

*Auditors' Report and  
Audited Financial Statements  
Of*

*Palli Sanchay Bank*

Red Crescent Borak Tower, Level-8  
37/3/A Eskaton Garden Road, Dhaka-1000

For the year ended June 30, 2020

**AUDITORS**

**M M Rahman & Co.**  
Chartered Accountants  
Padma Life Tower, Level-10  
115 Kazi Nazrul Islam Avenue,  
Bangla Motor, Dhaka-1000

**Mollah Quadir Yusuf & Co.**  
Chartered Accountants  
Building # 01, House # 79 (2nd Floor)  
Road # 12/A, Dhanmondi,  
Dhaka-1209

**Independent Auditor's Report  
To the Shareholders of Palli Sanchay Bank**

**Report on the Audit of the Financial Statements**

**Qualified Opinion**

We have audited the financial statements of Palli Sanchay Bank (the "Bank"), which comprise the statement of financial position as at 30 June 2020 and the profit and loss accounts, statements of changes in equity and cash flow statements for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements of the Bank give a true and fair view of the financial position of the Bank as at 30 June 2020, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.

**Basis for Qualified Opinion**

1. As per Note 7.00 Loans & Advance an amount of Tk. 43,203,320,474 was shown in the Financial Statements for the year ended June 30, 2020. Out of which overdue amount is Tk. 19,304,617,646 i.e., 45% of Total Loans & Advance. The Bank didn't maintain any overdue schedule, ageing schedule, and didn't make any provision for the bad debt against overdue loans & advance. Which is not in compliance with the Palli Sanchay Bank Act, 2014.
2. According to the DBI Circular no-3(BIBAUB-PSB)-02/2019-1700 dated 08 December 2019, the bank is required to maintain Classification of loan (CL) statements. But the bank did not maintain any CL statements, which is non-compliance with the said circular.
3. During the course of our 24 branches audit & subsequent checking with bank book balance of Money at call on short notice deposit with other bank and financial institution in Note 5.00 of the Financial Statements, it reveals that there remains a difference between bank statement & respective bank book and no reconciliation was made available. Therefore, we could not ascertain the accuracy of the closing balance of money at call on short notice amounting to Tk. 7,156,397,101.
4. As per Note no 11.05 to the Financial Statements which depicts Suspense Liabilities amounting Tk. 715,112,276 and as per Note 13.00 depicts an amount of Tk. (758,198,966) as an adjustment to the retained earnings against which we were not provided with the proper explanation and therefore we couldn't confirm the accuracy of the above mentioned amount.



5. According to section 51 of the IAS 16 (Property, plant, and equipment), the bank shall account for the changes in an accounting policy as per IAS 8 (Accounting policies, changes in accounting estimates, and errors). However, there were no changes in the accounting policies regarding depreciation. The existing practice of the bank regarding the purchase of an asset is to debit expenses and to credit bank/ other liabilities. After that, they reverse the entry by debiting assets and crediting the expenses. For this wrong practice, there is a time gap for the calculation of the actual depreciation of an asset. As a result, the depreciation expenses were understated by the amount of Tk. 2,277,831.
6. According to section 67 of the IAS 16 (Property, plant, and equipment), the carrying amount of an item of property, plant, and equipment shall be derecognized on disposal or when no future economic benefits are expected from its use. However, the disposal amounting Tk. 47,231,557 in note 8.00 to the Financial Statements was not disposal in compliance with the above standard.
7. As per Note 15.00 to The Financial Statements, the Bank has credited an amount of Tk. 30,890,576 as Miscellaneous Income and as per Note 25.00, the Bank has credited an amount of Tk. 9,401,730 to the Lendhen Manager Subsidy Account. We observed that these amounts came from the last year's provision amounts of computer expenses and PSB has recorded these amounts as Miscellaneous Income & Lendhen Manager Subsidy Account without any basis instead of adjusting the error. However, the accounting treatment was not in compliance with IFRS 15 (Revenue from contracts with customers).
8. As per Palli Sanchay Bank Act, 2014 the activities of the bank are defined. However, we observed that the bank has a significant investment in FDR amounting to Tk. 16,203,167,305 in note no 6.00 and the interest income from the investment in FDR in note no 17.00 is the amount of Tk. 1,556,569,650. The above fact is ultra-vires of the PSB Act.
9. Included in Note 11.00 to the financial statements is 'Accrued interest on FDR amounting Tk. 403,364,798. In the course of our audit, it reveals that PSB didn't record the accrued interest on FDR properly. In our sampling of 49 FDR statements of several banks (Govt. & Private bank) we found that PSB has recorded provision for interest against those FDR amounting Tk. 231,047,426. But as per our working the interest provision against those FDR should be Tk. 210,525,755. As a result, interest provision was overstated by the amount of Tk. 20,521,670.
10. As per Note 6.00 to the Financial Statements, the bank has recorded the investment on FDR amounting to Tk. 16,203,167,305. In the course of our audit, it reveals that PSB didn't record the closing value on FDR properly. In our sampling of 49 FDR statements of several banks (Govt. & Private bank) we found that PSB has recorded closing value against those FDR amounting to Tk. 8,009,622,087. In our audit, we found that the actual value of FDR was Tk. 8,058,894,747. As a result, the value of the



FDR is understated by the amount of Tk. 49,272,660. which was not in compliance with the IFRS 9 (Financial Instruments).

11. As per IAS 12 Income Taxes, it is mandatory to make a provision for income tax expenses for an entity liable to tax payment. However, the bank has not made any provision for tax expenses.
12. According to the section 9 of the IFRS 16 (Leases), the bank shall assess whether the contract is, or contain a lease and as per section 23 and 29 of the IFRS 16, the bank shall measure the right-of-use assets. However, in our branch audit, it reveals that the standards in this regard were not being followed.
13. As per section 15(C) of the Bank Company Act, 1991, the board of directors shall ensure an effective Internal Audit & Control System of the bank. But PSB didn't have any internal audit & control system in place following the Bank company act, 1991.
14. According to Section 13 of the Bank Company Act & section, 09 of the Palli Sanchay Bank Act, 2014, the Paid-up Capital of the Bank will be Tk. 2,000,000,000 (Two hundred cores) and subsequently the bank can increase the paid-up capital by a government gazette. In our observation, the paid-up capital of the bank is Tk. 2,970,936,400 (Two hundred ninety-seven core nine lac thirty-six thousand four hundred) and we were not provided with any gazette for the increment. We also observe that the percentage of the capital owned by the government will be 51% as per PSB Act, 2014. However, the act was not followed by the bank as the government has 72% shares of the bank.
15. As per section 36 of Bank company Act, 1991 PSB should submit their assets & liabilities statements quarterly & half-yearly basis to the Bangladesh Bank. However, the rules in this regard were not followed by PSB properly.
16. According to section 50 of the Palli Sanchay Bank (Kormokorta Kormochari) Chakri Providhanmala, 2016 PSB is required to create a Contributory Provident Fund where Employees, PSB will pay a fixed amounts of subscription time to time. However, the rules in this regard were not followed by the bank.

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



### Key Audit Matters

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

Risk	Our response to the risk
<b>Legal and regulatory matters</b>	
<p>We focused on this area because the Bank operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Overall, the legal provision represents the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Bank's financial position.</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. We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports. We also received formal confirmations from external counsel.</p>
	<p>We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.</p>
<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 tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Bank's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p>
	<p>Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</p>



### **Other Information**

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. We have not received the annual report for the year under audit before the date of signing the auditor's report from the management. The directors are responsible for the other information.

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

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

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

Management is responsible for the preparation and fair presentation of the financial statements of the Bank in accordance with IFRSs as explained in note 02, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

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

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

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

Our objectives are to obtain reasonable assurance about whether the 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Bank to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the bank audit. We remain solely responsible for our audit opinion.

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

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



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

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ii. To the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on antifraud 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 Bank 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 Bank and its related entities other than matters disclosed in these financial statements;
- iii. Financial statements of Palli Sanchay Bank have been audited by M M Rahman & Co., Chartered Accountants and Mollah Quadir Yusuf & Co., Chartered Accountants and have been properly reflected in the financial statements;
- iv. In our opinion, proper books of accounts as required by law have been kept by 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 statement of financial position and statement of profit and loss 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 financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- ix. Adequate provisions have been made for advance and other assets which are in our opinion, doubtful of recovery;
- x. The information and explanations required by us have been received and found satisfactory;
- xi. We have reviewed over 80% of the risk weighted assets of the Bank and spent over 3480 person hours

**Name of Firm : M M Rahman & Co.**  
Chartered Accountants  
Registration No. of the Firm: Reg. No. P10918

Signature of the Auditor -----  
Name of the Auditor : **Syed Mahmud Ahmad, FCA**  
(Senior Partner/Enrolment no. 586)

DVC: 2104130586AS072793

Date: 13.04.2021  
Dhaka

**Name of Firm : Mollah Quadir Yusuf & Co.**  
Chartered Accountants  
Registration No. of the Firm:

Signature of the Auditor -----  
Name of the Auditor : **Md. Musfiqur Rahman, FCA**  
(Senior Partner/Enrolment no. 1023)

DVC: 210413102BA5167036

**Palli Sanchay Bank**

Red Crescent Borak Tower (Level-8),  
37/3/A, Eskaton Garden Road, Dhaka-1000

**Balance Sheet**

As at June 30, 2020

Particulars	Notes	Amount in BDT	
		June 30, 2020	June 30, 2019
<b>PROPERTY AND ASSETS</b>			
Cash	3.00	273,569	908,418
Cash in hand (including foreign currencies)		273,569	908,418
Balance with Bangladesh Bank & its agent bank (including foreign currencies)		-	-
Balance with other banks and financial institutions	4.00	1,664,528,736	73,664,063
In Bangladesh		1,664,528,736	73,664,063
Outside Bangladesh		-	-
Money at call on short notice	5.00	7,156,397,101	2,152,042,491
Investments	6.00	16,203,167,305	16,684,120,126
Government		-	-
Others		16,203,167,305	16,684,120,126
Loans & Advance	7.00	43,203,320,474	23,990,571,010
Bill Purchased & Discount		-	-
Fixed assets including premises, furniture and fixtures	8.00	75,403,162	51,649,667
Other assets	9.00	440,739,691	170,493,662
Non-banking assets			-
<b>Total assets</b>		<b>68,743,830,038</b>	<b>43,123,449,437</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents		-	-
Deposit and other accounts	10.00	55,828,017,801	33,914,566,689
Short Notice Deposits		57,314,082	50,113,245
Savings Deposits		18,396,817,342	12,485,434,988
Government Grant		37,188,853,044	21,239,988,636
Others Deposit		185,033,333	139,029,820
Other liabilities	11.00	3,672,608,625	2,979,690,641
<b>Total liabilities</b>		<b>59,500,626,426</b>	<b>36,894,257,330</b>
<b>Capital/ shareholders' equity</b>			
Paid-up capital	12.00	2,970,936,400	2,970,464,300
Statutory reserve		-	-
Other reserve		-	-
Migrated Fund from EBEK	13.00	2,322,202,257	1,564,003,291
Surplus in profit & loss account	14.00	3,950,064,955	1,694,724,516
<b>Total shareholders' equity</b>		<b>9,243,203,613</b>	<b>6,229,192,107</b>
<b>Total liabilities &amp; shareholders' equity</b>		<b>68,743,830,038</b>	<b>43,123,449,437</b>

The accounting policies and explanatory notes are an integral part of the financial statements.



**Palli Sanchay Bank**

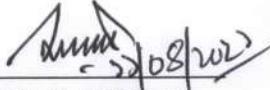
Red Crescent Borak Tower (Level-8),  
37/3/A, Eskaton Garden Road, Dhaka-1000

**Off-Balance Sheet Items**

As at June 30, 2020

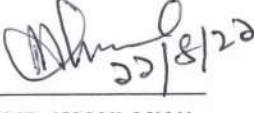
Particulars	Notes	Amount in Taka	
		June 30, 2020	June 30, 2019
<b>CONTINGENT LIABILITIES</b>			
Acceptances and endorsements		-	-
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
<b>Total contingent liabilities</b>		-	-
<b>OTHER COMMITMENTS</b>			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines		-	-
Other commitments		-	-
<b>Total shareholders' equity</b>		-	-
<b>Total off-balance sheet items including contingent liabilities</b>		-	-

*The accounting policies and explanatory notes are an integral part of the financial statements.*

  
MD. AKRAM- AL- HOSSAIN  
Chairman  
Palli Sanchay Bank Limited- হোসেন  
চেয়ারম্যান  
পালী সঞ্চয় ব্যাংক

Name of Firm : M M Rahman & Co.  
Chartered Accountants  
Registration No. of the Firm: Reg. No. P10918

  
AKBER HOSSAIN  
Managing Director  
(অপালি সঞ্চয় ব্যাংক)  
ব্যবস্থাপনা পরিচালন (অতিঃ সচিব)  
পালী সঞ্চয় ব্যাংক  
প্রধান কার্যালয়, ঢাকা।

  
MD. ISMAIL MIAH  
Assistant General Manager  
Palli Sanchay Bank Limited- মিয়াহ  
সহকারী মহাব্যবস্থাপক  
পালী সঞ্চয় ব্যাংক  
প্রধান কার্যালয়, ঢাকা।

Name of Firm : Mollah Quadir Yusuf & Co.  
Chartered Accountants  
Registration No. of the Firm:

Signature of the Auditor \_\_\_\_\_  
Name of the Auditor : Syed Mahmud Ahmad ,FCA  
(Senior Partner/Enrolment no. 586)

Signature of the Auditor \_\_\_\_\_  
Name of the Auditor : Md. Musfiqur Rahman FCA  
(Senior Partner/Enrolment no.1023)

DVC: 2104130586AS972793

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DVC: 2104131028AS167036

Dated: 13.04.2021

**Palli Sanchay Bank**

Red Crescent Borak Tower (Level-8),  
37/3/A, Eskaton Garden Road, Dhaka-1000

**Profit and Loss Account**

As at June 30, 2020

Particulars	Notes	Amount in BDT	
		June 30, 2020	June 30, 2019
Interest Income	15.00	1,619,992,858	896,407,161
Less: Profit paid on deposits, borrowings etc.	16.00	503,142,948	420,104,229
<b>Net interest income</b>		<b>1,116,849,910</b>	<b>476,302,932</b>
Investment Income	17.00	1,556,569,650	761,412,586
Commission, exchange and brokerage		-	-
Other operating income		-	-
<b>Net Income</b>		<b>1,556,569,650</b>	<b>761,412,586</b>
<b>Total operating income</b>		<b>2,673,419,560</b>	<b>1,237,715,518</b>
Salaries and allowances	18.00	242,678,188	36,578,809
Rent, taxes, insurances, electricity etc.	19.00	14,143,644	10,837,544
Legal & professional expenses	20.00	384,600	695,000
Postage, stamps, telecommunication etc.	21.00	2,488,592	2,292,526
Stationery, printing, advertisements etc.	22.00	10,982,094	8,557,746
Directors' fees	23.00	2,595,680	979,500
Auditors' fees		460,000	460,000
Depreciation and repair of fixed assets	24.00	17,348,704	9,162,708
Other expenses	25.00	30,606,525	55,926,911
<b>Total operating expenses</b>		<b>321,688,027</b>	<b>125,490,744</b>
<b>Profit before provision</b>		<b>2,351,731,533</b>	<b>1,112,224,774</b>
Provision against Lease, loans & Investment		-	-
<b>Total profit before taxes</b>		<b>2,351,731,533</b>	<b>1,112,224,774</b>
<b>Provision for taxation</b>		-	-
<b>Net profit after taxes</b>		<b>2,351,731,533</b>	<b>1,112,224,774</b>
<b>Earning Per Share (EPS)</b>	26.00	<b>79.16</b>	<b>37.44</b>

The accounting policies and explanatory notes are an integral part of the financial statements.

MD. AKRAM- AL- HOSSAIN

Chairman  
মোঃ আকরাম-আল-হোসেন  
Palli Sanchay Bank  
পল্লী সংঘর্ষ ব্যাংক

Name of Firm : M M Rahman & Co. পল্লী সংঘর্ষ ব্যাংক  
Chartered Accountants প্রধান কার্যালয়, ঢাকা।

Registration No. of the Firm: Reg. No. P10918

AKBER HOSSAIN

Managing Director  
Palli Sanchay Bank

(আকবর হোসেন)  
ব্যবস্থাপনা পরিচালক (অতি: সচিব)

Name of Firm : Mollah Quadir Yusuf & Co.

Chartered Accountants

Registration No. of the Firm:

MD. ISMAIL-MIAH  
সহকারী মহাব্যবস্থাপক  
Assistant General Manager  
পল্লী সংঘর্ষ ব্যাংক  
Palli Sanchay Bank  
কার্যালয়, ঢাকা

Signature of the Auditor .....  
Name of the Auditor : Syed Mahmud Ahmad ,FCA  
(Senior Partner/Enrolment no. 586)

Signature of the Auditor .....  
Name of the Auditor : Md. Musfiqur Rahman FCA  
(Senior Partner/Enrolment no.1023)

DVC : 2104130586AS972793

DVC : 2104131023A5167036

**Palli Sanchay Bank**

Red Crescent Borak Tower (Level-8),  
37/3/A, Eskaton Garden Road, Dhaka-1000

**Cash Flow Statement**

For the year ended June 30, 2020

**A. Cash Flow from Operating Activities**

Interest receipts in cash  
Interest payments  
Cash Payments to Employees  
Income Tax Paid  
Payments for other Operating activities  
  
Operating Profit before changes in Operating Assets & Liabilities  
  
Increase/Decrease in Operating Assets & Liabilities  
Statutory Deposits  
Money at call on short notice  
Other assets  
Loans and Advances to customers  
Other liabilities account of customers  
Migrated Fund from EBEK  
Other liabilities  
  
Net cash from operating activities

Amounts in Taka	
June 30, 2020	June 30, 2019

2,911,061,616	1,555,013,401
(503,142,948)	(420,104,229)
(233,530,170)	(36,425,530)
-	-
(71,608,317)	(80,752,593)

2,006,389,087	1,017,731,049
---------------	---------------

(856,617,080)	1,738,646,019
---------------	---------------

-	3,335,172,251
(5,004,354,610)	(10,660,546)
(4,081,068)	(2,534,006,452)
(19,212,749,464)	677,784,444
21,913,451,112	(121,568,941)
758,198,966	391,925,263
692,917,984	-

1,149,772,008	2,756,377,068
---------------	---------------

**B. Cash flows from Investing Activities**

Proceed from sale of securities  
Investments  
Purchase/ sale of Property, plant & equipment  
Adjustment of Property, plant & equipment  
Purchase/ sale of Intangible asset  
Purchase/ sale of Subsidiary

-	-
480,952,821	(7,395,871,621)
(84,698,661)	(18,052,025)
47,231,557	-
(3,500,000)	(13,442,169)
-	-

439,985,717	(7,427,365,814)
-------------	-----------------

**C. Cash flows from Financing Activities**

Opening profit surplus-PSB (Un-audited)  
Issue of paid up Capital  
Dividend Paid  
Net cash from financing activities

-	-
472,100	1,023,338,900
-	-
472,100	1,023,338,900

**D. Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)**

1,590,229,824	(3,647,649,846)
---------------	-----------------

**E. Cash and cash equivalents at the beginning of the year**

74,572,481	3,722,222,327
------------	---------------

**F. Cash and cash equivalents at the end of the year (D+E)**

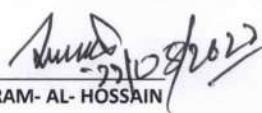
1,664,802,305	74,572,481
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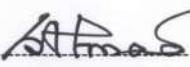
The above balance consists of the followings:

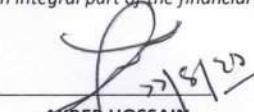
Cash in Hand  
Balance with other banks and financial institutions

273,569	908,418
1,664,528,736	73,664,063
1,664,802,305	74,572,481

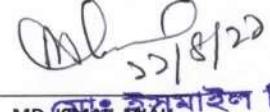
The accounting policies and explanatory notes are an integral part of the financial statements.

  
MD. AKRAM AL HOSSAIN  
Chairman  
Palli Sanchay Bank - আল-হোসেন  
চেয়ারম্যান  
Name of Firm: M M Rahman & Co.  
Chartered Accountants  
Registration No. of the Firm: Reg. No. P10918

Signature of the Auditor   
Name of the Auditor : Syed Mahmud Ahmad ,FCA  
(Senior Partner/Enrolment no. 586)

  
AKBER HOSSAIN  
Managing Director  
Palli Sanchay Bank  
(আকবর হোসেন)  
ব্যবসাগো পরিচালক (অতিঃ সচিব)  
পালি সঞ্চয় ব্যাংক  
প্রধান কার্যালয়, ঢাকা।

Name of Firm : Mollah Quadir Yusuf & Co.  
Chartered Accountants

  
MD. ISMAIL MAH  
সরকারী মহাব্যবস্থাপক  
পালি সঞ্চয় ব্যাংক  
প্রধান কার্যালয়, ঢাকা

Registration No. of the Firm:   
Name of the Auditor : Md. Musfiqur Rahman FCA  
(Senior Partner/Enrolment no.1023)

DVC: 2104190586AS972793

12

DVC: 21091B1013AS1670B6

Dated: 13.04.2021

Palli Sanchay Bank  
Red Crescent Borak Tower (Level-8),  
37/3/A, Eskaton Garden Road, Dhaka-1000

Statement of Changes in Equity  
For the year ended June 30, 2020

Amount in Taka

Particulars	Paid-up capital	Statutory reserve	General Reserve	Migrated Fund from EBEK	Profit & Loss	Total
Balance as at July 01, 2019	2,970,464,300			1,564,003,291	1,694,724,516	6,229,192,107
Changes in accounting policy Restated						-
Balance						-
Surplus/ deficit on account of revaluation of Investments				758,198,966		758,198,966
Adjustment to the fund migrated from EBEK					2,351,731,533	2,351,731,533
Net profit for the period after taxation						-
Net gains and losses not recognized in the income statement					(96,391,093)	(96,391,093)
Dividends						472,100
Issue of share capital	472,100					
<b>Balance as at June 30, 2020</b>	<b>2,970,936,400</b>	<b>-</b>	<b>-</b>	<b>2,322,202,258</b>	<b>3,950,064,955</b>	<b>9,243,203,613</b>

For the year ended June 30, 2019

Particulars	Paid-up capital	Statutory reserve	General Reserve	Migrated Fund from EBEK	Profit & Loss	Total
Balance as at July 01, 2018	1,947,125,400	-	-	1,685,572,232	582,499,742	4,215,197,374
Changes in accounting policy Restated	-	-	-			-
Balance	-	-	-			-
Surplus/ deficit on account of revaluation of Investments	-	-	-			-
Adjustment to the fund migrated from EBEK				(121,568,941)		(121,568,941)
Net profit for the period after taxation	-		-		1,112,224,774	1,112,224,774
Net gains and losses not recognized in the income statement	-	-	-			-
Dividends	-	-	-			-
Issue of share capital	1,023,338,900	-	-			1,023,338,900
<b>Balance as at June 30, 2019</b>	<b>2,970,464,300</b>	<b>-</b>	<b>-</b>	<b>1,564,003,291</b>	<b>1,694,724,516</b>	<b>6,229,192,107</b>

MD. AKRAM- AL- HOSSAIN

Chairman

Palli Sanchay Bank  
মোঃ আকরাম-আল-হোস্তান

চেয়ারম্যান

Name of Firm : M M Rahman & Co.  
পার্টনার সঞ্চয় ব্যাংক

Chartered Accountants

Registration No. of the Firm: Reg. No. P10918

AKBER HOSSAIN

Managing Director

(আকবের হোসেন)  
পার্টনার সঞ্চয় ব্যাংক  
বাংলাদেশ পরিচালক (অতিঃ সচিব)  
পৰ্যালোচনা সংক্ষিপ্ত ব্যাংক  
প্রধান কার্যালয়, ঢাকা।

MD. ISMAIL MIAN  
সহকারী মহাবাহক  
Assistant General Manager  
পার্টনার সঞ্চয় ব্যাংক  
পার্টনার কার্যালয়, ঢাকা

Name of Firm : Mollah Quadir Yusuf & Co.

Chartered Accountants

Registration No. of the Firm:

Signature of the Auditor

Name of the Auditor : Syed Mahmud Ahmad ,FCA  
(Senior Partner/Enrolment no. 586)

Signature of the Auditor

Name of the Auditor : Md. Musfiqur Rahman FCA  
(Senior Partner/Enrolment no.1023)

DVC: 2104130586 AS 072793

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DVC: 2104151023A5167036

Dated: 19.04.2021

**Palli Sanchay Bank**

Red Crescent Borak Tower (Level-8),  
37/3/A, Eskaton Garden Road, Dhaka-1000

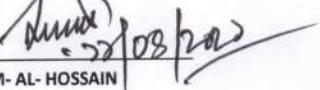
**Liquidity Statement**  
(Asset and Liability Analysis)  
As at June 30, 2020

Particulars	Up to 01 month	01-03 months	03-12 months	01-05 years	More than 5 years	Total
<b>Assets:</b>						
Cash in hand	273,569	-	-	-	-	273,569
Balance with others banks and financial institutions	-	399,486,897	832,264,368	432,777,471	-	1,664,528,736
Money at call on Short notice	-	648,126,692	5,833,140,230	6,440,757,391 8,101,583,653 42,703,320,474	715,639,710 1,620,316,731 500,000,000	7,156,397,101 16,203,167,305 43,203,320,474
Investments	-	-	-	75,403,162	-	75,403,162
Loans and Advances	-	-	-	440,739,691	-	440,739,691
Property, plant & equipment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Non-banking assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>273,569</b>	<b>1,047,613,589</b>	<b>6,665,404,598</b>	<b>58,194,581,842</b>	<b>2,835,956,441</b>	<b>68,743,830,038</b>
<b>Liabilities:</b>						
Borrowings from Bangladesh bank, other banks, financial institutions and agents	-	-	-	-	-	-
Deposits	-	-	-	43,545,853,885	6,699,362,136	50,245,216,021 3,672,608,625
Other liabilities	-	-	3,672,608,625	43,545,853,885	6,699,362,136	53,917,824,646
<b>Total Liabilities</b>	<b>273,569</b>	<b>1,047,613,589</b>	<b>2,992,795,973</b>	<b>14,648,727,957</b>	<b>(3,863,405,695)</b>	<b>14,826,005,393</b>
<b>Net Liquidity Gap</b>	<b>273,569</b>	<b>1,047,613,589</b>	<b>2,992,795,973</b>	<b>14,648,727,957</b>	<b>(3,863,405,695)</b>	<b>14,826,005,393</b>

As at June 30, 2019

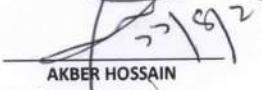
Particulars	Up to 01 month	01-03 months	03-12 months	01-05 years	More than 5 years	Total
<b>Assets:</b>						
Cash in hand	908,418	-	-	-	-	908,418
Balance with others banks and financial institutions	-	17,679,375	36,832,032	19,152,656	-	73,664,063
Money at call on Short notice	-	-	-	1,936,838,242	215,204,249	2,152,042,491
Investments	-	667,364,805	6,006,283,245	8,342,060,063	1,668,412,013	16,684,120,126
Loans and Advances	-	-	-	22,490,571,010	1,500,000,000	23,990,571,010
Property, plant & equipment	-	-	-	51,649,667	-	51,649,667
Other assets	-	-	-	170,493,662	-	170,493,662
Non-banking assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>908,418</b>	<b>685,044,180</b>	<b>6,043,115,277</b>	<b>33,010,765,301</b>	<b>3,383,616,262</b>	<b>43,123,449,437</b>
<b>Liabilities:</b>						
Borrowings from Bangladesh bank, other banks, financial institutions and agents	-	-	-	-	-	-
Deposits	-	-	-	26,453,362,018	4,069,748,003	30,523,110,020
Other liabilities	-	-	2,979,690,641	-	-	2,979,690,641
<b>Total Liabilities</b>	<b>908,418</b>	<b>685,044,180</b>	<b>2,979,690,641</b>	<b>26,453,362,018</b>	<b>4,069,748,003</b>	<b>33,502,800,661</b>
<b>Net Liquidity Gap</b>	<b>908,418</b>	<b>685,044,180</b>	<b>3,063,424,636</b>	<b>6,557,403,283</b>	<b>(686,131,741)</b>	<b>9,620,648,776</b>

The accounting policies and explanatory notes are an integral part of the financial statements.

  
MD. AKRAM- AL- HOSSAIN  
Chairman  
Palli Sanchay Bank  
মোঃ আকরাম-আল-হোসেইন  
Name of Firm : M M Rahman & Co.  
প্রতিষ্ঠান সচিব ব্যাংক  
Chartered Accountants  
Registration No. of the Firm: Reg. No. P10918

Signature of the Auditor -----  
Name of the Auditor : Syed Mahmud Ahmad ,FCA  
(Senior Partner/Enrolment no. 586)

DVC : 2104130586 AS972793

  
AKBER HOSSAIN  
Managing Director  
(আকবের হোসেইন)  
Palli Sanchay Bank  
ব্যবস্থাপনা পরিবালক (অতি: সচিব)  
পদবী: সম্পত্তি ব্যাংক  
প্রধান কার্যালয়, ঢাকা ।

Name of Firm : Mollah Quadir Yusuf & Co.  
Chartered Accountants  
Registration No. of the Firm:

14

Signature of the Auditor -----

Name of the Auditor : Md. Musfiqur Rahman FCA

(Senior Partner/Enrolment no.1023)

DVC: 210413023A5167036

Dated : 13.04.2021

**Palli Sanchay Bank**  
**Red Crescent Borak Tower, Level-08**  
37/3/A, Eskaton garden Road

**Fixed Assets/ Property, Plant and Equipment**

As at June 30, 2020

Particular	Cost				Depreciation				Written Down Value as at 30-Jun-20
	As at 01-Jul-19	Addition during the year	Adjustment	As at 30-Jun-20	As at 01-Jul-19	Addition during the year	Disposal	As at 30-Jun-20	
Furniture & Fixtures	7,767,310	5,507,072	5,184,203	8,090,179	10%	731,376	1,030,154	-	1,761,530
Office Equipment	5,875,129	123,944	63,558	5,935,515	15%	1,909,357	719,042	-	2,628,399
Electric Equipment	2,349,969	901,791	2,226,840	1,024,920	20%	63,868	590,348	-	654,216
Motor Car	24,606,500	-	-	24,606,500	20%	5,717,000	4,921,300	-	10,638,300
Hardware	21,625,360	77,613,258	39,756,956	59,481,662	20%	2,153,000	6,285,212	-	8,438,212
Network Purchase	-	552,596	-	552,596	20%	-	167,554	-	385,042
<b>Total as at 30.06.2020</b>	<b>62,224,268</b>	<b>84,698,661</b>	<b>47,231,557</b>	<b>99,691,372</b>	<b>10,574,601</b>	<b>13,713,609</b>	<b>-</b>	<b>24,288,210</b>	<b>75,403,162</b>
<b>Total as at 30.06.2019</b>	<b>21,461,877</b>	<b>39,425,705</b>	<b>-</b>	<b>60,887,582</b>	<b>2,148,325</b>	<b>7,089,590</b>	<b>-</b>	<b>9,237,915</b>	<b>51,649,667</b>

**Intangible Assets**

As at June 30, 2020

Particular	Cost				Amortization				Written Down Value as at 30-Jun-20
	As at 01-Jul-19	Addition during the year	Adjustment	As at 30-Jun-20	As at 01-Jul-19	Addition during the year	Disposal /Transfer	As at 30-Jun-20	
Software & Database	20,025,669	3,500,000	-	23,525,669	16.66%	1,223,031	2,835,931	-	4,058,962
<b>Total as at 30.06.2020</b>	<b>20,025,669</b>	<b>3,500,000</b>	<b>-</b>	<b>23,525,669</b>	<b>1,223,031</b>	<b>2,835,931</b>	<b>-</b>	<b>4,058,962</b>	<b>19,466,707</b>
<b>Total as at 30.06.2019</b>	<b>27,957,180</b>	<b>28,124,419</b>	<b>36,055,930</b>	<b>20,025,669</b>	<b>-</b>	<b>1,223,031</b>	<b>-</b>	<b>1,223,031</b>	<b>18,802,638</b>

Sch-A



## Palli Sanchay Bank

### Notes to the Financial Statements

For the year ended June 30, 2020

#### 1.00 The bank and its activities:

##### 1.01 Reporting entity:

Palli Sanchay Bank was established under Govt. gazette notification dated 8 July 2014 under Palli Sanchay Bank Act 2014 (Act no.7 of 2014). The requirements of the Palli Sanchay Bank Act, 2014, Palli Sanchay Bank (management) Rule 2015, Bank Companies Act 1991 and other prevailing Regulations related to the bank Companies Act are applicable to the bank.

##### 1.02 Nature of business:

The Palli Sanchay Bank is a specialized bank incorporation for the well being of the establishment of rural savings bank for the purpose of transferring and maintenance of money and advancement of savings and acquisitions of the poor and underprivileged people in rural areas and for investment. The bank provides its customers different services i.e. a) Microcredit loan b) SME( Short term khuddra Uddukta Unnayan Rin) c) Crop Wahrehouse Loan d) Special Savings Deposit e) Savings Deposits f) Social Security Savings Deposit g) Time Deposit h) School Banking or student savings deposit i) Palli Pension Scheme j) Current Deposit

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

##### 2.01 Basis of preparation:

The financial statements of the bank for the year from July 01, 2019 to June 30, 2020 have been prepared under the historical cost convention and in accordance with the Palli Sanchay Bank Act 2014, the first Schedule (Section no 38 ) of the bank Companies Act 1991, as amended by the BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank circulars and other laws and rules applicable in Bangladesh. In case the requirement of provisions of the Palli Sanchay Bank Act 2014 differ with those of their regulatory authorities and accounting standards, the provisions of the Palli Sanchay Bank Act 2014 shall prevail.

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

###### 2.01.01 Statement of Cash Flow:

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

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

###### 2.01.02 Loans and Advance net off provision:

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

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

###### 2.02 Functional and presentation currency

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

###### 2.03 Use of estimates and judgments:

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



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

**2.04 Books of accounts:**

The bank maintains its books of account for main business through software automation.

**2.05 Reporting period:**

The accounting period of the bank has been determined to be from July 01 to June 30 each year and is followed consistently. These financial statements cover the period from July 01, 2019 to June 30, 2020

**2.06 Statement of Cash Flow:**

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

**2.07 Statement of Changes in equity:**

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

**2.08 Liquidity Statement (Asset and Liability Maturity Analysis):**

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

**2.09 Cash and cash equivalents:**

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

**2.10 Investments:**

Palli Sanchay Bank invest in FDR with others bank and financial institutions.

**2.11 Loans ,advances and provisions:**

**i) Loans and advances:**

Three types of loans are being disbursed by the bank, such as Microcredit loan, SME( Short term khuddra Uddukta Unnayan Rin) and Crop Warehouse Loan.

**ii) Securities against Loan:**

Personal deposit are treated as the security against the Microcredit and SME loan.

**iii) Provision for loans and advances:**

As per BRPD circular No.14 dated September 23, 2012 Palli Sanchay Bank is required to be categorized of loans classification and provisioning for loans and advances but PSB did not categorized their loan and advances.



#### 2.12 Fixed assets and depreciation:

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

i) Fixed assets are stated at cost less accumulated depreciation as per International Accounting Standards IAS-16; Property ,plant and Equipment; Acquisition cost of an asset comprises the purchase price and any directly attributable cost of bringing the asset to working condition for its intended use.

ii) Depreciation is charged at the following rates on all fixed assets on the basis of estimated useful lives as determined by management of the bank. In all cases depreciation is calculated on the reducing method.

iii) Depreciation rates used for each type of fixed assets are as follows:

Category of fixed assets	Rate of depreciation
Furniture & Fixtures	10%
Office Equipment	15%
Electric Equipment	20%
Motor Car	20%
Hardware	20%
Network Equipment	20%

iv) Repairs and maintenance are charged to profit and loss account as expense when incurred.

v) Depreciation is charged on addition commencing from the date of acquisition.

#### 2.13 Other assets:

Other assets include all other financial assets and include fees and other Unrealized income receivable, advance for operating and capital expenditure.

#### 2.14 Deposit and other accounts:

Deposits and other accounts includes members savings deposit, government grant.

#### 2.15 Other liabilities

Other liabilities comprise items such as cash excess/liabilities with EBEK/ other provision for expenses/taxation and also includes sundry accounts which was earn from bank interest etc. Other liabilities are recognized in the Balance sheet according to the guidelines of Bangladesh Bank, internal policy of the Palli Sanchay Bank.

#### 2.16 Revenue recognition:

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

##### i) Interest Income:

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

##### iii) Interest paid on deposit:

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

##### iv) Interest income from investments in FDR:

Interest income on investments in FDR is accounted for on accrual basis.



**2.17 Earnings per share:**

Earnings per share (EPS) has been computed by dividing the profit after tax the weighted average number of ordinary shares outstanding as at June 30, 2020 as per International Accounting Standards (IAS-33) Earnings Per Share

**2.18 Compliance of International Financial Reporting Standards (IFRSs) and International Accounting Standards (IAS):**

While preparing the financial statements, Palli Sanchay bank applied most of IFRS and IAS as adopted by ICAB, details are given below:

Name of International Financial Reporting Standards (IFRSs)	IFRSs No.	Status
First-time Adoption of International Financial Reporting Standards	1	N/A
Share-Based Payments	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-Current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resource	6	N/A
Financial Instruments: Disclosures	7	Applied
Operating Segments	8	N/A
Financial Instrument	9	Applied
Consolidated Financial Statements	10	N/A
Joint Arrangements	11	N/A
Disclosure of Interest in other Entities	12	N/A
Fair Value Measurement	13	N/A
Regulatory Deferral Accounts	14	N/A
Revenue from Contracts with Customers	15	Applied

Name of International Accounting Standards (IAS)	IAS No.	Status
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Statements of Cash Flow	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events After the Balance Sheet Date	10	Applied
Income Taxes	12	N/A
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Employee Benefits	19	Applied

Accounting for Govt. Grants and Disclosure of Government Assistance	20	Applied
The Effects of Changes in Foreign Exchange Rates	21	N/A
Borrowing Costs	23	N/A
Related Party Disclosures	24	Applied
Accounting & Reporting by Retirement Benefit Plans	26	N/A



Separate Financial Statements	27	N/A
Investments in Associates & Joint Venture	28	N/A
Financial Instruments: Presentation	32	N/A
Earning Per Share	33	Applied
Interim Financial Reporting	34	N/A
Impairment of Assets	36	N/A
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Investments Property	40	N/A
Agriculture	41	N/A

**2.19 Related party disclosures:**

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

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

**(i) Board of Directors of Palli Sanchay Bank and their interest in the Bank:**

Sl. No.	Name of Directors'	Name of the firms/ companies/ institutions in which they have interest	Status with Palli Sanchay Bank
1	Dr. Mihir Kanti Majumdar	Ex-Secretary	Chairman
2	Md. Nazrul Islam Khan	Ex-Secretary office of Prime Minister	Director
3	Ms Maksura Nur	Additional Secretary, Financial Institution division, Ministry of Finance	Director
4	Mr Suprio Kumar Kundu	Director General, Bangladesh Rural Development Board (BRDB)	Director
5	Md. Afzal Hossain	Additioal Secretary, Rural Development and Co-operative Division (RDCD)	Director
6	Md. Humayan Farhad	Joint Secretary, Division of Legislatives & Parliament Affairs, Ministry Of Law and Justice	Director
7	Mr. Harunor Rashid Howlader	Upazilla Chairman, Dumki, Patuakhali	Director
8	Dr. Nazneen Ahmed	Senior Research Fellow Bangladesh Institute of Development Studies (BIDS)	Director
9	Md. Ashfaq Ahmed	Upazilla Chairman, Sylhet	Director
10	Md. Akbar Hossain	Additioal Secretary, Rural Development and Co-operative Division (RDCD) Project Director ABAK Project	Managing Director

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

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

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

**(iii) Related party Transaction:**

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



(iv) **Business other than banking business with any related concern of the directors as per section 18(2) of the Bank Companies Act 1991 :**

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

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

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

**2.27 Events after the balance sheet date:**

Event after the Balance sheet date that provide additional information about the Banks position at the Balance sheet date as per International Accounting Standards IAS-10: 'Events after the Balance Sheet Date'.

**2.28 Management's responsibility on financial statements:**

The Board of Directors of the Bank under takes the responsibility for the preparation and presentation of these financial statements.

**2.29 General:**

Figures appearing in these Financial Statements have been rounded off to the nearest Taka



Amount in BDT	
June 30, 2020	June 30, 2019

3.00 Cash : Tk. 273,569

Cash In hand (including foreign currencies)	3.01	273,569	908,418
Balance with Bangladesh Bank & its Agent Banks		-	-
<b>Total</b>		<b>273,569</b>	<b>908,418</b>

3.01 Cash in hand : Tk. 273,569

Cash in Hand	273,569	908,418
	<b>273,569</b>	<b>908,418</b>

4.00 Balance with other Banks & Financial Institutions : Tk. 1,664,528,736

Sl No	Bank Name	Amount(Tk)	Amount(Tk)
1	Sonali Bank Ltd	4,976,079	52,754,617
3	BCB Ltd	1,566,270,308	15,351,144
5	Agrani Bank Ltd	93,282,349	5,558,302
Balance as at June 30, 2020		<b>1,664,528,736</b>	<b>73,664,063</b>

5.00 Money at call on Short Notice : Tk. 7,156,397,101

Sl No	Bank Name	Amount(Tk)	Amount(Tk)
1	Sonali Bank Ltd	2,614,268,610	1,676,530,760
2	Bank Asia Ltd	2,839,395,875	151,621,908
3	Rupali Bank Ltd	214,157,199	311,015,559
4	UCB Ltd	1,482,415,823	7,294,913
5	NRB Bank Ltd	507,189	500,000
6	Janata Bank Ltd	5,652,406	5,079,351
Balance as at June 30, 2020		<b>7,156,397,101</b>	<b>2,152,042,491</b>

6.00 Investments : Tk. 16,203,167,305

Government	-	-
Others	6.01	16,203,167,305
<b>Total</b>		<b>16,203,167,305</b>

6.01 Others Investment : Tk. 16,203,167,305

FDR	16,203,167,305	16,684,120,126
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The break up of the amount is as follows:

Sl No	Bank / Financial Institutions	Amount(Tk)	Amount(Tk)
1	NCC Bank Ltd	714,072,281	734,541,834
2	Sonali Bank Ltd	1,586,894,514	1,410,696,600
3	RAKUB	200,124,268	496,988,571
4	BKB	427,808,416	307,616,780
5	Kormosongsthan Bank	614,219,892	578,701,263
6	Rupali Bank Ltd.	325,106,482	409,429,337
7	Janata Bank Ltd.	424,588,526	307,102,035
8	Agrani Bank Ltd.	107,032,807	101,325,000
9	AB Bank Ltd	469,429,653	537,551,006
10	Union Bank Ltd	815,052,368	782,144,942



Amount in BDT	
June 30, 2020	June 30, 2019

11	SBAC Bank Ltd	60,871,085	185,407,045
12	NRB Commercial Bank Ltd	238,875,000	514,527,582
13	Bangladesh Commerce Bank Ltd	2,587,108,538	2,618,046,660
14	Exim Bank Ltd	270,886,162	249,668,951
15	Brac Bank Ltd	709,699,071	735,866,776
16	Jamuna Bank Ltd	177,975,521	163,728,353
17	Mercantile Bank Ltd	295,398,266	267,840,853
18	First Securities Islami Bank Ltd	460,897,658	477,679,161
19	The City Bank Ltd	495,424,696	354,310,375
20	NRB Global Bank Ltd	643,569,231	532,889,260
21	Social Islami Bank Ltd	703,011,693	645,081,601
22	One Bank Ltd	341,340,941	311,447,713
23	Standard Bank Ltd	235,631,626	216,157,270
24	UCB Ltd	961,498,597	1,089,272,177
26	Shimanto Bank Ltd	110,180,172	207,058,857
27	NRB Bank Ltd	168,301,539	155,380,168
28	Al Arafah Islami Bank Ltd	282,314,694	255,585,624
29	Premier Bank Ltd	172,664,563	158,036,714
30	National Bank Ltd	226,784,528	207,687,617
31	Bank Asia	984,994,296	1,363,375,000
32	Islami Bank Bangladesh Ltd.	275,925,554	258,975,000
33	South East Bank Ltd.	85,484,654	50,000,000
34	IFIC Bank	30,000,000	
Total Balance as at June 30, 2020		16,203,167,305	16,684,120,126

7.00 Loans & Advance : Tk. 43,203,320,474

Short term, agricultural & Micro credit	7.01	43,203,320,474	23,990,571,010
Inside Bangladesh		43,203,320,474	23,990,571,010
Outside Bangladesh			
Total		43,203,320,474	23,990,571,010

7.01 Short term, agricultural & Micro credit :Tk. 43,203,320,474

Short term (Khuddra Uddukta Unnayan Rin)	7.01.01	7,295,499,150	1,485,213,585
Micro Credit	7.01.02	40,056,918,037	22,505,357,425
Agricultural		-	-
Crop Warehouse Loan	7.01.03	408,315,783	-
Microcredit (Forest)	7.01.04	30,783,906	-
Mf Loan (Psb)	7.01.05	393,612,405	-
Motor Cycle Advance -Principal	7.01.06	18,191,193	-
Total		43,203,320,474	23,990,571,010



Amount in BDT	
June 30, 2020	June 30, 2019

7.01.01 Short term (Kuddra Uddukta Unnayan Rin) :Tk. 2,295,499,150

Opening Balance	1,485,213,585	193,893,399
Add: Addition during the year	2,273,699,606	1,291,320,186
	3,758,913,192	1,485,213,585
Less: Adjustment during the year	1,463,414,042	-
Balance as on June 30, 2020	<u>2,295,499,150</u>	<u>1,485,213,585</u>

7.01.02 Microcredit :Tk. 22,505,357,425

Opening Balance	22,505,357,425	21,262,671,159
Add: Addition during the year	17,551,560,612	1,242,686,266
	40,056,918,037	22,505,357,425
Less: Adjustment during the year		
Balance as on June 30, 2020	<u>40,056,918,037</u>	<u>22,505,357,425</u>

7.01.03 Crop Warehouse Loan

Opening Balance	408,580,783	-
Add: Addition during the year		-
	408,580,783	-
Less: Adjustment during the year	265,000	-
Balance as on June 30, 2020	<u>408,315,783</u>	<u>-</u>

7.01.04 Microcredit (Forest)

Opening Balance	31,222,356	-
Add: Addition during the year		-
	31,222,356	-
Less: Adjustment during the year	438,450	-
Balance as on June 30, 2020	<u>30,783,906</u>	<u>-</u>

7.01.05 Mf Loan (Psb)

Opening Balance	396,044,442	-
Add: Addition during the year		-
	396,044,442	-
Less: Adjustment during the year	2,432,037	-
Balance as on June 30, 2020	<u>393,612,405</u>	<u>-</u>

7.01.06 Motor Cycle Advance -Principal

Opening Balance	18,197,443	-
Add: Addition during the year		-
	18,197,443	-
Less: Adjustment during the year	6,250	-
Balance as on June 30, 2020	<u>18,191,193</u>	<u>-</u>



Amount in BDT	
June 30, 2020	June 30, 2019

7.02 Slab of Loan:

5,000 to 10,000	8,806,087,686	4,674,357,797
10,001 to 20,000	16,784,678,652	10,273,484,599
20,001 to 30,000	8,725,222,784	5,738,127,034
30,001 to 40,000	4,286,712,575	1,601,993,391
40,001 to 50,000	3,357,382,341	214,103,844
Above 50,000	1,243,236,437	1,488,504,345
<b>Total</b>	<b>43,203,320,474</b>	<b>23,990,571,010</b>

7.03 Loans and Advances on the basis of significant Concentration: Tk. 43,203,320,474

(i) Advances to Directors	-	-
(ii) Advances to Chief Executive & other senior executives	-	-
(iii) Advances to customer group	43,203,320,474	23,990,571,010
(iv) Industrial sectors	-	-
(v) Geographical location	-	-
Inside Bangladesh	<b>43,203,320,474</b>	<b>23,990,571,010</b>
Outside Bangladesh	-	-
<b>Total</b>	<b>43,203,320,474</b>	<b>23,990,571,010</b>

7.04 Distribution on Loans & Advances according to BRPD circular by Bangladesh Bank:

Unclassified Loan	-	-
Substandard	-	-
Doubtful	-	-
Bad/loss	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

7.05 Particulars of Loans & Advances:

- (i) Loan considered good in respect of which the banking company will fully secured
- (ii) Loan considered good against which the banking company holds no security other than the debtors personal guarantee
- (iii) Loan considered good secured by the personal undertakings of one or more parties in addition to the personal guaranty to the debtor
- (iv) Loan adversely classified, provision not maintained their against
- (v) Loan due by directors or officers of the banking company or any of these either separately or jointly with any other persons
- (vi) Loan due from companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in case of private companies as members
- (vii) Maximum total amount of advance including temporary advance made at any time during the year to directors or managers or officers of the banking companies or any of them either separately or jointly with any other persons
- (viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies as members



Amount in BDT	
June 30, 2020	June 30, 2019

- (ix) Due from banking companies
- (x) Amount of classified loans on which interest has not been charged
- (a) Decrease / increase in provision, amount of loan written off & amount realized against loans previously written off
- (b) Amount of provision kept against loan classified as bad/ loss
- (c) Interest creditable to the interest suspense account
- (xi) Cumulative amount of the written off loan and the amount written off during the current year should be shown separately. The amount of written off loan for which lawsuit has been filed should also be mentioned.

**8.00 Fixed Assets including premises, furniture & fixtures : Tk. 75,403,162**

Cost		
Opening Balance	60,887,582	21,461,877
Add: Addition during the year	84,698,661	39,425,705
	<hr/>	<hr/>
<b>145,586,243</b>	<b>60,887,582</b>	
Less : Adjustment during the year	47,231,557	-
<b>Closing balance</b>	<b>98,354,686</b>	<b>60,887,582</b>
	<hr/>	<hr/>
Accumulated Depreciation		
Opening Balance	9,237,915	2,148,325
Add: Addition during the year	13,713,609	7,089,590
	<hr/>	<hr/>
<b>22,951,524</b>	<b>9,237,915</b>	
Less : Adjustment during the year		
<b>Closing balance</b>	<b>22,951,524</b>	<b>9,237,915</b>
	<hr/>	<hr/>
Written Down Value		
	<hr/>	<hr/>
	<b>75,403,162</b>	<b>51,649,667</b>

Details of fixed assets are shown in "Assets Schedule"

**9.00 Other Assets: Tk. 440,739,691**

Software & Database	9.01	19,466,707	18,802,638
Prepaid Expense	9.02	66,576	3,949,140
Advance income tax	9.03	12,757,897	7,907,143
Security deposit	9.04	2,962,020	1,970,835
Accrued interest on FDR	9.05	403,364,798	137,863,906
Suspense	9.06	-	-
Mobile Topup Advance	9.07	<hr/>	<hr/>
<b>Total</b>		<b>2,121,693</b>	<b>170,493,662</b>
		<hr/>	<hr/>
		<b>440,739,691</b>	<b>51,649,667</b>
		<hr/>	<hr/>
		<b>5,343,419</b>	<b>435,396,272</b>

**9.01 Software & Database: Tk. 19,466,707**

Cost		
Opening Balance	20,025,669	27,957,180
Add: Addition during the year	3,500,000	28,124,419
	<hr/>	<hr/>
<b>23,525,669</b>	<b>56,081,599</b>	
Less : Adjustment during the year	-	36,055,930
<b>Closing balance</b>	<b>23,525,669</b>	<b>20,025,669</b>



Amount in BDT	
June 30, 2020	June 30, 2019

Accumulated Amortization:

Opening Balance	1,223,031	
Add: Addition during the year	2,835,931	1,223,031
	4,058,962	1,223,031
Less : Adjustment during the year	-	-
Closing balance	4,058,962	1,223,031
Written Down Value	19,466,707	18,802,638

Details of Software & Database are shown in "Intangible assets Schedule"

9.02 Prepaid Expense: Tk. 66,576

Opening Balance	3,949,140	119,360
Add: Addition during the year	8,401,548	9,386,161
	12,350,688	9,505,521
Less: Adjustment during the year	12,284,112	5,556,381
Balance as on June 30, 2020	66,576	3,949,140

9.03 Advance income tax: Tk. 12,757,897

Opening Balance	7,907,143	974,806
Add : Addition during the year	5,009,982	6,932,336
	12,917,125	7,907,143
Less: Adjustment during the year	159,228	-
Closing Balance	12,757,897	7,907,143

9.04 Security deposit: Tk. 2,962,020

Opening Balance	1,970,835	1,970,835
Add : Addition during the year	991,185	-
	2,962,020	1,970,835
Less: Adjustment during the year	-	-
Closing Balance	2,962,020	1,970,835

9.05 Accrued interest on FDR : Tk. 403,364,798

Opening Balance	137,863,906	35,057,560
Add : Addition during the year	403,364,798	119,063,047
	541,228,704	154,120,607
Less: Adjustment during the year	137,863,906	16,256,701
Closing Balance	403,364,798	137,863,906



Amount in BDT	
June 30, 2020	June 30, 2019

The break up of the amount is as follows:

Sl No	Bank Name	Amount	Amount
1	AB Bank Ltd	5,737,399	-
2	Union Bank Ltd	21,126,871	32,848,266
3	SBAC Bank Ltd	170,439	-
4	NRB Commercial bank Ltd	11,002,609	18,900,000
5	Exim Bank Ltd	1,209,393	-
6	Brac Bank Ltd	10,108,150	-
7	Social Islami Bank Ltd	7,718,649	4,215,640
8	One Bank Ltd	11,655,820	18,900,000
9	Standard Bank Ltd	5,132,258	-
10	Al Arafah Islami Bank Ltd	9,643,570	9,000,000
11	Bangladesh commerce Bank Ltd	139,363,952	17,100,000
12	NRB Global bank Ltd	21,443,383	18,900,000
13	United commercial Bank Ltd	19,714,495	18,000,000
14	Bank Asia	21,031,176	-
15	City Bank	10,066,818	-
16	First Security Islami Bank	17,492,841	-
17	Islami Bank Bangladesh Ltd	993,332	-
18	IFIC Bank	1,005,750	-
19	Jamuna Bank	576,888	-
20	Mercantile Bank	2,842,842	-
21	National Bank	2,345,393	-
22	NCC Bank	18,003,192	-
23	NRB Bank	4,587,336	-
24	Premier Bank	1,563,225	-
25	Simanto Bank	2,462,527	-
26	Southeast Bank	1,095,161	-
27	Agrani Bank	2,422,152	-
28	RAKUB	943,086	-
29	Sonali Bank	20,070,516	-
30	Karmasangsthan Bank	7,895,069	-
31	BKB	10,726,642	-
32	Janata Bank	8,663,072	-
33	Rupali Bank	4,550,792	-
Total		403,364,798	137,863,906

9.06 Suspense Accounts: Tk. 0

Opening Balance	-	101,570
Add : Addition during the year	-	101,570
Less: Adjustment during the year	-	101,570
Closing Balance	-	-



Amount in BDT	
June 30, 2020	June 30, 2019

9.07 Mobile Topup Advance: Tk. 2,121,693

Particular	Opening	Addition	Adjustment	Balance as on June 30, 2020	Balance as on June 30, 2019
Grameen Phone	-	5,500,000	4,694,205	805,795	-
Banglalink	-	1,800,000	1,423,813	376,187	-
Robi	-	1,900,000	1,508,844	391,156	-
Airtel	-	900,000	732,724	167,276	-
Teletalk	-	800,000	535,350	264,650	-
Skitto	-	600,000	483,372	116,628	-
<b>Total</b>	<b>-</b>	<b>11,500,000</b>	<b>9,378,307</b>	<b>2,121,693</b>	<b>-</b>

10.00 Deposits & other accounts: Tk. 55,828,017,801

Short Notice Deposits	10.01	57,314,082	50,113,245
Savings Deposits	10.02	18,396,817,342	12,485,434,988
Government Grant	10.03	37,188,853,044	21,239,988,636
Others Deposit	10.04	185,033,333	139,029,820
<b>Total</b>		<b>55,828,017,801</b>	<b>33,914,566,689</b>

10.01 Short Notice Deposits : Tk. 57,314,082

Short Notice Deposits (CBS)	57,314,082	50,113,245
<b>Total</b>	<b>57,314,082</b>	<b>50,113,245</b>
The break up of the amount is as follows:		
Opening Balance	50,113,245	152,003,500
Add : Addition during the year	8,607,805,746	8,524,370,575
	<b>8,657,918,991</b>	<b>8,676,374,075</b>
Less: Adjustment during the year	8,600,604,909	8,626,260,830
<b>Balance as on June 30, 2020</b>	<b>57,314,082</b>	<b>50,113,245</b>

10.02 Savings Deposits: Tk. 18,396,817,342

Members' Saving	10.02.01	18,392,882,521	12,485,418,237
School Banking Savings Deposit	10.02.02	201,719	5,627
PSB monthly savings Scheme	10.02.03	3,733,102	11,125
<b>Total</b>		<b>18,396,817,342</b>	<b>12,485,434,988</b>

10.02.01 Members Savings: Tk. 18,392,882,521

Opening Balance	12,485,418,237	11,707,524,837
Add : Addition during the year	5,907,464,284	777,893,400
	<b>18,392,882,521</b>	<b>12,485,418,237</b>
Less: Adjustment during the year		
<b>Balance as on June 30, 2020</b>	<b>18,392,882,521</b>	<b>12,485,418,237</b>



Amount in BDT	
June 30, 2020	June 30, 2019

10.02.02 School Banking Savings Deposit: Tk. 201,719

Opening Balance	5,627	-
Add : Addition during the year	196,461	45,632
	202,088	45,632
Less: Adjustment during the year	369	40,005
Balance as on June 30, 2020	<u>201,719</u>	<u>5,627</u>

10.02.03 PSB monthly savings Scheme: Tk. 3,733,102

Opening Balance	11,125	-
Add : Addition during the year	3,772,000	11,125
	<u>3,783,125</u>	<u>11,125</u>
Less: Adjustment during the year	50,023	-
Balance as on June 30, 2020	<u>3,733,102</u>	<u>11,125</u>

10.03 Government Grant: Tk. 37,188,853,044

Member Grant	10.03.01	14,732,126,834	8,901,212,426
Samitee Grant		22,456,726,210	12,338,776,210
Total		<u>37,188,853,044</u>	<u>21,239,988,636</u>

10.03.01 Member Grant: Tk. 14,732,126,834

Current Member Grant	14,081,688,188	8,433,350,445
Outgoing Member Grant	650,438,647	467,861,981
Total	<u>14,732,126,834</u>	<u>8,901,212,426</u>

10.04 Others Deposit: Tk. 185,033,333

Loan asset recovery	130,028,088	130,028,088
Donation & Others	12,354,852	9,001,732
Samitee Share Dividend	42,650,393	-
Total	<u>185,033,333</u>	<u>139,029,820</u>

11.00 Other Liabilities: Tk. 3,672,608,625

Cash Excess		-
Liabilities with EBEK	11.01	2,450,000,000
Liabilities with Forest Dept.		19,775,000
Death Risk Coverage Scheme		185,786,066
Provision for expenses	11.02	7,681,169
Suspense Account		-
Prime Minister Disaster Fund		396
Service charge		92,067
Sundry Payable	11.03	246,839,911
Staff Fund	11.04	10,700,254
Suspense Liabilities	11.05	715,112,276
Provision for income tax		-
Dividend Payable		36,621,485
Total		<u>3,672,608,625</u>
		<u>2,979,690,641</u>



Amount in BDT	
June 30, 2020	June 30, 2019

11.01 Liabilities with EBEK: Tk. 2,450,000,000

Opening Balance	2,450,000,000	2,450,000,000
Add : Addition during the year	-	-
	2,450,000,000	2,450,000,000
Less: Adjustment during the year	-	-
<b>Closing Balance</b>	<b>2,450,000,000</b>	<b>2,450,000,000</b>

11.02 Provision for expenses: Tk. 7,681,169

Opening Balance	49,621,620	11,232,535
Add : Addition during the year	176,076,863	59,464,266
	225,698,483	70,696,801
Less: Adjustment during the year	218,017,313	21,075,181
<b>Closing Balance</b>	<b>7,681,169</b>	<b>49,621,620</b>

The break up of the amount consist of as follows:

Particular	Opening	Addition	Adjustment	Balance as on June 30, 2020	Balance as on June 30, 2019
Income tax against salary	521,235	1,059,280	928,774	651,741	521,235
Source tax	366,492	4,746,040	2,859,888	2,252,645	366,492
Vat	384,604	8,096,145	7,304,680	1,176,070	384,604
Excise Duty	-	175	-	175	-
Provision for Unclassified lo...	(624)	158,573,822	158,574,059	(861)	(624)
Security Money	-	3,601,400	-	3,601,400	-
Other Provision for expenses	48,349,913	-	48,349,913	-	48,349,913
<b>Total</b>	<b>49,621,620</b>	<b>176,076,863</b>	<b>218,017,313</b>	<b>7,681,169</b>	<b>49,621,620</b>

11.03 Sundry Payable: Tk. 246,839,911

Opening Balance	212,996,216	112,562,232
Add : Addition during the year	1,976,682,124	137,346,494
	2,189,678,340	249,908,726
Less: Adjustment during the year	1,942,838,428	36,912,510
<b>Closing Balance</b>	<b>246,839,911</b>	<b>212,996,216</b>

The break up of the amount is consist of as follows:

Particular	Opening	Addition	Adjustment	Balance as on June 30, 2020	Balance as on June 30, 2019
Sundry Accounts	175,623,741	10,043,675	5,565,892	180,101,524	175,623,741
Sundry Accounts (Recursion Tech. Payable)	-	1,478,902	-	1,478,902	-
Settlement Account (Agent)	3,582,924	1,965,071,447	1,936,732,184	31,922,187	3,582,924
Sundry Accounts-Recruitmer...	33,789,551	-	471,953	33,317,598	33,789,551
Sundry Accounts (Dps Parkin)	-	88,100	68,400	19,700	-
<b>Total</b>	<b>212,996,216</b>	<b>1,976,682,124</b>	<b>1,942,838,428</b>	<b>246,839,911</b>	<b>212,996,216</b>

Note: Sundry accounts is the undistributed amount which they received as interest income on migrated bank balance from different banks which will be distributed to the samite's members.



Amount in BDT	
June 30, 2020	June 30, 2019

11.04 Staff Fund: Tk. 10,700,254

Opening Balance	1,552,236	1,398,957
Add : Addition during the year	9,904,909	1,589,229
	<hr/>	<hr/>
Less: Adjustment during the year	11,457,145	2,988,186
Closing Balance	756,891	1,435,950
	<hr/>	<hr/>
	10,700,254	1,552,236

The break up of the amount consist of as follows:

Particular	Opening	Addition	Adjustment	Balance as on June 30, 2020	Balance as on June 30, 2019
Superannuation Fund	1,426,493	88,524	248,167	1,266,850	1,426,493
Benevolent Fund	125,743	4,454,085	246,724	4,333,104	125,743
Contributory Provident Fund	-	300	-	300	-
Employee Security Deposit	-	5,362,000	262,000	5,100,000	-
<b>Total</b>	<b>1,552,236</b>	<b>9,904,909</b>	<b>756,891</b>	<b>10,700,254</b>	<b>1,552,236</b>

11.05 Suspense Liabilities: Tk.715,112,276

Opening Balance	225,836,873	11,250,940
Add : Addition during the year	489,275,403	214,585,933
	<hr/>	<hr/>
Less: Adjustment during the year	715,112,276	225,836,873
Closing Balance	<hr/>	<hr/>

12.00 Share Capital: Tk. 2,970,936,400

Authorised capital :		
1000,000,00 Ordinary Shares of Tk 100 each	<hr/>	<hr/>

Issued & paid up capital :

29,704,643 ordinary shares of Taka 100 each.	<hr/>	<hr/>
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Share holding position as on June 30, 2020

SI No.	Name of Share holder	No. of shares	Value per share	% of share holdings	2019-2020 Amount (Tk.)	2018-2019 Amount (Tk.)
1	Government of the People's Republic of Bangladesh, Ministry of Finance	21,500,000	100	72%	2,150,000,000	2,150,000,000
2	Samitee	8,209,364	100	28%	820,936,400	820,464,300
	<b>Total</b>	<b>29,709,364</b>		<b>100%</b>	<b>2,970,936,400</b>	<b>2,970,464,300</b>

13.00 Migrated Fund from EBEK : Tk. 2,322,202,257

Opening Balance	1,564,003,291	1,685,572,232
Add: Migrated Income from EBEK	-	-
	<hr/>	<hr/>
Less: Migrated Expenses from EBEK	1,564,003,291	1,685,572,232
Less: Unexplained adjustment		
	<hr/>	<hr/>
(758,198,966)	121,568,941	
<hr/>	<hr/>	
2,322,202,257	1,564,003,291	



Amount in BDT	
June 30, 2020	June 30, 2019

14.00 Surplus in Profit & Loss Accounts : Tk. 3,950,064,955

Opening Balance	1,694,724,516	582,499,742
Add : Profit during the year	2,351,731,533	1,112,224,774
	4,046,456,048	1,694,724,516
Less: Adjustment in microfinance	96,391,093	-
	3,950,064,955	1,694,724,516

15.00 Interest Income : Tk. 1,619,992,858

Interest income	15.01	1,498,027,421	801,187,603
Interest income on short term deposit	15.02	66,309,716	91,292,001
Penalty Income		24,743,135	3,902,757
Miscellaneous income		30,912,586	24,800
Total		1,619,992,858	896,407,161

15.01 Interest income: Tk. 1,498,027,421

Interest income	303,403	2,130,306
Interest income on SME Short term	134,035,290	753,870,733
Interest income on Microcredit	1,361,751,448	45,186,564
Interest income on Microcredit (Forest)	879,774	
Interest income on Crop Warehouse Loan	1,040,063	
Interest income on Motorcycle Advance	17,443	
Total	1,498,027,421	801,187,603

15.02 Interest income on STD: Tk. 66,309,716

State own Bank	66,113,840	84,208,993
Private Bank	195,875	7,083,008
Total	66,309,716	91,292,001

16.00 Interest paid deposit and borrowings etc: Tk. 503,142,948

Interest Expense	503,142,948	420,104,229
Dividend expenses	-	-
Total	503,142,948	420,104,229

17.00 Investment income: Tk. 1,556,569,650

Interest income from FDR	17.01	1,556,569,650	761,412,586
		1,556,569,650	761,412,586

17.01 Interest income from FDR: Tk. 1,556,569,650

State own Bank	240,014,731	96,987,551
Private Bank	1,316,554,919	664,425,035
Total	1,556,569,650	761,412,586



Amount in BDT	
June 30, 2020	June 30, 2019

18.00 Salary & Allowance: Tk. 242,678,188

Salary (Officer)	154,241,386	13,463,602
Salary (Staff)	30,170,196	9,305,035
Wages (Temporary Staff)	1,116,816	1,288,100
House Rent	30,878,614	6,165,204
Medical Allowance	6,541,712	1,590,976
Overtime Allowances	275,174	91,340
Entertainment Allowance	116,391	41,582
Education allowance	119,200	40,122
Festival Bonus	15,935,095	4,161,280
Bangla Nabarsha Allowance	2,034,441	80,460
Conveyance Allowance	33,300	20,573
Bank Contribution to Staff Fund	90,924	28,522
Recreation Allowance	-	76,490
Encashment earn leave	21,478	-
Tiffin allowance (Staff)	19,058	400
Hill Allowance	536,894	55,896
Other Allowance	547,509	169,227
<b>Total</b>	<b>242,678,188</b>	<b>36,578,809</b>

19.00 Rent, taxes, insurances, electricity etc.: Tk. 14,143,644

Rent on premises	12,880,385	9,071,844
Rates & taxes	3,000	6,952
Insurance	590,209	663,131
Lighting charge Electricity	420,719	357,093
Tax on investment	249,331	738,524
<b>Total</b>	<b>14,143,644</b>	<b>10,837,544</b>

20.00 Legal & professional expenses: Tk. 384,600

Legal Fees	384,600	500,000
Other Legal Fees	-	195,000
<b>Total</b>	<b>384,600</b>	<b>695,000</b>

21.00 Postage, stamps, telecommunication etc.: Tk. 2,488,592

Postage	743,774	622,262
Telephone (Office)	79,455	169,348
Telephone (Residence)	12,601	6,415
Telephone (Mobile)	135,685	179,258
Internet / E-mail	1,517,077	1,315,243
<b>Total</b>	<b>2,488,592</b>	<b>2,292,526</b>

22.00 Stationery, printing, advertisements etc.: Tk. 10,982,094

Printed Stationery	7,320,986	5,676,600
Table Stationery	724,543	500,151
Advertisement	2,920,820	2,371,743
Newspaper & journal	15,745	9,252
<b>Total</b>	<b>10,982,094</b>	<b>8,557,746</b>



Amount in BDT	
June 30, 2020	June 30, 2019

23.00 Directors fees: Tk. 2,595,680

Honorarium	1,851,000	393,500
Fees for attending Board meeting	744,680	568,000
Others	-	18,000
<b>Total</b>	<b>2,595,680</b>	<b>979,500</b>

24.00 Depreciation and repair of fixed assets: Tk. 17,348,704

Depreciation expense	Sch-A	13,713,609	7,089,590
Amortization expense	Sch-B	2,835,931	1,223,031
Repair and maintenance		799,164	850,087
<b>Total</b>		<b>17,348,704</b>	<b>9,162,708</b>

25.00 Other Expenses: Tk. 30,606,525

Honorium -Training		960,614	-
Training Expense		2,830,016	-
Sudhachar Training		47,938	
Innovation Training		272,100	
Other expenses for training		10,700	253,400
Honorium -Workshop, Seminar and conference		-	74,060
Other expenses for workshop, Seminar and conference		3,000	23,400
Traveling expense		6,277,761	2,494,510
Conveyance		254,565	163,588
Lunch Subsidy		200	244,400
Fuel		1,614,797	1,293,357
Staff Bus		-	82,800
Entertainment		869,166	219,366
Bank Charge		2,031,672	4,601,531
Remittance expenditure		488,346	1,208,340
Prize & honorium		-	437,500
Computer expense		14,541	39,773,606
DRS hosting bill		-	474,097
Miscellaneous Expense		14,200,566	4,582,886
Tools		-	70
Lenden Manager Subsidy		18,632	
Lenden SMS Bill		711,911	
<b>Total</b>		<b>30,606,525</b>	<b>55,926,911</b>

26.00 Earning per share (EPS): Tk. 79.16

Net profit after tax for the year	2,351,731,533	1,112,224,774
No. of ordinary share	29,709,364	29,709,364
<b>Earning per share</b>	<b>79.16</b>	<b>37.44</b>



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