	-	-
	4,660,132,404	1,101,003,362
Other commitments	-	-
<b>Total Off-Balance Sheet items including contingent liabilities</b>	<u>4,660,132,404</u>	<u>1,101,003,362</u>

# Bank Asia PLC. Islamic Banking Unit Profit and Loss Statement

Annex G-2

for the year ended 31 December 2024

Amount in Taka

	31 Dec 2024	31 Dec 2023
<b>Operating income</b>		
Investment income	2,477,103,753	1,722,453,742
Profit paid on deposits, borrowings, etc.	2,556,702,319	1,806,806,867
<b>Net investment income</b>	(79,598,566)	(84,353,125)
Profit on Investment with bank and financial institutions	279,701,102	250,674,258
Commission, exchange and brokerage	75,569,802	75,022,923
Other operating income	35,098,816	31,424,289
<b>Total operating income</b>	310,771,154	272,768,345
Salaries and allowances	118,636,766	113,703,092
Rent, taxes, insurance, electricity, etc.	19,138,774	17,416,816
Legal expenses	2,192,229	1,168,136
Postage, stamp, telecommunication, etc.	1,762,243	1,170,040
Stationery, printing, advertisement, etc.	1,096,951	1,895,659
Depreciation and repair of Bank's assets	2,340,077	2,523,071
Other expenses	35,402,240	35,966,307
<b>Total operating expenses</b>	180,569,280	173,843,121
<b>Profit before provision</b>	130,201,874	98,925,224

# Bank Asia PLC. Off-shore Banking Unit Balance Sheet

Annex H

as at 31 December 2024

	Notes	31 Dec 2024		31 Dec 2023	
		USD	Taka	USD	Taka
<b>PROPERTY AND ASSETS</b>					
<b>Cash</b>					
In hand (including foreign currencies)		-	-	-	-
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		-	-	-	-
<b>Balance with other banks and financial institutions</b>	3	-	-	-	-
In Bangladesh		-	-	-	-
Outside Bangladesh		2,381,377	283,383,916	767,628	84,055,240
		2,381,377	283,383,916	767,628	84,055,240
<b>Investments</b>					
Government		-	-	-	-
Others		-	-	-	-
<b>Loans and advances</b>					
Loans, cash credits, overdrafts, etc.	4	19,962,486	2,375,535,834	31,333,245	3,430,990,300
Bills purchased and discounted		115,163,159	13,704,415,900	127,872,219	14,002,008,006
		135,125,645	16,079,951,734	159,205,464	17,432,998,306
<b>Fixed assets including premises, furniture &amp; fixtures</b>		-	-	-	-
<b>Other assets</b>	5	175,541	20,889,400	169,698	18,581,925
<b>Non - banking assets</b>		-	-	-	-
<b>Total assets</b>		<u>137,682,563</u>	<u>16,384,225,050</u>	<u>160,142,790</u>	<u>17,535,635,471</u>
<b>LIABILITIES AND CAPITAL</b>					
<b>Liabilities</b>					
<b>Borrowings from other banks, financial institutions and agents</b>	6	126,403,092	15,041,967,897	144,984,654	15,875,819,645
<b>Deposits and other accounts</b>	7				
Current deposits		3,743,809	445,513,259	9,812,745	1,074,495,629
Bills payable		-	-	-	-
Savings bank deposits		251,361	29,911,930	-	-
Fixed deposits		7,279,529	866,263,938	5,183,341	567,575,881
Bearer certificate of deposit		-	-	-	-
		11,274,699	1,341,689,127	14,996,087	1,642,071,510
<b>Other liabilities</b>	8	4,773	568,026	162,049	17,744,316
<b>Total liabilities</b>		<u>137,682,563</u>	<u>16,384,225,050</u>	<u>160,142,790</u>	<u>17,535,635,471</u>
<b>OFF- BALANCE SHEET ITEMS</b>					
<b>Contingent liabilities</b>					
Acceptances and endorsements	9	-	-	-	-
Letters of guarantee		27,266	3,244,654	27,266	2,985,627
Irrevocable letters of credit	10	548,754	65,301,726	42,750	4,681,125
Bills for collection		-	-	-	-
Other contingent liabilities		-	-	-	-
		576,020	68,546,380	70,016	7,666,752
Other commitments		-	-	-	-
<b>Total Off-Balance Sheet items including contingent liabilities</b>		<u>576,020</u>	<u>68,546,380</u>	<u>70,016</u>	<u>7,666,752</u>

# Bank Asia PLC. Off-shore Banking Unit Profit and Loss Statement

Annex H-1

for the year ended 31 December 2024

	Notes	31 Dec 2024		31 Dec 2023	
		USD	Taka	USD	Taka
<b>Operating Income</b>					
Interest income	11	14,749,569	1,701,067,794	19,793,086	2,115,485,037
Interest paid on deposits and borrowings, etc.	12	10,737,939	1,238,406,484	15,283,851	1,633,537,953
<b>Net interest/net profit on investments</b>		4,011,630	462,661,310	4,509,235	481,947,084
Investment Income		-	-	-	-
Commission, exchange and brokerage	13	41,840	23,734,308	57,293	(8,967,753)
Other operating income	14	169,187	19,512,319	139,227	14,880,540
<b>Total operating income (A)</b>		4,222,657	505,907,937	4,705,755	487,859,871
<b>Operating Expenses</b>					
Salaries and allowances		91,132	10,510,219	99,567	10,641,691
Rent, taxes, insurance, electricity, etc.		14,842	1,711,708	3,092	330,453
Legal expenses		1,045	120,469	-	-
Postage, stamp, telecommunication, etc.		6,344	731,607	4,948	528,795
Stationery, printing, advertisements, etc.		986	113,748	1,245	133,086
Auditors' fees		-	-	-	-
Depreciation and repair of Bank's assets		635	73,275	384	40,997
Other expenses		58,670	6,766,457	131,662	14,072,058
<b>Total operating expenses (B)</b>		173,654	20,027,483	240,897	25,747,080
<b>Profit before provision (C=A-B)</b>		4,049,004	485,880,454	4,464,858	462,112,791

# Off-shore Banking Unit (OBU) Notes to the Financial Statements

Annex H-2

as at and for the year ended 31 December 2024

## 1 Status of the unit

Off-shore banking Unit ("the Unit") is a separate business unit of Bank Asia PLC., governed under the Rules and Guidelines of Bangladesh Bank. The Bank obtained the Off-shore banking unit permission vide letter no.BRPD(P-3)744(94)/2007-1853 dated 21 June 2007 under Bangladesh Bank BCD Circular No. (P) 744(27), dated 17 December, 1985. The Bank commenced the operation of its Off-shore Banking Unit from 28 January 2008 and its office is located at Zone Service Complex, Chittagong Export Processing Zone, Chittagong.

## 2 Significant accounting policies and basis of preparations

### 2.1 Basis of preparation

The financial statements are prepared on the basis of a going concern and represent the financial performance and financial position of the Off-shore Banking Unit (OBU). The financial statements of the OBU are prepared in accordance with the Bank Companies Act 1991, in particular, Banking Regulation and Policy Department (BRPD) Circular No. 14 dated 25 June 2003, Bangladesh Bank BRPD Circular No. 02 dated 25 February 2019 & subsequent amendment circulars, other Bangladesh Bank Circulars, Bangladesh Financial Reporting Standards (BFRSs) and other rules and regulations where necessary.

### 2.2 Foreign currency

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

### 2.3 Loans and advances

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

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

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

### 2.4 General

Assets and liabilities have been translated into Taka currency @USD 1 = BDT 119.00 (2023 : BDT 109.50). Income and expenses are translated at an average rate @ USD 1 = BDT 115.33 (2023 : BDT 106.88). Assets and liabilities and Income and expenses of Conventional Banking have been translated into Taka currency @ USD 1 = BDT 120.00

	31 Dec 2024		31 Dec 2023	
	USD	Taka	USD	Taka
<b>3 Balance with other banks and financial institutions</b>				
In Bangladesh	-	-	-	-
Placements with Eastern Bank Limited	-	-	-	-
Outside Bangladesh				
Commerzbank A.G, Frankfurt	1,365,368	162,478,818	34,831	3,813,977
Habib American Bank, New York	1,016,004	120,904,472	732,792	80,240,688
Sonali Bank (UK) Limited, London	5	626	5	575
	<u>2,381,377</u>	<u>283,383,916</u>	<u>767,628</u>	<u>84,055,240</u>
	<u>2,381,377</u>	<u>283,383,916</u>	<u>767,628</u>	<u>84,055,240</u>
<b>4 Loans and advances</b>				
Loans, cash credit, overdrafts etc. (Note 4.1)	19,962,486	2,375,535,834	31,333,245	3,430,990,300
Bills purchased and discounted (Note 4.2)	115,163,159	13,704,415,900	127,872,219	14,002,008,006
	<u>135,125,645</u>	<u>16,079,951,734</u>	<u>159,205,464</u>	<u>17,432,998,306</u>

	31 Dec 2024		31 Dec 2023	
	USD	Taka	USD	Taka
<b>4.1 Loans, cash credit, overdrafts etc.</b>				
Term loan industrial	19,792,612	2,355,320,850	31,179,764	3,414,184,152
Loan against trust receipts	-	-	-	-
Overdraft	169,874	20,214,984	153,481	16,806,148
	<u>19,962,486</u>	<u>2,375,535,834</u>	<u>31,333,245</u>	<u>3,430,990,300</u>
<b>4.2 Bills purchased and discounted</b>				
Payable in Bangladesh	115,163,159	13,704,415,900	127,872,219	14,002,008,006
Payable outside Bangladesh	-	-	-	-
	<u>115,163,159</u>	<u>13,704,415,900</u>	<u>127,872,219</u>	<u>14,002,008,006</u>
<b>5 Other assets</b>				
Branch adjustment account	169,698	20,194,050	169,698	18,581,925
Deposits and advance rent	5,843	695,350	-	-
	<u>175,541</u>	<u>20,889,400</u>	<u>169,698</u>	<u>18,581,925</u>
<b>6 Borrowings from other banks, financial institutions and agents</b>				
Borrowing from other banks (Note 6.1)	21,000,000	2,499,000,000	64,500,000	7,062,750,000
Borrowing from Bank Asia Treasury Division	92,315,000	10,985,485,000	57,000,000	6,241,500,000
Borrowing - ECA	13,088,092	1,557,482,897	16,817,984	1,841,569,280
Borrowing from IFC	-	-	6,666,670	730,000,365
	<u>126,403,092</u>	<u>15,041,967,897</u>	<u>144,984,654</u>	<u>15,875,819,645</u>
<b>6.1 Borrowing from other banks</b>				
<b>In Bangladesh</b>				
Jamuna Bank Limited	-	-	5,000,000	547,500,000
<b>Outside Bangladesh</b>				
Asian Development Bank	-	-	7,500,000	821,250,000
Fimbank, Malta	-	-	10,000,000	1,095,000,000
Caixa Bank, Barcelona	21,000,000	2,499,000,000	32,000,000	3,504,000,000
State Bank of India, Hongkong	-	-	10,000,000	1,095,000,000
	<u>21,000,000</u>	<u>2,499,000,000</u>	<u>59,500,000</u>	<u>6,515,250,000</u>
	<u>21,000,000</u>	<u>2,499,000,000</u>	<u>64,500,000</u>	<u>7,062,750,000</u>
<b>7 Deposits and other accounts</b>				
Customer deposits and other accounts (Note 7.1)	<u>11,274,699</u>	<u>1,341,689,127</u>	<u>14,996,087</u>	<u>1,642,071,510</u>
<b>7.1 Customer deposits and other accounts</b>				
Foreign currency (Current)	2,558,931	304,512,783	4,650,905	509,274,119
Other demand deposits(Current)	1,184,878	141,000,476	5,161,840	565,221,510
Savings bank deposits	251,361	29,911,930	-	-
Fixed deposit	7,279,529	866,263,938	5,183,341	567,575,881
	<u>11,274,699</u>	<u>1,341,689,127</u>	<u>14,996,087</u>	<u>1,642,071,510</u>
<b>8 Other liabilities</b>				
Provision for loans and advances	(389,004)	(46,291,513)	(376,141)	(41,187,391)
Provision for off balance sheet items	5,116	608,796	(4,462)	(488,550)
Due to Head Office	383,888	45,682,717	380,602	41,675,941
FDR on Export Bill	-	-	136,713	14,970,083
Interest suspense account	4,773	568,026	25,335	2,774,233
	<u>4,773</u>	<u>568,026</u>	<u>162,049</u>	<u>17,744,316</u>

## Off-shore Banking Unit (OBU) Notes to the Financial Statements

	31 Dec 2024		31 Dec 2023	
	USD	Taka	USD	Taka
<b>9 Acceptances and endorsements</b>				
Letters of credit (Back to Back)	-	-	-	-
Letters of credit (Acceptances)	-	-	-	-
	-	-	-	-
<b>10 Irrevocable letters of credit</b>				
Letters of credit (Back to Back)	-	-	-	-
Letters of credit (cash)	548,754	65,301,726	42,750	4,681,125
	548,754	65,301,726	42,750	4,681,125
<b>11 Interest income</b>				
Demand loan	-	-	-	-
Loan against trust receipt	-	-	593	63,374
Term loan - industrial	1,017,104	117,302,658	1,453,419	155,341,432
Foreign bill purchased	13,543,335	1,561,952,830	18,046,836	1,928,845,878
Overdraft	20,190	2,328,525	18,343	1,960,502
	14,580,630	1,681,584,013	19,519,191	2,086,211,186
Interest/profit on balance with other banks and financial institutions	-	-	171,486	18,328,434
Interest/profit received from foreign banks	168,939	19,483,781	102,408	10,945,417
	14,749,569	1,701,067,794	19,793,086	2,115,485,037
<b>12 Interest paid on deposits and borrowings etc.</b>				
Interest on deposit	417,013	48,094,107	272,446	29,119,047
Interest on borrowings	10,320,926	1,190,312,377	15,011,404	1,604,418,906
	10,737,939	1,238,406,484	15,283,851	1,633,537,953
<b>13 Commission, exchange and brokerage</b>				
Commission on L/C	6,337	730,847	3,973	424,634
Commission on export	30,288	3,493,139	38,252	4,088,334
Commission on PO, DD, TT, TC, etc	5,215	601,474	15,068	1,610,499
Foreign exchange gain and charges	-	18,908,848	-	(15,091,220)
	41,840	23,734,308	57,293	(8,967,753)
<b>14 Other operating income</b>				
SWIFT charge recovery	3,632	418,821	4,205	449,457
Other	165,555	19,093,498	135,021	14,431,083
	169,187	19,512,319	139,227	14,880,540

## Bank Asia PLC. Statement of outstanding unreconciled entries (nostro account)

as at 31 December 2024

Annex I

Amount in USD

Sl. no.	Period of unreconciliation	As per local book				As per correspondents' book			
		Debit entries		Credit entries		Debit entries		Credit entries	
		No.	Amount	No.	Amount	No.	Amount	No.	Amount
1	Less than 1 month	18	1,580,024	160	9,032,147	166	38,214,079	600	21,133,472
2	More than 1 month but less than 3 months	-	-	1	13,788	-	-	4	226,010
3	More than 3 months but less than 6 months	-	-	1	50	-	-	-	-
4	More than 6 months but less than 9 months	-	-	-	-	-	-	-	-
5	More than 9 months but less than 12 months	-	-	-	-	-	-	-	-
6	More than 12 months	-	-	-	-	-	-	-	-
<b>Total</b>		<b>18</b>	<b>1,580,024</b>	<b>162</b>	<b>9,045,985</b>	<b>166</b>	<b>38,214,079</b>	<b>604</b>	<b>21,359,482</b>

# Bank Asia PLC.

## Reconciliation between Bangladesh Bank statement and Bank's book

as at 31 December 2024

The reconciling items relates to clearing of the following:

- Bangladesh Bank cheques
- Foreign currency demand drafts
- Government bonds, Sanchayapatra, etc

Local currency	As per Bangladesh Bank Statement	As per Bank's General ledger	Reconciling Difference
	BDT	BDT	BDT
Bangladesh Bank, Dhaka	14,839,139,873.60	15,002,688,278.37	(163,548,404.77)
Bangladesh Bank, Dhaka (Al-wadeeah current account)	1,862,145,174.42	1,860,697,136.92	1,448,037.50
Bangladesh Bank, Chittagong	84,163,872.06	84,163,872.06	-
Bangladesh Bank, Sylhet	30,023,861.99	30,023,861.99	-
Bangladesh Bank, Khulna	17,638,876.95	17,638,876.95	-
Bangladesh Bank, Rajshahi	32,074,045.82	32,074,045.82	-
Bangladesh Bank, Bogra	883,298.26	883,298.26	-
Bangladesh Bank, Barishal	47,402,518.08	47,402,518.08	-
Bangladesh Bank, Rangpur	12,187,571.36	12,187,571.36	-
Total	16,925,659,092.54	17,087,759,459.81	(162,100,367.27)

Bank credited but not debited by Bangladesh Bank

33,441,225.21

Bank debited but not credited by Bangladesh Bank

-

Bangladesh Bank credited but not debited by Bank

137,134,111.06

Bangladesh Bank debited but not credited by Bank

332,675,703.54

(162,100,367.27)

Foreign currency	As per Bangladesh Bank statement	As per Bank's general ledger		Reconciling difference
	USD	USD	BDT	USD
USD Clearing account	12,999,625.07	10,356,011.76	1,242,721,411.20	2,643,613.31
Total	12,999,625.07	10,356,011.76	1,242,721,411.20	2,643,613.31

Bank credited but not debited by Bangladesh Bank

2,093,613.31

Bank debited but not credited by Bangladesh Bank

-

Bangladesh Bank credited but not debited by Bank

550,000.00

Bangladesh Bank debited but not credited by Bank

-

2,643,613.31

Foreign currency	As per Bangladesh Bank statement	As per Bank's general ledger		Reconciling difference
	GBP	GBP	BDT	GBP
GBP Clearing account	16,442.88	16,442.88	2,482,052.74	-
	16,442.88	16,442.88	2,482,052.74	-

Bank credited but not debited by Bangladesh Bank

Bank debited but not credited by Bangladesh Bank

Bangladesh Bank credited but not debited by Bank

Bangladesh Bank debited but not credited by Bank

-
-
-
-
-

Foreign currency	As per Bangladesh Bank statement	As per Bank's general ledger		Reconciling difference
	EUR	EUR	BDT	EUR
EUR Clearing account	2,069,540.32	2,069,540.32	259,313,402.10	-
	2,069,540.32	2,069,540.32	259,313,402.10	-

Bank credited but not debited by Bangladesh Bank

Bank debited but not credited by Bangladesh Bank

Bangladesh Bank credited but not debited by Bank

Bangladesh Bank debited but not credited by Bank

-
-
-
-
-

Foreign currency	As per Bangladesh Bank statement	As per Bank's general ledger		Reconciling difference
	JPY	JPY	BDT	JPY
JPY Clearing account	45,238.00	45,238.00	34,833.26	-
	45,238.00	45,238.00	34,833.26	-

Bank credited but not debited by Bangladesh Bank

Bank debited but not credited by Bangladesh Bank

Bangladesh Bank credited but not debited by Bank

Bangladesh Bank debited but not credited by Bank

-
-
-
-
-

Total (BDT)

18,592,311,159

# Bank Asia PLC. Segment Reporting

The Bank reports its operations under the following business segments as per International Financial Reporting Standards (IFRS) 8 "Operating segment"

Particulars	Bank Asia PLC.				Bank Asia PLC. and its subsidiaries				Inter company transaction	Consolidated
	Inside Bangladesh		Off-shore Banking unit		Inside Bangladesh		Outside Bangladesh			
	Conventional Banking	Islamic Banking	Off-shore Banking unit	Total	Bank Asia Securities Ltd	BA Exchange Company (UK) Ltd	BA Express USA Inc.			
Interest income	26,336,071,194	2,477,103,753	1,701,067,794	30,514,242,741	264,676,448	-	-	-	(127,032,198)	30,651,886,991
Interest paid on deposits and borrowings, etc	20,689,165,674	2,556,702,319	1,238,406,484	24,484,274,477	151,905,355	-	-	-	(127,032,198)	24,509,147,634
<b>Net interest income</b>	<b>5,646,905,520</b>	<b>(79,598,566)</b>	<b>462,661,310</b>	<b>6,029,968,264</b>	<b>112,771,093</b>	-	-	-	-	<b>6,142,739,357</b>
Investment income	14,055,475,396	279,701,102	-	14,335,176,498	-	-	-	-	-	14,335,176,498
Commission, exchange and brokerage	4,836,546,322	75,569,802	23,734,308	4,935,850,432	162,594,445	32,952,486	245,055,239	-	-	5,376,452,602
Other operating income	1,498,231,334	35,098,816	19,512,319	1,552,842,469	49,369,930	981,567	689,740	-	-	1,603,883,706
<b>Total operating income (A)</b>	<b>26,037,158,572</b>	<b>310,771,154</b>	<b>505,907,937</b>	<b>26,853,837,663</b>	<b>324,735,468</b>	<b>33,934,053</b>	<b>245,744,979</b>	-	-	<b>21,315,512,806</b>
Salaries and allowances	5,515,211,416	118,636,766	10,510,219	5,644,358,401	114,834,363	25,074,875	51,119,784	-	-	5,835,387,423
Rent, taxes, insurance, electricity, etc	614,596,342	19,138,774	1,711,708	635,446,824	7,838,400	6,465,658	27,314,207	-	-	677,065,089
Legal expenses	23,239,197	2,192,229	120,469	25,551,895	450,005	118,437	259,481	-	-	26,379,818
Postage, stamp, telecommunication, etc	203,397,257	1,762,243	731,607	205,891,107	3,155,679	458,999	1,123,897	-	-	210,629,682
Stationery, printing, advertisements, etc	161,480,602	1,096,951	113,748	162,691,301	1,064,375	3,811,372	2,422,450	-	-	169,989,498
Managing Director's salary and fees	19,935,301	-	-	19,935,301	-	-	-	-	-	19,935,301
Directors' fees	4,947,128	-	-	4,947,128	484,000	-	-	-	-	5,431,128
Auditors' fees	1,132,000	-	-	1,132,000	76,667	1,106,199	2,798,277	-	-	5,113,143
Depreciation and repairs of Bank's assets	982,774,126	2,340,077	73,275	985,187,478	22,351,397	204,426	884,370	-	-	1,008,627,671
Other expenses	2,074,386,684	35,402,240	6,766,457	2,116,555,381	14,812,417	7,648,112	62,617,030	-	-	2,201,632,940
<b>Total operating expenses (B)</b>	<b>9,601,100,053</b>	<b>180,569,280</b>	<b>20,027,483</b>	<b>9,801,696,816</b>	<b>165,067,303</b>	<b>44,888,078</b>	<b>148,539,496</b>	-	-	<b>10,160,191,693</b>
<b>Profit before provision (C=A-B)</b>	<b>16,436,058,519</b>	<b>130,201,874</b>	<b>485,880,454</b>	<b>17,052,140,847</b>	<b>159,668,165</b>	<b>(10,954,025)</b>	<b>97,205,483</b>	-	-	<b>17,298,060,470</b>
<b>Provision:</b>										
Provision for loans and advances/investments				9,932,041,244	88,418,089	-	-	-	-	10,020,459,333
Provision for off-balance sheet items				105,500,000	-	-	-	-	-	105,500,000
Provision for diminution in value of investments				580,000,000	-	-	-	-	-	580,000,000
Other provisions				140,000,000	-	-	-	-	-	140,000,000
<b>Total provision (D)</b>				<b>10,757,541,244</b>	<b>88,418,089</b>	-	-	-	-	<b>10,845,959,333</b>
<b>Profit before tax provision (E=C-D)</b>				<b>6,294,599,603</b>	<b>71,250,076</b>	<b>(10,954,025)</b>	<b>97,205,483</b>	-	-	<b>6,452,101,137</b>
<b>Provision for taxation</b>				<b>3,520,000,000</b>	<b>64,184,705</b>	-	-	-	-	<b>3,584,184,705</b>
<b>Profit after tax provision</b>				<b>2,774,599,603</b>	<b>7,065,371</b>	<b>(10,954,025)</b>	<b>97,205,483</b>	-	-	<b>2,867,916,432</b>

# Bank Asia PLC. Segment Reporting

Annex K-1

The Bank reports its operations under the following business segments as per International Financial Reporting Standards (IFRS) 8 "Operating segment"

Amount in Taka

Particulars	Bank Asia PLC.					Bank Asia PLC. and its subsidiaries			Inter company transaction	Consolidated	
	Inside Bangladesh		Off-shore Banking unit	Total	In side Bangladesh	Outside Bangladesh		BA Exchange Company (UK) Ltd			BA Express USA Inc.
	Conventional Banking	Islamic Banking				Bank Asia Securities Ltd	BA Exchange Company (UK) Ltd				
<b>PROPERTY AND ASSETS</b>											
Cash	22,033,053,999	1,918,509,797	-	23,951,563,796	1,440	19,851	36,930,924	-	23,988,516,011		
Balance with other banks and financial institutions	11,794,041,613	3,503,044,661	283,383,916	15,580,470,190	615,011,011	4,573,207	340,690,886	(394,573,861)	16,146,171,433		
Money at call and on short notice	-	-	-	-	-	-	-	-	-		
Investments	171,776,735,607	5,105,244,000	-	176,881,979,607	1,053,416,879	-	-	-	177,935,396,486		
Loans and advances/investments	253,765,886,814	23,879,761,450	16,079,951,734	293,725,599,998	4,214,748,451	-	-	(1,406,630,790)	296,533,717,659		
Fixed assets including premises, furniture and fixtures	5,227,864,873	2,979,695	-	5,230,844,568	54,419,795	354,072	3,763,525	-	5,289,381,960		
Other assets	6,028,894,356	11,481,575,747	20,889,400	17,531,359,503	399,739,196	1,739,382	69,330,951	(2,583,155,411)	15,419,013,621		
Non - banking assets	-	-	-	-	-	-	-	-	-		
<b>Total assets</b>	<b>470,626,477,262</b>	<b>45,891,115,350</b>	<b>16,384,225,050</b>	<b>532,901,817,662</b>	<b>6,337,336,772</b>	<b>6,686,512</b>	<b>450,716,286</b>	<b>(4,384,360,062)</b>	<b>535,312,197,170</b>		
<b>LIABILITIES AND CAPITAL</b>											
Liabilities											
Borrowings from other banks, Financial institutions and agents	2,065,812,055	1,006,263,588	15,041,967,897	18,114,043,540	1,406,630,790	-	-	(1,406,630,790)	18,114,043,540		
Subordinated Non-Convertible Zero Coupon Bond	7,680,250,000	-	-	7,680,250,000	-	-	-	-	7,680,250,000		
Deposits and other accounts	373,459,967,308	41,757,793,799	1,341,689,127	416,559,450,234	563,078,106	-	-	(394,573,861)	416,727,954,479		
Other liabilities	55,048,704,481	3,127,057,963	568,026	58,705,781,943	2,299,018,376	65,356,495	335,931,459	(424,029,091)	60,982,059,182		
<b>Total liabilities</b>	<b>438,254,733,844</b>	<b>45,891,115,350</b>	<b>16,384,225,050</b>	<b>501,059,525,717</b>	<b>4,268,727,272</b>	<b>65,356,495</b>	<b>335,931,459</b>	<b>(2,225,233,742)</b>	<b>503,504,307,201</b>		
Total shareholders' equity	31,842,291,945	-	-	31,842,291,945	2,068,609,500	(58,669,983)	114,784,827	(2,159,126,320)	31,807,889,969		
<b>Total liabilities and shareholders' equity</b>	<b>470,097,025,789</b>	<b>45,891,115,350</b>	<b>16,384,225,050</b>	<b>532,901,817,662</b>	<b>6,337,336,772</b>	<b>6,686,512</b>	<b>450,716,286</b>	<b>(4,384,360,062)</b>	<b>535,312,197,170</b>		

# Bank Asia Securities Limited

## Independent Auditor's Report to the Shareholders of Bank Asia Securities Limited

### Opinion

We have audited the financial statements of **Bank Asia Securities Limited**, which comprise the statement of financial position as at 31 December 2024, and the statement 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 present fairly, in all material respects, the financial position of the Company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) 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 Standard Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our 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.

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

Management of Bank Asia Securities Limited is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 2020 and other application laws and regulations and 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 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, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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.

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, to communicate with them all relationship 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 Securities and Exchange Rules 2020, We also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose 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;
- 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; and
- d) the expenditure was incurred for the purpose of the company's business.

Dhaka, 23 April 2025

Sign Signed for and on behalf of  
**MABS & J Partners**  
 Chartered Accountants



**C R Mazumder**, FCA  
 Managing Partner  
 ICAB Enrollment No: 178  
 DVC: 2504230178AS191478

# Bank Asia Securities Limited

## Statement of Financial Position

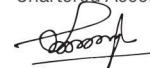
as at 31 December 2024

Amount in Taka

	Notes	31 Dec 2024	31 Dec 2023
<b>Non-current assets</b>			
Property, plant and equipment	4	54,419,795	74,782,943
Demutualization membership of DSE	5	114,839,239	114,839,239
<b>Total non- current assets</b>		<b>169,259,034</b>	<b>189,622,182</b>
<b>Current Assets</b>			
Advances, deposits and prepayments	6	63,649,540	61,157,340
Investment in shares	7	938,577,640	926,413,043
Margin loans to customer	8	4,214,748,451	4,552,939,579
Accounts receivable	9	36,712,657	30,417,122
Advance income tax	10	299,376,999	331,577,707
Deferred tax assets	23	5,382,291	6,050,614
Cash and cash equivalents	11	615,012,451	572,838,428
<b>Total current assets</b>		<b>6,173,460,029</b>	<b>6,481,393,833</b>
<b>Total assets</b>		<b>6,342,719,063</b>	<b>6,671,016,015</b>
<b>Shareholders' equity and liabilities</b>			
Share capital	12	2,000,000,000	2,000,000,000
Capital reserve	12.1	2,474,543	2,090,869
Retained earnings	13	71,517,248	65,503,874
<b>Shareholders' equity</b>		<b>2,073,991,791</b>	<b>2,067,594,743</b>
<b>Non-current liabilities</b>			
Financial lease obligation	14	15,532,714	31,771,220
<b>Total non- current liabilities</b>		<b>15,532,714</b>	<b>31,771,220</b>
<b>Current Liabilities</b>			
Clients' payable (customer deposits)	15	563,078,105	535,465,276
Loans and borrowings	16	1,406,630,790	1,805,556,804
Accounts payable	17	41,358,010	32,566,056
Other liabilities	18	32,130,196	28,400,491
Interest suspense account	19	890,799,214	890,799,214
Provision for diminution in value of investments	20	84,911,772	84,911,772
Provision for client margin loan	21	998,108,555	909,690,466
Provision for corporate income tax	22	236,177,916	284,259,973
<b>Total current liabilities</b>		<b>4,253,194,558</b>	<b>4,571,650,052</b>
<b>Total liabilities</b>		<b>4,268,727,272</b>	<b>4,603,421,272</b>
<b>Total equity and liabilities</b>		<b>6,342,719,063</b>	<b>6,671,016,015</b>

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

Sign Signed for and on behalf of  
**MABS & J Partners**  
Chartered Accountants



**C R Mazumder, FCA**  
Managing Partner  
ICAB Enrollment No: 178  
DVC: 2504230178AS191478

Dhaka, 23 April 2025

# Bank Asia Securities Limited

## Statement of Profit or loss and Other Comprehensive Income

for the period ended 31 December 2024

Amount in Taka

	Notes	2024	2023
<b>Brokerage commission</b>	24	162,594,445	142,385,428
Interest income	25	264,676,448	209,526,705
Interest expense	26	(151,905,355)	(129,341,894)
<b>Net interest income</b>		112,771,093	80,184,811
Other operating income/(loss)	27	49,369,930	45,654,677
<b>Total operating income</b>		324,735,468	268,224,916
Operating expenses	28	(165,067,303)	(159,575,958)
<b>Profit before provision</b>		159,668,165	108,648,958
Provision for diminution in value of investments	20	-	-
Provision for client margin loan	21	(88,418,089)	(54,752,648)
<b>Profit /(Loss) before tax</b>		71,250,076	53,896,310
Current tax expense	22	(64,184,705)	(51,108,689)
Deferred tax Income/(expense)	23	(668,323)	1,379,600
<b>Income tax expense</b>		(64,853,028)	(49,729,089)
<b>Profit after tax</b>		6,397,048	4,167,221
Other comprehensive income		-	-
<b>Total comprehensive income/(loss)</b>		6,397,048	4,167,221
<b>Appropriation to</b>			
Capital reserve		(383,674)	(330,482)
<b>Total Comprehensive income</b>		6,013,374	3,836,739
<b>Earnings per share</b>	29	0.32	0.21

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

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Chairman

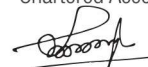
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Director

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Chief Executive Officer

Sign Signed for and on behalf of  
**MABS & J Partners**  
Chartered Accountants



**C R Mazumder**, FCA  
Managing Partner  
ICAB Enrollment No: 178  
DVC: 2504230178AS191478

Dhaka, 23 April 2025

# Bank Asia Securities Limited

## Statement of Cash Flows

for the period ended 31 December 2024

Amount in Taka

	2024	2023
<b>A. Cash flows from operating activities</b>		
Cash received from		
Interest income	264,676,448	209,526,705
Brokerage commission	162,594,445	142,385,428
Cash payment for		
Interest expenses	(113,665,692)	(115,993,010)
Operating expenses	(138,986,202)	(134,434,635)
Customers' deposits	27,612,830	8,117,898
Margin loan to customers	334,744,133	(555,060,123)
Other assets	(8,787,735)	(11,972,861)
Accounts Payable	8,791,954	3,580,130
Income tax paid	(80,066,054)	(51,034,011)
<b>Net cash flows from/ (used in) operating activities</b>	<b>456,914,128</b>	<b>(504,884,480)</b>
<b>B. Cash flows from investing activities</b>		
Investment in shares	(12,164,597)	(52,106,631)
Acquisition of property and equipment	(3,649,494)	(17,547,619)
<b>Net cash used in investing activities</b>	<b>(15,814,091)</b>	<b>(69,654,250)</b>
<b>C. Cash flows from financing activities</b>		
Loans and borrowings	(398,926,014)	548,991,018
<b>Net cash from financing activities</b>	<b>(398,926,014)</b>	<b>548,991,018</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>42,174,023</b>	<b>(25,547,712)</b>
E. Opening cash and cash equivalents	572,838,428	598,386,140
<b>F. Closing cash and cash equivalents</b>	<b>615,012,451</b>	<b>572,838,428</b>

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

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Chairman

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Director

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Chief Executive Officer

# Bank Asia Securities Limited

## Statement of Changes in Equity

for the period ended 31 December 2024

Amount in Taka

Particulars	Share capital	Capital reserve	Retained earnings/ (Accumulated Losses)	Total
<b>Period ended 31 Dec 2023</b>				
Opening balance	2,000,000,000	1,760,387	61,667,135	2,063,427,522
Net profit for the period	-	-	4,167,221	4,167,221
Transfer during the year		330,482	(330,482)	-
<b>Closing balance</b>	<b>2,000,000,000</b>	<b>2,090,869</b>	<b>65,503,874</b>	<b>2,067,594,743</b>
<b>Period ended 31 Dec 2024</b>				
Opening balance	2,000,000,000	2,090,869	65,503,874	2,067,594,743
Net profit for the period	-	-	6,397,048	6,397,048
Transfer during the year		383,674	(383,674)	-
<b>Closing balance</b>	<b>2,000,000,000</b>	<b>2,474,543</b>	<b>71,517,248</b>	<b>2,073,991,791</b>

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

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Chairman

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Director

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Chief Executive Officer

# Bank Asia Securities Limited

## Notes to the Financial Statements

as at and for the period ended 31 December 2024

### 1. Reporting Entity

Bank Asia Securities Limited (“the Company”), a majority owned subsidiary company of Bank Asia PLC. was incorporated as a private limited company in Bangladesh on 04 August 2010 bearing certificate of incorporation no. C-86230/10 dated 04 August 2010 under the Companies Act 1994 having its registered office at Hadi Mansion (2nd Floor), 2 Dilkusha Commercial Area, Dhaka 1000.

The Company obtained permission from Bangladesh Securities and Exchange Commission on 16 March 2011 to operate as a full fledged stock broker and stock dealer bearing registration nos. Reg/3.1/DSE-237/2011/463 and Reg/3.1/DSE-237/2011/464 respectively.

The main objective of the Company is to act as a full fledged stock broker and stock dealer to execute buy and sell orders and to maintain own portfolio as well as customers portfolio under the discretion of customers. The Company also performs the other activities relates to capital market as and when regulators permits the company to carry out activities as per their guidelines.

### 2. Basis of Preparation

#### 2.1 Statement of compliance

The financial statements of the Company are prepared on a going concern basis under historical cost conversion in accordance following International Financial Reporting Standards (IFRSs), The Companies Act-1994, and other laws and rules applicable in Bangladesh. Wherever appropriate, such principles are explained in succeeding notes.

#### 2.2 Components of the financial statements

The financial statements referred to here comprise:

- 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 to the Financial Statements.

#### 2.3 Use of estimates and judgments

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

#### Key estimates include the following:

- \* Property, Plant and Equipment
- \* Provision on margin loan and Investment in shares
- \* Deferred Tax Asset/Liabilities
- \* ROU assets and lease liabilities

#### 2.4 Statement of cash flows

Statement of Cash Flows has been prepared as per International Accounting Standard IAS-7 under direct method. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. Cash Flows during the year have been classified as operating activities, investing activities and financing activities.

#### 2.5 Reporting period

These financial statements cover period from 1 January 2024 to 31 December 2024.

#### 2.6 Date of authorization

The Board of Directors accorded its approval and authorized these financial statements on 23 April 2025

#### 2.7 Functional and presentational currency

The financial statements are presented in Bangladesh Taka, which is the Company's functional currency.

#### 2.8 Share capital

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

#### 2.9 Going concern

The Company has adequate resources to continue its operation for foreseeable future. For this reason 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 to continue.

#### 2.10 Investment in securities

These securities are bought and held primarily for the purpose of selling them in future or held for dividend incomes which are reported at cost value. Unrealized gains are not recognized in the profit and loss statement. But provision was made for diminution in value of investment as per BSEC guideline.

## 2.11 Provision, Contingent asset and contingent liabilities

As per IAS-37 “Provisions, Contingent Liabilities and Contingent Assets” the Bank Asia Securities Limited 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.

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

\*It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or

\*The amount of the obligation cannot be measured with sufficient reliability.

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

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

## 2.12 Taxation

### Current tax

Provision for current tax is made in accordance with the provision of Income Tax Act, 2023 and subsequent amendments made thereto from time to time.

### Deferred Tax

Deferred Tax is calculated as per International Accounting Standard IAS-12 “Income Taxes”. Deferred Tax is recognized on differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the balance sheet liability method. Deferred Tax liabilities are recognized for all taxable temporary differences. Deferred Tax assets are generally recognized for all deductible temporary differences.

Deferred Tax is measured at the tax rate that is expected to be applied to the temporary differences when they reverse based on the laws that have been enacted or substantively enacted by the reporting date.

## 2.13 Branch Details

The Company has a total six number of Branch offices, four digital booth and Two Extension Office (excluding Head Office), with no overseas branch as on December 31, 2024.

Accounts of the branches are maintained at the head offices which are included in the accompanying financial statements.

## 3. Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements. Certain comparative amounts have been reclassified to conform with the current year's presentation.

### 3.1 Revenue Recognition

In terms of provision of IFRS-15 on revenue and disclosures in the financial statements of the company the following items have been recognized as mentioned.

#### Brokerage commission

Income from brokerage is recognized on daily basis in the Statement of Profit or loss and other Comprehensive Income after receiving the trading note of securities transacted from Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, at which point performance is assured to be completed.

#### Interest Income from margin loan

Interest on loans and advances is calculated on daily product basis, but charged and accounted for on quarterly basis except negative equity clients where interest is recognized based on effective interest rate which is estimated recoverable amount as per IFRS-9.

#### Dividend income and profit/ (loss) on sale of marketable securities

Dividend income is recognized when 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.

### 3.2 Interest paid and other expenses

In terms of the provisions of IAS-1 “Presentation of Financial Statements” interest and other expenses are recognized on accrual basis.

### 3.3 Earnings per share

Earnings per share (EPS) has been computed by dividing the basic earnings by the weighted average number of ordinary shares outstanding at 31 December 2024 as per International Accounting Standard IAS- 33 “Earnings Per Share”.

### 3.4 Property, plant and equipment

Items of property, plant and equipment, are measured at cost less accumulated depreciation and impairment losses, as per IAS-16: Property, Plant and Equipment. Cost includes expenditures that are directly attributable to the acquisition of the asset.

**Bank Asia  
Securities Limited  
Notes to the Financial Statements**

**Subsequent costs**

The cost of replacing part of an item of property, plant and equipment 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 cost of day-to-day servicing items of property, plant and equipment are expensed when incurred.

**Depreciation**

Depreciation is charged on straight-line method. Charging depreciation against fixed assets commences from the month of acquisition (for full month) and ceases at the month when the assets are disposed. Asset category-wise depreciation rates are as follows:

Asset category	Rate of depreciation (%)
Computer and accessories	20
Furniture and fixtures	20
Office equipment	20
Office renovation	20
Details are given in Annexure-I.	

**3.5 Intangible assets**

**Computer software**

Computer software acquired by the Company which have finite useful lives are measured at cost less accumulated amortization.

**Subsequent costs**

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognized in profit or loss.

**Amortization of intangible assets**

Computer software are amortized @ 20% per annum in a straight-line method.

**3.6 Lease assets**

The company has applied "IFRS 16: Lease" using the modified retrospective approach.

**3.7 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 etc.
- Deposits are measured at payment value.
- Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to Statement of Comprehensive Income.

**3.8 Advance income tax**

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

**3.9 Related party**

As per International Accounting Standards IAS-24 "Related Party Disclosures", A party is related to the company if:

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

**3.10 Events after reporting period**

As per IAS-10 "Events after Reporting Period" are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

- (a) those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and
- (b) those that are indicative of conditions that arose after the reporting period (no adjusting events after the reporting period).

### 3.11 Directors' responsibility statement

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements as per section 183 of companies Act 1994.

### 3.12 Departures from IFRS

The Financial Reporting Council (FRC) has been formed, but no financial reporting standards have yet been issued as per the provisions of the Financial Reporting Act (FRA), 2015. Hence, the financial statements of the Company as at and for the year ended 31 December 2024 have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and as per the requirements of the provisions, circulars, rules and regulations issued by the Bangladesh Securities and Exchange Commission (BSEC) and The Income Tax Act 2023. In case any requirements of the BSEC provisions, circulars, rules and regulations shall prevail, and such departures from IFRS have been followed accordingly. In addition, there has been a departure from the provisions of IFRS-9 with regard to interest income. Material departures from the requirements of IFRS are as follows:

#### i) Provision for impairment of client margin loan

**IFRS:** In accordance with IFRS-9, an entity should recognize a loss allowance for expected credit losses on a financial asset and shall not reduce the carrying amount of the financial asset in the statement of financial position. The objective of the impairment requirements is to recognize lifetime expected credit losses for all financial instruments for which there have been significant increases in credit risk since initial recognition, whether assessed on an individual or collective basis considering all reasonable and supportable information, including that which is forward-looking. An entity shall directly reduce the gross carrying amount of a financial asset when the entity has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

**BSEC:** As per BSEC letter no. BSEC/MSMID/NE/2023/840 dated October 22, 2023, provision has been made for impairment of margin loan arising out of year-end (31.12.2024) revaluation of shares purchased through margin loan complying with the relevant instruction. Bank Asia Securities Limited has opted for the option to maintain minimum 20% of total impairment of margin loan arising from diminution in value of investments as provision as on 31.12.2024 in accordance with the aforesaid Directives.

#### ii) Recognition of interest income from margin loan

**IFRS:** In accordance with IFRS-9, interest revenue should be calculated by using the effective interest method by applying the effective interest rate to the gross carrying amount of the financial asset. Interest income should be recognized when the financial asset is no longer credit-impaired and the improvement can be related objectively.

**Departure:** The Company recognized interest from margin loan when the loan is no longer credit-impaired. However, some margin loan interest was recognized as income from credit-impaired when the account become positive.

#### iii) Valuation of shares of DSE

**IFRS:** As per para-5.2.2 of IFRS-9, an entity shall apply the impairment requirements to financial assets that are measured at amortized cost in accordance with paragraph 4.1.2 of IFRS-9 and to financial assets that are measured at fair value through other comprehensive income in accordance with paragraph 4.1.2A of IFRS-9.

**Departure:** There is no active market for shares in DSE and the sale price to Strategic Investor, Shenzhen Stock Exchange (SZSE) and Shanghai Stock Exchange (SSE), has been determined through negotiation. The sale had to be made within the time limit as given in the Exchange Demutualization Act-2013 and approved by the Bangladesh Securities and Exchange Commission (BSEC). This was not a transaction in active market. And we strongly believe that with the involvement of the strategic partners and the development of capital market under the guidance of the BSEC, the share price of the exchanges will increase significantly.

### 3.13 Others

Figures in these notes and in the annexed financial statements have been rounded off to the nearest Taka.

These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

### 3.14 Application of International Accounting Standards (IASs):

The Financial Statements have been prepared in compliance with requirement of International Accounting Standards (IASs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following International Accounting Standards (IASs) are applicable for the financial statements for the period under review:

- IAS- 1 Presentation of Financial Statements
- IAS- 7 Statements of Cash Flows
- IAS- 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS- 10 Events after the Reporting Period
- IAS- 12 Income Taxes
- IAS- 16 Properties, Plant and Equipment
- IAS- 19 Employees Benefit
- IAS- 24 Related Party Disclosure
- IAS- 32 Financial Instruments Presentation
- IAS- 33 Earning Per shares
- IAS- 37 Provisions, Contingent Liabilities and Contingent Assets
- IAS- 38 Intangible Assets

**Bank Asia  
Securities Limited  
Notes to the Financial Statements**

IFRS- 7 Financial Instruments : Disclosures;  
IFRS- 9 Financial Instruments  
IFRS- 13 Fair Value Measurement  
IFRS- 15 Revenue  
IFRS- 16 Lease

**3.15 Amended standards and interpretations:**

**IFRS 16 Leases**

The Company has applied “ IFRS 16: Lease” using the modified retrospective approach as per paragraph C8 of IFRS 16 with necessary adjustment as stated in IAS 8 and therefore the comparative information has not been restated and continues to be reported under IAS 17 and IFRIC 4 . IFRS 16 supersedes IAS 17 and applicable from January 01, 2019.

**Leases previously classified as operating leases**

- a) Bank Asia Securities Limited recognize a lease liability at the date of initial application for leases previously classified as an operating lease applying IAS 17 and measure that lease liability at the present value of the remaining lease payments, discounted using incremental borrowing rate at 9% at the date of initial application i.e. January 01, 2020.
- b) Recognize a right-of-use asset at the date of initial application for leases previously classified as an operating lease applying IAS 17 and choose, on a lease-by-lease basis, to measure that right-of-use asset; an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the statement of financial position immediately before the date of initial application.

The right of use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right of use asset is depreciated using the straight line methods from the commencement date to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The right of use asset is reduced by impairment losses as per IAS 36, and adjusted for certain measurements of the lease liability if any.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date and discounted using the incremental borrowing rate.

The lease liability is measured at amortized cost using the effective interest method. It is premeasured when there is a change in future lease payments arising from a change in an index or rate, if there is change in estimate of the amount expected to be payable under a residual value guarantee, or if changes its assessment of whether it will exercise purchase, extension or termination option.

When the lease liability is measured in this way, a corresponding adjustment is made to the carrying amount of the right to use asset, or is recorded in profit or loss if the carrying amount of the right of use asset has been reduced to zero.

The Company may elect not to apply the IFRS 16 for short-term leases and leases for which the underlying asset is of low value.

**4. Property, Plant and Equipment**

	31 Dec 2024	31 Dec 2023
Opening balance	27,386,322	22,279,353
Add: Addition during the period	3,649,494	17,547,619
Less: Depreciation charge for the period	10,707,816	12,440,651
A. Closing balance	<u>20,328,000</u>	<u>27,386,322</u>

**4.1 Right of use of assets**

Opening balance	47,396,621	63,078,070
Add: Addition during the year	2,261,250	-
	49,657,871	63,078,070

	31 Dec 2024	31 Dec 2023
Less: Adjustment/disposal	3,922,495	3,484,149
Less: Depreciation charge for right of use of assets	11,643,582	12,197,301
B. Closing balance	34,091,794	47,396,621
<b>Grand Total (A+B)</b>	<b>54,419,794</b>	<b>74,782,943</b>

Details are given in Annex I

## 5. Demutualization Membership of Dhaka Stock Exchange

	31 Dec 2024	31 Dec 2023
	114,839,239	114,839,239

The majority owned (99.99%) subsidiary company of the Bank, Bank Asia Securities Limited (BASL) has acquired the membership of Dhaka Stock Exchange for Tk 153,119,000. As per the scheme of Demutualization of DSE, BASL being the initial shareholders of DSE, is entitled to receive 7,215,106 shares of Tk 10 each, totaling Tk 72,151,060.

Under section 14(Ka) of Demutualization Act 2013, Share Purchase Agreement (SPA) executed between Dhaka Stock Exchange PLC. (DSE) and its strategic investors namely Shenzhen Stock Exchange (SZSE) and Shanghai Stock Exchange (SSE) and completed the sale of 25% (Twenty-five percent) DSE shares to SZSE and SSE. In this connection, BASL sold 1,803,777 number of share at the rate of Tk.21 per share totaling Tk. 37,879,317. Currently BASL holding 5,411,329 shares at a cost of totaling Tk. 114,839,239.

The Scheme is not yet completed and these shares are also currently not traded. Hence the actual fair value is not readily ascertainable. However, management expect the fair value to be similar or more that the current revalued amount. Once more clarity about the Scheme and related factors are available a determination of fair value and related adjustments including impairment assessment, if any shall be made at that time.

## 6. Advances, Deposits and Prepayments

Investment in Xpert Fintec	30,000,000	30,000,000
Security Deposit for CSE TREC	30,000,000	30,000,000
Advance for Legal Advice & Stamp	99,540	77,340
Advance for employee car	3,150,000	-
Collateral amount for digital booth to DSE	400,000	400,000
Own subscription in IPOs but not yet allotted	-	680,000
	<b>63,649,540</b>	<b>61,157,340</b>

## 7. Investment in Shares (Details are given in Note 7.1, 7.2 & 7.3)

	31 Dec 2024	31 Dec 2023
	938,577,640	926,413,043

### 7.1 Investment in shares in Dealer Account

	31 Dec 2024	31 Dec 2023
	573,778,537	543,432,726

All investments in marketable securities are valued on an aggregate portfolio basis at cost price, at the balance sheet date. Sufficient provision has maintained as per BSEC guidelines against this unrealized loss. Please see note 20.00 for details. **Details are given in Annex II**

### 7.2 Investment In share Under SFCM

	31 Dec 2024	31 Dec 2023
	364,799,103	382,980,317

All investments in marketable securities are valued on an aggregate portfolio basis at cost price, at the balance sheet date. Investment made under Bangladesh Bank DOS circular No. 01 dated February 10, 2020 (**Details are given in Annex III**).

### 7.3 Proprietary positions in securities and specified investments (Investments in shares)

Proprietary positions in Equity securities		
Value of "A" category instruments	797,646,929	797,185,763
Value of "B/G/N/..." category instruments	90,019,879	17,017,868
Value of "Z" category instruments	11,244	-
Value of "OTC" category instruments	-	-
Value of Non-Listed Instruments	-	-
Proprietary positions in MFs & CISs		
Value of listed funds	37,361,265	107,959,029
Value of non-listed funds	9,287,940	-
Value of AIFs	-	-

**Bank Asia Securities Limited**  
**Notes to the Financial Statements**

	31 Dec 2024	31 Dec 2023
Value of listed debt instruments	4,250,383	4,250,383
	<u>938,577,640</u>	<u>926,413,043</u>
<b>8. Margin Loans to Customers</b>		
Opening balance	4,552,939,579	3,977,674,827
Add: Interest charged during the period	229,611,411	192,087,839
	4,782,550,990	4,169,762,666
Less: Repayment /(addition) of Margin Loan during the period	567,802,539	(383,176,913)
Closing balance	<u>4,214,748,451</u>	<u>4,552,939,579</u>

The Company extends margin loan facilities to customers for trading of shares on the secondary capital market in Bangladesh. Margin loans are extended on a ratio based on the equity invested by individual customers. The ratio during the year based on directives issued by Bangladesh Securities and Exchange Commission.

**8.1 Margin loans to customers (Account receivable from margin clients)**

Receivable to Clients having no margin or full erosion of clients' equity (e.g. no equity against debit balance)	2,541,436,034	2,561,991,353
Receivable to Clients fall under force sale condition (e.g. equity is between 100% and 125% of DB)	332,928,335	125,819,633
Receivable to Clients fall under margin call (e.g. equity is >125% of DB but <150% of DB)	521,991,038	108,188,411
Receivable to regular Margin Clients (e.g. equity is >150% of debit balance)	818,393,044	1,756,940,182
Total margin loan	<u>4,214,748,451</u>	<u>4,552,939,579</u>

**9. Accounts Receivable**

Receivable from Dhaka Stock Exchange PLC. (Broker) (note 9.1)	23,446,404	19,263,830
Receivable from Chittagong Stock Exchange PLC. (Broker)	135,029	10,327
Receivable Dividend (Dealer & SFCM)	13,131,224	11,142,964
	<u>36,712,657</u>	<u>30,417,122</u>

**9.1 Receivable from Dhaka Stock Exchange PLC. (Broker)**

Receivable against A,B,G and N category	14,049,185	16,009,681
Receivable against Z category	9,379,109	2,107,231
Receivable against DVP category	18,110	1,146,918
Total receivable from DSE	<u>23,446,404</u>	<u>19,263,830</u>

**10. Advance Income Tax**

Opening balance	331,577,707	372,449,376
Tax deducted at source from brokerage commission	38,993,827	33,783,524
Tax deducted at source from dividend income	6,008,293	5,278,998
Advance Tax as per Section 64 & 74 (New 173 & 214)	7,516,890	8,110,010
Advance tax others (Trade Licence)	14,000	15,000
Advance Tax for Appeal to High Court	20,520,036	-
Tax deducted at source from bank interest	7,013,007	3,846,479
	80,066,054	51,034,011
Less: Adjusted during the period	112,266,762	91,905,680
<b>Closing balance</b>	<u>299,376,999</u>	<u>331,577,707</u>

Advance tax has been paid under Section 293 of the Income Tax Act 2023 for the assessment years 2013-2014 and 2017-2018 in connection with an appeal filed before the High Court against the DCT assessment.

	31 Dec 2024	31 Dec 2023
<b>11. Cash and Cash Equivalents</b>		
Cash in hand (note 11.1)	1,440	8,699
Cash at Bank (note 11.2)	615,011,011	572,829,729
	<u>615,012,451</u>	<u>572,838,428</u>

#### 11.1 Cash in hand

Head-office & Branch	1,440	8,699
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#### 11.2 Cash at Bank

Bank Asia PLC (Consolidated Customer A/C-00836000674)	394,320,028	351,729,120
ONE Bank PLC (Consolidated Customer A/C-0015025406003)	145,558,072	82,319,517
Midland Bank PLC (Consolidated Customer A/C-0001-1060000011)	74,039,121	137,959,225
Bank Asia PLC (Current Deposit Account-00833007917)	160,707	151,337
Bank Asia PLC (BP A/C for BGTB-00836000739)	93,126	3,988
ONE Bank PLC (Dealer Account-0015025405007)	839,957	666,542
	<u>615,011,011</u>	<u>572,829,729</u>

## 12. Share Capital

Authorized capital :

20,000,000 ordinary shares of Taka 100 each	2,000,000,000	2,000,000,000
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Issued, subscribed and paid up capital:

20,000,000 ordinary shares of Taka 100 each	2,000,000,000	2,000,000,000
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The Company's shareholding position as at 31 December 2024 was as under:

Name of shareholder	No. of shares	% of holding	Value/Taka
Bank Asia PLC	19,999,300	99.997%	1,999,930,000
Mr. Anisur Rahman Sinha	100	0.0005%	10,000
Mr. A. Rouf Chowdhury	100	0.0005%	10,000
Ms. Romana Rouf Chowdhury	100	0.0005%	10,000
Mr. Md. Abul Quasem	100	0.0005%	10,000
Mr. Sohail Reza Khaled Hussain	100	0.0005%	10,000
Mr. Md. Sazzad Hossain	100	0.0005%	10,000
Mr. Mohammad Ibrahim Khalil	100	0.0005%	10,000
	<u>20,000,000</u>	<u>100.00%</u>	<u>2,000,000,000</u>

#### 12.1 Capital reserve

Opening balance	2,090,869	1,760,387
Add: Addition during the year	383,674	330,482
	2,474,543	2,090,869
Less: Adjusted during the period	-	-
Closing balance	<u>2,474,543</u>	<u>2,090,869</u>

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To compliance with Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy) Rules, 2019 the company maintained a capital reserve by 10% on profit after tax of last year.

	31 Dec 2024	31 Dec 2023
<b>13. Retained Earnings</b>		
Opening balance	65,503,874	61,667,135
Less: Dividend paid	-	-
	65,503,874	61,667,135
Add: Total comprehensive income during the period	6,397,048	4,167,221
Less: Transfer to capital reserve	(383,674)	(330,482)
<b>Closing balance</b>	<b>71,517,248</b>	<b>65,503,874</b>
<b>14. Financial Lease Obligation</b>		
Opening balance	31,771,220	47,356,532
Add: Addition during the year	-	-
	31,771,220	47,356,532
Less: Conversion to short term	16,238,506	15,585,312
<b>Closing balance</b>	<b>15,532,714</b>	<b>31,771,220</b>
<b>15. Clients' Payable (Customer Deposits)</b>	<b>563,078,105</b>	<b>535,465,276</b>
Customer deposits represent uninvest funds lying with the Company's account at the reporting date.		
<b>16. Loans and Borrowings</b>		
Bank Asia PLC.	1,031,298,293	1,416,909,912
Bank Asia PLC.-(SFCM)	375,332,497	388,646,892
	<b>1,406,630,790</b>	<b>1,805,556,804</b>
<b>17. Accounts Payable</b>		
Payable for IPO Application Process	-	17,760,000
Interest Payable	38,239,663	13,348,884
Dhaka Stock Exchange PLC. (Broker)	3,118,347	1,457,172
	<b>41,358,010</b>	<b>32,566,056</b>
<b>18. Other Liabilities</b>	<b>32,130,196</b>	<b>28,400,491</b>
<b>18.1 Liabilities for expenses</b>	<b>17,515,354</b>	<b>14,702,731</b>
The amount represents provisions against operating expenses during the period.		
<b>18.2 Current portion of lease obligation</b>		
Opening balance	13,697,761	11,645,236
Add: Interest charge during the year	3,085,218	4,349,213
Add: Conversion from long term	16,238,506	15,585,312
	33,021,485	31,579,761
Less: Paid during the period	18,406,643	17,882,000
Closing balance	<b>14,614,842</b>	<b>13,697,761</b>

	31 Dec 2024	31 Dec 2023
<b>19. Interest Suspense Account</b>		
Opening balance	890,799,214	890,799,214
Add: Interest suspense during the year	-	-
<b>Closing Balance</b>	<b>890,799,214</b>	<b>890,799,214</b>

The amount represents interest income from loan accounts of the clients who have negative equity with Bank Asia Securities Limited. The amount will be recognized as income when client equity become positive balance.

#### 20. Provision for Diminution in Value of Investments

Opening Balance	84,911,772	84,911,772
Add: Provision made during the period	-	-
<b>Closing balance</b>	<b>84,911,772</b>	<b>84,911,772</b>

As per BSEC instruction circular reference SEC/CMRRCD/2009-193/196 dated 28 December 2016 and SEC/CMRRCD/2009-193/203 dated 28 December 2017, BSEC/Mukhopatro(5th Khondo)/2011/60; Date: 19 December 2018, BSEC/SRI/Policy/3/2020/68; Date: 12 January 2020 subsequent BSEC letter no. BSEC/SRI/NE/2020/605 dated December 28, 2022 & BSEC/Survalance/Mukhopatro(5th Khondo)/2019/360; Date: 15 March 2023 Bank Asia Securities Ltd has the option to maintain provision of total unrealized loss within December 31, 2025.

#### 21. Provision for Client Margin Loan (Note 21.1 & 21.2)

Opening Balance	909,690,466	854,937,818
Add: Provision made during the period for unrealized loss arising for client margin loan	91,800,000	49,000,000
Add: Provision made during the period for outstanding margin loan	(3,381,911)	5,752,648
<b>Closing Balance</b>	<b>998,108,555</b>	<b>909,690,466</b>

##### 21.1 Provision for unrealized loss arising for client margin loan

Opening Balance	864,161,070	815,161,070
Add: Provision made during the period	91,800,000	49,000,000
<b>Closing Balance</b>	<b>955,961,070</b>	<b>864,161,070</b>

As per BSEC instruction circular reference SEC/CMRRCD/2009-193/196 dated 28 December 2016 and SEC/CMRRCD/2009-193/203 dated 28 December 2017, subsequent BSEC letter no. BSEC/SRI/NE/2020/605 dated December 28, 2022, BSEC/MSMID/NE/2023/840 dated October 22, 2023 & BSEC/MSMID/NE/2023/1690 dated March 28, 2024 Bank Asia Securities Ltd has the option to maintain provision of total unrealized loss arising for client margin loan within January 31, 2025.

##### 21.2 Provision for outstanding margin exposure

Opening balance	45,529,396	39,776,748
Add: Addition during the year	(3,381,911)	5,752,648
	42,147,485	45,529,396
Less: Adjusted during the period	-	-
<b>Closing balance</b>	<b>42,147,485</b>	<b>45,529,396</b>

To compliance with Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy) Rules, 2019 the company also maintained a mandatory provision by 1% on outstanding margin exposures. Add or adjustment will depend on size of outstanding margin loan for the respective year.

#### 22 Provision for Corporate Income Tax

Opening balance	284,259,973	325,056,964
Add: Provision made during the period	64,184,705	51,108,689
Less: Adjusted during the period	112,266,762	91,905,680
<b>Closing balance</b>	<b>236,177,916</b>	<b>284,259,973</b>

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Notes to the Financial Statements**

	31 Dec 2024	31 Dec 2023
<b>23. Deferred Tax</b>		
Opening balance	6,050,614	4,671,014
Add: Provision for the during year	-	-
Less: Adjustment during the year	668,323	(1,379,600)
<b>Closing balance</b>	<b>5,382,291</b>	<b>6,050,614</b>
<b>24. Brokerage Commission</b>		
Brokerage commission	192,008,742	167,638,300
Less: Hawla charges	2,200	3,950
Laga charges	19,147,978	16,696,788
Service charge from clients for CDBL	10,264,119	8,552,134
	<b>162,594,445</b>	<b>142,385,428</b>
<b>25. Interest Income</b>		
Income from bank deposits	35,065,037	17,438,866
Income from margin loan	229,611,411	192,087,839
	<b>264,676,448</b>	<b>209,526,705</b>
<b>26. Interest Expense</b>		
Interest on loan	127,032,198	115,993,009
Interest expense agnt. customer deposit	24,873,157	13,348,885
	<b>151,905,355</b>	<b>129,341,894</b>
<b>27. Others Operating Income</b>		
BO account opening fees	672,000	737,000
Margin account renewal fees	898,000	914,000
Income from transfer/transmission/corporate action	493,881	816,004
Margin account opening fees	38,000	162,000
BO account renewal fees	1,136,800	1,136,700
IPO processing fees	91,074	18,660
Other income*	692,296	620,044
Dividend Income from investment in shares	32,732,579	26,761,563
Capital gain from investment in shares (Note # 27.01)	12,615,300	14,488,706
	<b>49,369,930</b>	<b>45,654,677</b>
Other income includes cheque collection charge, RTGS charge, cheque dishonor charge & other unclassified income		
<b>27.1. Capital gain from investment in shares</b>		
Sales price of shares	71,998,001	135,598,141
Less: Cost Price of Shares	59,382,701	121,109,435
Capital gain from shares investment	<b>12,615,300</b>	<b>14,488,706</b>

31 Dec 2024

31 Dec 2023

**28. Operating Expenses**

Audit fees	76,667	76,667
Bank charges	396,558	377,024
Bank guarantee commission	2,806,001	2,430,636
Business and promotional expenses	430,236	346,312
Cleaning expenses	476,527	509,134
Computer accessories	261,685	345,772
Traveling & Conveyance	294,240	325,898
Depreciation	22,351,397	24,637,951
Directors' remuneration	484,000	544,500
Entertainment	1,790,514	1,732,216
Fuel and oil	63,534	72,884
Insurance premium	994,788	699,723
Internet charges	2,714,260	2,429,697
Internship Allowance	70,000	120,000
Investor protection fund to DSE & CSE	119,202	29,213
License and renewal fees	1,435,941	1,247,765
Newspaper	53,527	49,624
Rent & others (Note: 28.1)	5,053,098	6,082,493
Others	-	29,089
Postage and courier	26,034	37,960
Printing and stationery	1,064,375	919,535
Professional & Legal expenses	450,005	149,685
Repair and maintenance	2,173,774	1,205,404
Salaries and allowances	114,834,363	109,121,769
Telephone & Mobile Bill	415,385	430,062
Training Expenses	464,835	219,527
Utilities	5,766,359	5,405,418
<b>Closing balance</b>	<b>165,067,303</b>	<b>159,575,958</b>

**Bank Asia  
Securities Limited  
Notes to the Financial Statements**

	31 Dec 2024	31 Dec 2023
<b>28.1 Rent &amp; others</b>		
Office rent	1,967,880	1,733,280
Interest portion on lease liabilities	3,085,218	4,349,213
	<u>5,053,098</u>	<u>6,082,493</u>

Total rent expenses for the period was Tk. 20,374,523.16 as per IAS 17. To implement "IFRS16: Lease" this rent expense has been adjusted with depreciation arises against right of use of assets (ref: Annex I) and interest expenses arises against lease liabilities.

**29. Earning per Share**

Profit After Tax	6,397,048	4,167,221
Number of Ordinary Shares	20,000,000	20,000,000
<b>Earning per shares</b>	<u>0.32</u>	<u>0.21</u>

**30. Disclosure on Payments/ Perquisites to Directors and Key Management Personnel (As Per Requirement of Companies Act 1994, Schedule-Xi, Part-ii)**

**30.1 Paid to Directors**

Board Meeting Attendance Fees	<u>484,000</u>	<u>544,500</u>
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**30.2 Paid to Key Management Personnel**

Key management Personnel are those Persons having authority and responsibility for Planning, Directions and Controlling the activities of the Company.

- i) No Compensation/ Other allowance/ commission was allowed to Directors including Managing Director, Managing Agent or manager of the company except as stated above.
- ii) There is no amount payable to Directors including Managing Director, Managing Agent or manager of the Company for any sort of commission on purchases, profit or guarantee.
- iii) BOD Meeting attendance fee for attending each Board Meeting was Tk. 10,000 for each director.

**31. Number Of Employee**

The number of employees receiving remuneration of Tk. 36,000 or above per employee per year were 66 in 31 December 2024. ( In 2023 it was 69 employees)

# INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BA EXCHANGE COMPANY (UK) LIMITED

## Opinion

We have audited the financial statements of BA Exchange Company (UK) Limited (the 'company') for the year ended 31 December 2024 which comprise the profit and loss account, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2024 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, 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.

## Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

## Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

## Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- The information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

## Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the director's report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or

# INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BA EXCHANGE COMPANY (UK) LIMITED

- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of directors' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report.

## Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine 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, the directors are 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the financial reporting framework, the Companies Act 2006 and the relevant tax compliance regulations.

We considered the provisions of other laws and regulations that do not have a direct effect on the financial statement but compliance with which may be fundamental to the ability of the Company to operate and hence may affect the Company's ability to continue as a going concern. These include compliance with Regulation (EU) 2015/ 847 on information accompanying transfers of funds (the Payments Regulation), Payment Services Regulations 2017, the Money Laundering, Terrorist Financing and Transfer of Funds (Information on the Payer) Regulations 2017 and the Proceeds of Crime Act 2002. In addition there are other laws in relation to Terrorism Finance and Anti Bribery and Corruption which are relevant.

We understood how the Company is complying with those frameworks by making enquiries of management, staff and consultants and those responsible for legal and compliance procedures. We corroborated our enquires through our review of minutes and papers provided by the Company and in during the review of the Company's reporting the Financial Conduct Authority.

We assessed the susceptibility of the Company's financial statements to material misstatements, including how fraud might occur, by discussing with the local director, where he considered there was a susceptibility to fraud.

Our audit planning identified fraud risks in relation to management override. We considered the processes and controls the Company had established to address risks identified or that otherwise prevent, deter and detect fraud; and how management monitors those processes and controls.

We designed our audit procedures to detect irregularities, including fraud. Our procedures included journal entry testing, with a focus on large or unusual transactions based on our knowledge of the business, together with enquires of the local directors and staff.

Our audit procedures were designed to respond to risks of material misstatements in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditors> responsibilities. This description forms part of our auditor's report.

## Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Forhad Ahmed (Senior Statutory Auditor)**

**For and on behalf of AGP Consulting, Statutory Auditor**  
**Chartered Accountants**

Date: 4 March 2025  
Q West  
Great West Road  
Brentford  
TW8 0GP

# BA EXCHANGE COMPANY (UK) LIMITED

## PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 £	2023 £
Turnover	3	242,636	323,830
Cost of Sales		(48,425)	(23,596)
<b>Gross Profit</b>		194,211	300,234
Administrative expenses		(256,499)	(236,161)
(Loss)/profit before taxation		(62,288)	64,073
Tax on (loss)/profit		-	-
<b>(Loss)/profit for the financial year</b>		(62,288)	64,073

The profit and loss account has been prepared on the basis that all operations are continuing operations.

## BALANCE SHEET

AS AT 31 DECEMBER 2024

	Notes	2024 £	£	2023 £	£
<b>Fixed assets</b>					
Tangible assets	8		2,366		2,524
<b>Current assets</b>					
Debtors	9	11,623		14,013	
Cash at bank and in hand		30,692		111,848	
		42,315		125,861	
Creditors: amounts falling due within one year	10	(424,749)		(446,165)	
<b>Net current liabilities</b>			(382,434)		(320,304)
Net liabilities			(380,068)		(317,780)
<b>Capital And Reserves</b>					
Called up share capital			300,000		300,000
Profit and loss reserves			(680,068)		(617,780)
<b>Total Equity</b>			(380,068)		(317,780)

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 4 March 2025 and are signed on its behalf by:

Sher Mahmud Saika  
**Director**

**Company registration number 7314397 (England and Wales)**

# BA EXCHANGE COMPANY (UK) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

### 1 Accounting policies

#### Company information

BA Exchange Company (UK) Limited is a private company limited by shares incorporated in England and Wales. The registered office is 131 Whitechapel Road (Ground Floor), London, England, E1 1DT.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

This company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements:

- Section 7 'Statement of Cash Flows': Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues': Interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income;
- Section 26 'Share based Payment': Share-based payment expense charged to profit or loss, reconciliation of opening and closing number and weighted average exercise price of share options, how the fair value of options granted was measured, measurement and carrying amount of liabilities for cash-settled share-based payments, explanation of modifications to arrangements;
- Section 33 'Related Party Disclosures': Compensation for key management personnel.

The financial statements of the company are consolidated in the financial statements of Bank Asia PLC.. These consolidated financial statements are available from its registered office. Head Office Bank Asia Corporate Office, Rangs Tower 32-34, Kazi Nazrul Islam Avenue, Kawran Bazar, Dhaka 1000, Bangladesh

#### 1.2 Going concern

The Company reported a loss during the year after a number of year of profit last year, in an ongoing competitive market, and the company is carrying accumulated losses. The results are in line with expectations, the loss arose mainly due additional costs in relation to exit payment for the UK based director and the overall commission income down to reduced business which was higher last year due to the favourable FX rate driving demand and also creating a large FX gain. this was not the case this year.

The director considers that the Company will be able to rely upon sufficient additional support from the parent undertaking for at least the next 12 month or by arranging funds by way of the inter company position the Board of the Bank has approved this, to allow the Company to be able to meet all its commitments as they fall due.

Therefore the directors consider that the going concern basis is appropriate in respect of the financial statements for the year ended 31 December 2024.

#### 1.3 Turnover

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

#### Commission income

Income from remittance services is recognised when a customer gives instructions to the Company to make a remittance on their behalf.

#### 1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings 25% Reducing balance basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### 1.5 Cash at bank and in hand

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

## 1.6 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

## 1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

### Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

### Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

## 1.8 Leases

Rentals paid under operating leases are charged to the Statement of comprehensive income on a straight line basis over the lease term.

## 1.9 Foreign exchange

### Functional and presentation currency

The Company's functional and presentational currency is GBP.

### Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non - monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income except when deferred in other comprehensive income as qualifying cash flow hedges.

### 1.10 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

### 1.11 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

## 2 Judgements and key sources of estimation uncertainty

Preparation of the financial statements requires management to make significant judgments and estimates. Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets are assessed annually and may vary depending on a number of factors. In re-assessing useful lives, factors such as technological advances. Residual value consider such things as projected disposal values.

## 3 Turnover and other revenue

100% Turnover of the company for the year ended 31 December 2024 (2023 - 100%) have arisen from within the United Kingdom.

## 4 Operating (loss)/profit

	2024 £	2023 £
Operating (loss)/profit for the year is stated after charging:		
Fees payable to the company's auditor for the audit of the company's financial statements	2,500	2,545
Depreciation of owned tangible fixed assets	374	349
Operating lease charges	25,635	23,110

## 5 Auditor's remuneration

Fees payable to the company's auditor and associates:

### For audit services

Audit of the financial statements of the company	2,500	2,545
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## 6 Employees

The average monthly number of persons (including directors) employed by the company during the year was: 7

Management	4	4
Counter Staff	3	3
	7	7

Their aggregate remuneration comprised:

Wages and salaries	170,006	140,620
	170,006	140,620

## 7 Directors' remuneration

Remuneration paid to directors	104,261	66,200
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## 8 Tangible fixed assets Plant & Machinery

	2024 £
Cost	
At 1 January 2024	23,482
Additions	216
At 31 December 2024	23,698
Depreciation and impairment	
At 1 January 2024	20,958
Depreciation charged in the year	374
At 31 December 2024	21,332
Carrying amount	
At 31 December 2024	2,366
At 31 December 2023	2,524

## 9 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Other debtors	11,623	14,013

## 10 Creditors: amounts falling due within one year

Trade creditors	419,682	391,402
Taxation and social security	3,712	3,907
Other creditors	1,355	50,856
	424,749	446,165

## 11 Reserves

Profit and loss account

The profit and loss account consists of the profits retained within the business and is recorded at historic cost.

## 12 Related party transactions

### Transactions with related parties

During the year the company entered into the following transactions with related parties:

All of the Company's remittances are routed through its parent entity Bank Asia PLC. as part of the normal business cycles, these transactions are at arms length, these amounts have no transactional value and purely for settlement. All commission income is earned from the remitters. There is a position at the year end included in Trade Creditors of £415,760 (2023 - £385,018 )

## 13 Parent company

The Company's ultimate parent undertaking is Bank Asia PLC., a company incorporated in Bangladesh. The accounts for this entity may be obtained from Head Office Bank Asia Corporate Office, Bank Asia Tower, 32 & 34, Kazi Nazrul Islam Avenue, Kawran Bazar Dhaka-1000, Bangladesh or on their website [www.bankasia-bd.com](http://www.bankasia-bd.com).

# BA EXPRESS USA, INC.

## INDEPENDENT AUDITOR'S REPORT

### MONIS SIDDIQUI, CPA P.C.

Certified Public Accountants

#### REPORT OF INDEPENDENT PUBLIC ACCOUNTING FIRM

To the Stockholders and Board of Directors BA Express USA, Inc

Jackson Heights, New York

We have audited the accompanying financial statements of BA Express USA, Inc. (the "Company") (a New York corporation), which comprise the balance sheet as of December 31, 2024, and the related statement of operations, changes in stockholder's equity and cash flows for the year then ended and the related notes to the financial statements.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of BA Express USA, Inc as of December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

*Monis Siddiqui, CPA P.C.*

Manhasset Hills, New York

30 March, 2025

# BA EXPRESS USA, INC.

## BALANCE SHEET

Year Ended December 31, 2024

<b>Assets</b>	<b>2024 (\$)</b>	<b>2023 (\$)</b>
Current Assets:		
Cash, cash equivalents and investments	3,173,293	1,991,250
Accounts receivable	538,157	1,457,511
Total current assets	3,711,450	3,448,761
Furniture, equipment & leasehold improvements, net	31,626	32,888
Other assets		
Organization costs, net	4,155	5,016
Security deposits	40,300	42,865
Total other assets	44,455	47,881
Total assets	3,787,531	3,529,530
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
<b>Liabilities</b>		
Remittance payable	2,057,766	3,074,412
Due to beneficiary	702,476	252,808
Other liabilities	62,711	80,615
<b>Total liabilities</b>	2,822,953	3,407,835
<b>Stockholder's equity</b>	964,578	121,695
<b>Total liabilities and stockholder's equity</b>	3,787,531	3,529,530

See the accompanying notes and auditor's report

# BA EXPRESS USA, INC.

## STATEMENT OF OPERATIONS

Year Ended December 31, 2024

	2024 (\$)	2023 (\$)
<b>Revenue</b>		
Commissions & fees	462,471	88,852
Realized gain on foreign exchange	1,964,288	1,706,223
Interest income	5,981	5,965
Total revenues	2,433,010	1,801,040
<b>Expenses</b>		
Payroll and wages	327,353	257,757
Payroll taxes	103,414	81,202
Commission fees	302,159	88,827
Professional fees	26,514	17,483
Filing and regulatory costs	24,514	22,331
Rent and lease costs	220,453	172,951
General and administrative expenses	585,721	489,712
Total expenses	1,590,128	1,130,263
<b>Net Income Before Provision For taxes</b>	842,882	670,777
Provision For Taxes	-	-
<b>Net Income</b>	842,882	670,777

See the accompanying notes and auditor's report

## STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY

Year Ended December 31, 2024

	Balance Beginning (\$)	Net Change (\$)	Balance Ending (\$)
Common stock, no par value	-	-	-
Paid-in capital	960,000	-	960,000
Deficit	(838,305)	842,883	4,578
Stockholders' equity	121,695	842,883	964,578

See the accompanying notes and auditor's report

# BA EXPRESS USA, INC.

## STATEMENT OF CASH FLOWS

Year Ended December 31, 2024

	2024 (\$)	2023 (\$)
<b>Cash flows from operating activities :</b>		
Net income	842,882	670,777
Adjustments to reconcile net income to net cash provided in operating activities		
Depreciation	7,668	25,118
Amortization	861	860
Changes in operating assets and liabilities		
Accounts receivable	919,354	(976,596)
Other current assets	-	16,435
Security deposits	2,565	(2,200)
Remittance payable	(1,016,646)	775,520
Other liabilities	(17,904)	33,312
Due to beneficiary	449,669	(82,330)
Net cash provided by operating activities	1,188,449	460,896
<b>Cash flows from investing activities</b>		
Furniture, equipment & leasehold improvements	(6,406)	(32,418)
<b>Net increase in cash and cash equivalents</b>	1,182,043	428,478
<b>Cash, cash equivalents and investments - beginning of year</b>	1,991,250	1,562,772
<b>Cash, cash equivalents and investments - ending of year</b>	3,173,293	1,991,250

See the accompanying notes and auditor's report

# BA EXPRESS USA, INC.

## NOTES TO FINANCIAL STATEMENTS

*For the Year Ended December 31, 2024*

### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Nature of Business**

BA Express USA, Inc (the "Company") is a New York Corporation formed on September 20, 2011 for the purpose of conducting business as an international money transmitter registered with the New York Department of Financial Services. The primary objective of the Company is to uphold the image and be a leading remittance service providing company in USA. The Company maintains its central office in Jackson Heights, New York. BA Express USA, Inc is a 100% owned subsidiary of Bank Asia PLC..

#### **Basis of Accounting**

The Company prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP). This basis of accounting involves the application of accrual accounting; consequently, revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

#### **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

#### **Cash and Cash Equivalents**

For the purpose of reporting cash flows, the Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

#### **Accounts Receivable**

The Company performs credit evaluations of its customers and generally does not require collateral. The Company does not believe significant credit risks exist at December 31, 2024, with respect to its accounts receivable. The company uses direct write-off method to recognize bad debt expense.

#### **Revenue Recognition (ASC 606)**

The primary source of the Company's revenues is comprised of the transaction-based fees, which typically constitute a percentage of dollar volume processed, per transaction processed, or some combination thereof. Fees from money transfers are based on the principal amount of the transaction and location where the funds are to be transferred and is recorded as income at the time of the sale.

The secondary source of the Company's revenues is generated by buying and selling currency at favorable rates.

#### **Foreign Currency Translation (ASC 830)**

Accounts with balances denominated in currencies other than U.S. dollars are translated into U.S. dollars at applicable exchange rates as of the date of the transaction. Amounts denoted in a foreign are converted into U.S. dollars, and the exchange differences are included in the costs and revenues under the related account.

#### **Furniture, Equipment and Leasehold Improvements (ASC 360)**

Furniture, Equipment and Leasehold Improvements are stated at cost, less accumulated depreciation. Depreciation is recorded using a straight-line method over the estimated useful lives of the assets. When assets are retired or otherwise disposed of, the cost and the related accumulated depreciation is removed from the accounts and any resulting gain or loss is recognized. The cost of maintenance and repairs is charged to expense as incurred; significant renewals and betterments are capitalized.

#### **Income Taxes (ASC 740)**

No provision for income taxes has been made in the financial statements. The Company has no net operating loss carryforwards for federal income tax purposes as of December 31, 2024. Because the future utilization of these tax carryforward losses is uncertain, no related deferred tax asset has been reflected in the accompanying financial statements.

Management of the Company did not identify any uncertain tax positions taken or expected to be taken in an income tax return which would require adjustment to or disclosure in its financial statements. The Company's tax returns are subject to possible examination by the taxing authorities. For federal income tax purposes, the tax returns essentially remain open for possible examination for a period of three years after the date on which those returns are filed.

# BA EXPRESS USA, INC.

## NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

### NOTE 2: FAIR VALUE OF FINANCIAL INSTRUMENTS (ASC 820)

The Company's financial assets and liabilities are carried at fair value, or are carried at amounts which approximate fair value as the market value of such items is not materially sensitive to shifts in market interest rates due to the limited term to maturity of these instruments.

The Company adopted SFAS No. 157, which defines fair value is the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. When determining fair value measurements for assets and liabilities required or permitted to be recorded at fair value, the Company considers the principal or most advantageous market and assumptions that market participants would use when pricing the asset or liability.

The Company categorizes the fair value of its financial assets and liabilities according to the hierarchy established by the Financial Accounting Standards Board, which prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

**Level 1:** Applies to assets or liabilities for which there are quoted prices in active markets for identical assets or liabilities. These Level 1 assets represent quoted prices in active markets and, therefore, do not require significant management judgment.

**Level 2:** Applies to assets or liabilities for which there are inputs other than quoted prices included within Level 1 that are observable, either directly or indirectly, for the asset or liability such as: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in less active markets; or other inputs that can be derived principally from, or corroborated by, observable market data.

**Level 3:** Valuations based on inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The recorded values of accounts receivable, accounts payable, and accrued liabilities approximate fair values due to their short maturities. Unrealized gains and losses are included in earnings and are reported in the Statement of Income as a component of other income and losses. Generally, for all trading securities, fair value is determined by reference to quoted market prices and other relevant information generated by market transactions. As of December 31, 2024, the Company was liquid in its security positions.

### NOTE 3: CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash, cash equivalents and investments consist of the following for the year ended December 31, 2024:

	2024 \$	2023 \$
Checking account/FDIC insured amount	\$ 636,540	59,962
Cash in transit	2,030,772	1,431,288
Certificate of deposits	505,981	500,000
Cash, cash equivalents and investments	\$ <u>3,173,293</u>	<u>1,991,250</u>

The certificates of deposit are restricted. The Company has a \$500,000 certificate of deposit used as collateral to satisfy the signed agreement with New York State Department of Financial Services.

### NOTE 4: FURNITURE, EQUIPMENT AND LEASEHOLD IMPROVEMENTS

Furniture, equipment, and leasehold improvements consist of the following for the year ended December 31, 2024:

Furniture and fixtures	\$ 41,959	16,847
Leasehold improvements	185,643	185,643
	<u>227,601</u>	<u>202,490</u>
Less: accumulated depreciation	(195,975)	(169,602)
Furniture, equipment and leasehold improvements, net	\$ <u>31,626</u>	<u>32,888</u>

Depreciation expense for the year ended December 31, 2024 was \$7,668.

### NOTE 5: ORGANIZATION COSTS

Organization costs consist of the following for the year ended December 31, 2024:

Capitalized organization costs	\$ 12,917	12,917
Less: accumulated amortization	(8,762)	(7,901)
Organization costs, net	\$ <u>4,155</u>	<u>5,016</u>

Amortization expense for the year ended December 31, 2024 was \$861.

# BA EXPRESS USA, INC.

## NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

### NOTE 6: OPERATING LEASES (ASC 842)

The company conducts its operations from offices that are leased under a five-year noncancelable operating lease expiring February 28, 2024. There is an option to renew the lease for an additional period of five years at an increased monthly rental.

On February 20, 2020, the Company entered into a ten-year lease agreement for a retail space in Jackson Heights, New York. The lease, commenced on March 1, 2020, provides for base rent of approximately \$6,500 per month with a 3.5% annual increase. Total base rent payable over the lease period is approximately \$915,000. The Company has an option to extend the term of the lease for an additional ten-year period. Minimum future rental payments under the non-cancelable operating leases having a remaining term in-excess of one year as of December 31, 2024 for each of the next five years are:

2025	\$	92,650
2026		95,950
2027		99,300
2028		102,700
2029		119,200
Total base rent obligation		<u>509,700</u>

On February 20, 2020, the Company entered into a five-year lease agreement for a retail space in Ozone Park, New York. The lease, commenced on June 1, 2023, provides for base rent of approximately \$2,200 per month with a 2.27% annual increase. Total base rent payable over the lease period is approximately \$138,000. The Company has an option to extend the term of the lease for an additional five-year period. Minimum future rental payments under the non-cancelable operating leases having a remaining term in-excess of one year as of December 31, 2024 for each of the next five years are:

2025		27,300
2026		27,900
2027		28,500
2028		14,400
Total base rent obligation	\$	<u>98,100</u>

Rent expense for the year ended December 31, 2024 was \$220,453.

### NOTE 7: RELATED PARTY TRANSACTIONS

The Company is a 100% owned subsidiary of Bank Asia PLC. The Company signed paying agent agreement with Bank Asia PLC.. For the year ended December 31, 2024, there was no expense paid for related party agent fee.

### NOTE 8: CONCENTRATION OF CREDIT RISK

The company may be subject to credit risk to its cash and cash equivalents. The Federal Deposit Insurance Corporation ("FDIC") insured up to \$250,000 for substantially all depository accounts. From time to time, the Company had amounts on deposits in-excess of FDIC limits. Management believes the Company is not exposed to any significant credit risk on cash and cash equivalents. At December 31, 2024, the Company had \$386,540 cash and cash equivalents in-excess of the FDIC limits.

### NOTE 9: SUBSEQUENT EVENTS

Management has evaluated events and transactions that occurred subsequent to the date of the financial statements through March 30, 2025 which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.