



# FINANCIAL STATEMENTS



## ONE Bank Limited

### Balance Sheet

Note	31.12.2021		31.12.2020	
	Taka	Taka	Taka	Taka
<b>PROPERTY AND ASSETS</b>				
<b>Cash</b>				
3	2,785,246,234	2,099,551,073	2,785,246,234	2,099,551,073
<b>Balance with Bangladesh Bank and its agent bank(s)</b>				
4	18,110,416,111	20,536,927,872	18,110,416,111	20,536,927,872
<b>Balance with other banks and financial institutions</b>				
5	3,202,173,509	2,627,146,000	3,202,173,509	2,627,146,000
<b>Money at call and short notice</b>				
6	6,099,245,236	7,024,239,356	6,099,245,236	7,024,239,356
<b>Investments</b>				
7	31,244,450,473	25,356,340,061	31,244,450,473	25,356,340,061
<b>Loans and Advances/Investments</b>				
8	20,877,878,073	21,817,940,383	20,877,878,073	21,817,940,383
<b>Other Assets</b>				
9	222,694,1472	230,341,544,434	222,694,1472	230,341,544,434
<b>Total Assets</b>				
10	310,356,411,296	303,511,661,297	310,356,411,296	303,511,661,297
<b>LIABILITIES AND CAPITAL</b>				
<b>LIABILITIES</b>				
11	19,744,874,097	21,322,835,943	19,744,874,097	21,322,835,943
<b>Deposits and other accounts</b>				
12	122,694,1472	230,341,544,434	122,694,1472	230,341,544,434
<b>Other Liabilities</b>				
13	310,356,411,296	303,511,661,297	310,356,411,296	303,511,661,297
<b>Total Liabilities</b>				
14	310,356,411,296	303,511,661,297	310,356,411,296	303,511,661,297
<b>Capital/Shareholders' Equity</b>				
15	3,202,173,509	2,627,146,000	3,202,173,509	2,627,146,000
16	1,027,146,790	1,650,551,138	1,027,146,790	1,650,551,138
17	17,477,091,087	17,411,805,869	17,477,091,087	17,411,805,869
<b>Total Shareholders' Equity</b>				
18	310,356,411,296	303,511,661,297	310,356,411,296	303,511,661,297

### Profit and Loss Account

Note	2021		2020	
	Taka	Taka	Taka	Taka
<b>Interest Income</b>				
19	1,159,289,711	1,044,117,041	1,159,289,711	1,044,117,041
<b>Other Income</b>				
20	4,140,469,929	3,246,244,444	4,140,469,929	3,246,244,444
<b>Operating Expenses</b>				
21	(2,000,770,494)	(1,712,712,000)	(2,000,770,494)	(1,712,712,000)
<b>Profit before tax</b>				
22	3,298,989,146	2,577,689,485	3,298,989,146	2,577,689,485
<b>Income tax expense</b>				
23	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)
<b>Profit after tax</b>				
24	2,058,989,146	1,337,689,485	2,058,989,146	1,337,689,485
<b>Other comprehensive income</b>				
25	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000
<b>Profit for the year</b>				
26	3,298,989,146	2,577,689,485	3,298,989,146	2,577,689,485
<b>Other comprehensive expense</b>				
27	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)
<b>Profit for the year after tax and OCI</b>				
28	2,058,989,146	1,337,689,485	2,058,989,146	1,337,689,485
<b>Other comprehensive income</b>				
29	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000
<b>Profit for the year after tax and OCI and OCI</b>				
30	3,298,989,146	2,577,689,485	3,298,989,146	2,577,689,485
<b>Other comprehensive expense</b>				
31	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)
<b>Profit for the year after tax and OCI and OCI and OCI</b>				
32	2,058,989,146	1,337,689,485	2,058,989,146	1,337,689,485
<b>Other comprehensive income</b>				
33	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000
<b>Profit for the year after tax and OCI and OCI and OCI and OCI</b>				
34	3,298,989,146	2,577,689,485	3,298,989,146	2,577,689,485
<b>Other comprehensive expense</b>				
35	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)
<b>Profit for the year after tax and OCI and OCI and OCI and OCI and OCI</b>				
36	2,058,989,146	1,337,689,485	2,058,989,146	1,337,689,485
<b>Other comprehensive income</b>				
37	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000
<b>Profit for the year after tax and OCI and OCI and OCI and OCI and OCI and OCI</b>				
38	3,298,989,146	2,577,689,485	3,298,989,146	2,577,689,485

### Cash Flow Statement

Note	2021		2020	
	Taka	Taka	Taka	Taka
<b>Cash flow from operating activities</b>				
39	1,159,289,711	1,044,117,041	1,159,289,711	1,044,117,041
<b>Cash flow from investing activities</b>				
40	(2,000,770,494)	(1,712,712,000)	(2,000,770,494)	(1,712,712,000)
<b>Cash flow from financing activities</b>				
41	3,298,989,146	2,577,689,485	3,298,989,146	2,577,689,485
<b>Net change in cash and cash equivalents</b>				
42	2,557,508,363	2,909,094,526	2,557,508,363	2,909,094,526
<b>Other comprehensive income</b>				
43	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000
<b>Other comprehensive expense</b>				
44	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)
<b>Net change in cash and cash equivalents</b>				
45	2,557,508,363	2,909,094,526	2,557,508,363	2,909,094,526

These Financial Statements should be read in conjunction with the annexed notes 1 to 54.

**Md. Monzur Mozif** Managing Director  
**AMHM Aurangzeb Chowdhury** Independent Director  
**Zahur Ullah** Vice Chairman  
**A.S.M. Shahidullah Khan** Chairman

Dhaka, 30 April 2022

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Dhaka, 30 April 2022

### Statement of changes in Equity

Particulars	Amount in Taka				
	2020	2021	2022	2023	2024
Share Capital	3,202,173,509	3,202,173,509	3,202,173,509	3,202,173,509	3,202,173,509
Reserves	1,650,551,138	1,650,551,138	1,650,551,138	1,650,551,138	1,650,551,138
Retained Earnings	17,411,805,869	17,411,805,869	17,411,805,869	17,411,805,869	17,411,805,869
Other Comprehensive Income	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000	1,240,000,000
Other Comprehensive Expense	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)	(1,240,000,000)
<b>Total</b>	<b>303,511,661,297</b>	<b>303,511,661,297</b>	<b>303,511,661,297</b>	<b>303,511,661,297</b>	<b>303,511,661,297</b>

### Notes to the Financial Statements

As at and for the year ended 31 December 2021

**1. The Bank and its activities**

**1.1 Status of the Bank**  
ONE Bank Limited ("the Bank") is a private sector commercial bank incorporated with the Registrar of Joint Stock Companies under the Companies Act 1994. The Bank commenced its banking operation on 14 July 1999 by obtaining license from the Bangladesh Bank on 2 June 1999 under section 31 of the Bank Company Act 1994 (as amended in 2019). As per the provisions of Bangladesh Bank, the Bank has been initially its shares to public by Pre-IPO and subsequently sold shares to the public through IPO in the year 2003. The shares of the Bank are listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. As on 31 December 2021 the Bank has 107 branches (including 2 Islamic Banking branches), 25 Sub-branches, 15 collection booths and 154 ATM booths. In addition, the Bank has two (two) Off-Shore banking units, one in Dhaka and another in Chattertag. The Bank has two subsidiary companies namely, ONE Securities Limited and ONE Investment Limited.

**1.2 Principal activities**  
The principal activities of the Bank are to provide all kinds of conventional and Islamic banking services to its customers which includes deposit, loans and advances, personal and commercial banking, cash management, treasury, brokerage services, export & import financing, local and international remittance facility etc. through its branches, SME centers, and vibrant alternative delivery channels (ATM booths, mobile banking, internet banking, Agent banking). The Bank also provides off-shore banking services through its Off-Shore Banking Units (OBU).

**1.3 Islamic Banking Unit**  
The Bank obtained permission from Bangladesh Bank to operate Islamic Banking operation vide letter no. BRPD (P-3)/745/2/20-3978 dated 15 June 2020. The Bank commenced operation from 15 December 2020. The Islamic Banking operation is governed under the rules & regulations of Bangladesh Bank. A separate Balance Sheet and Profit and Loss Account of Islamic Banking Unit are shown in Annexure- H and the figures appearing in the annexure have been incorporated into relevant heads of Financial Statements under the conventional banking for consolidation and incorporation in these Financial Statements.

**1.4 Off-Shore Banking Units**  
The Bank has obtained permission for Off-Shore Banking business vide letter no. BRPD (P-3)/744 (115)/2010-2337 dated 26 May 2010. The Bank commenced the operation of its Off-Shore Banking Unit from 12 December 2010. The Off-Shore Banking Unit (two) (OBU) are located in Dhaka and Chattertag and another in Chattertag. The principal activities of the units are to provide all kinds of commercial banking services in foreign currency. Financial Statements of Off-Shore Banking Unit are shown in Annexure-I.

**1.5 ONE Securities Limited (Subsidiary of the Bank)**  
ONE Securities Limited (OSL) is a subsidiary of ONE Bank Limited. OSL was incorporated on May 04, 2011 under the Companies Act (Act XVII) of 1994 as a Private Limited Company. Subsequently, it was converted into Public Limited Company on 24 December 2014 after completion of due formalities with Registrar of Joint Stock Companies and Firms (RSC). The Registered Office of the Company is situated at 45, Dilkusha CA (4th Floor), Dhaka-1000. The principal activities of the company are to buy, sell and deal in shares, stocks, debentures and other securities and undertake all the functions as a TREC Holder of Stock Exchange.

**1.6 ONE Investments Limited (Subsidiary of the Bank)**  
ONE Investments Limited (OIL) is a subsidiary of ONE Bank Limited. OIL was incorporated on April 26, 2018 under the Companies Act (Act XVII) of 1994 as a Private Limited Company after completion of the formalities with the Registrar of Joint Stock Companies and Firms (RSC). The Registered Office of the Company is situated at IRC, Bhaban, 46 Kavarar Bazar C.A., Dhaka-1215. The activities of the Company include services broadly classified as fees and commission based and fund based services, such as underwriting of securities, investment, portfolio management, corporate advisory services etc. The Company will apply to the Bangladesh Securities & Exchange Commission (BSEC) for its license to carrying its operations formally and it will start its operation after getting the approval.

**1.7 International Banking**  
International Banking activities of the Bank are facilitated by the International Division with 17 AEs (Authorized Dealers) and 02 Central Trade Processing Centers in Dhaka and Chattertag. The network of foreign correspondents is expanding over the years for ensuring smooth cross border trade and remittance inflow. Major relationships include tie ups with Standard Chartered Bank, Wells Fargo Bank, Commerzbank, Masstrabank etc. Moreover, growing arrangement with Xpress Money, First NCB Corporation, Continental Exchange Solutions Inc., Transfer Remittance LLC, Western Union, Air Nxt Exchange, MoneyGram International Inc., Merchantele Asia Sdn Bhd, Alfaru Currency Exchange Ltd., First Security Islamic Exchange Sdn Bhd etc. are facilitating routing of foreign remittance through our Bank. In addition to facilitating cross border trade, foreign currency trade loan and other trade facilities are being regularly arranged from the foreign correspondents. As at 31 December 2021, total no. of foreign correspondents and nostro accounts stand at 139 and 27 (including 03 OBU accounts) respectively.

**1.8 Treasury Functions**  
The Treasury Division has been discharging the principal responsibilities of the Treasury functions which include management of liquidity and market risks, mobilization of resources from domestic as well as from foreign banks. Further, it leveraged strong relationships with financial sector players to provide a wide range of banking services in addition to Bank's liability products.

The focus of Treasury Division is to be active in a broad-based money market, Government securities and foreign exchange markets. There was a significant contribution in the volumes and profits from foreign exchange transactions in 2021.

**1.9 Information Technology**  
ONE Bank Limited has adopted IT system at the very beginning of its commencement of operation. During the last 22 (Twenty-two) years of journey, the Bank has taken several steps to improve its services giving emphasis on information technology. Starting from introduction of core banking system (CBS) to the Bank has introduced various services like Internet Banking Service, Mobile Financial Service, Agent Banking Service, Islamic Banking Service, Visa Credit & Debit Cards, Pre-paid HUI Cards, ATMs, Mobile Apps, Retail and various online payment systems etc. ONE Bank systems are also connected with Bangladesh Bank's NPS (National Payment System of Bangladesh), Automated Clearing System (ACS) (Bangladesh Automated Clearing House), RTGS (Real Time Gross Settlement) System, BEFTN (Bangladesh Electronic Fund Transfer Network) System etc. to provide efficient banking service to customers. The Bank has introduced sanction screening systems to ensure AML & CTF compliance and ensure prevention of money laundering through banking transactions.

Now-a-days, banking industry is using information technology to deal with the challenges of ever changing banking needs of the country. Similarly, ONE Bank is also committed to bring in new IT driven services not only to manage business operations and business compliance efficiently but also to provide customers better with introduction of disruptive innovation in banking.

**1.10 Strategic Directions and Challenges**  
The strategic directions of the Bank are provided and reviewed periodically by the Marketing Division in consultation with the Senior Management. At the time of planning deposit mobilization strategies, financing plan and the budget, priority is given on the bottom up information raising process. The Board of Director approves the Budget and evaluates monthly performance in the Board Meeting for ensuring proper Budgetary Control and maximization of operating profit and optimization of business outcomes and provides guidelines to the Management for overseeing the performance of the Bank. The Vision and Strategic Direction of the Bank has been clearly identified and laid down in the Long Term Corporate Plan and the Budget. Budget is prepared for each year by spelling out the goals and objectives for each major strategic business unit, such as Corporate Banking, SME Banking, Retail Banking, Treasury, General Banking, etc. and the detailed action plans for the achievement thereof along with specific time frame and evaluated in the marketing meeting.

**1.11 Staff Training**  
The Bank always keeps in mind for the development of staff skill and knowledge through training. The staff training is presently pertaining through the outside Organizations, Bangladesh Bank and from Bank's own training Academy.

**1.12 Resource Efficiency**  
Current and Shareholders' Equity represented the two biggest sources of funds. As at 31 December 2021, the amount of deposit was 74.47% of total liability and shareholders' equity. As the amount of shareholders' equity was 5.8% of total liability and shareholders' equity. The Bank tries to procure deposits from low cost sources and prudently invest the fund for raising the profitability of the bank.

Through careful planning, the management of Bank ensured a prudent dividend policy and investment portfolio and optimized Shareholders' Equity.

**1.13 Corporate Governance**

**1.13.1 Board of Directors**  
**a) Members of the Board**  
The Board of Directors of the Bank is constituted by 6 (Six) members of Directors and all of the Directors are Non-Executive Directors. Particulars of Directors who were included in the annual report (please see Annexure-5) Out of the 6 Directors, 1 Director is Independent Director. As per the Corporate Governance Code (BSEC/CMBRD/2006-152/207/Adm/80 dated 03 June 2018), the Bank is required to appoint minimum 2 Independent Directors in this case. The Bank submitted a letter dated 10 June 2021 to BSEC for permission to appoint 1 Independent Director. In response to the letter of the Bank, BSEC requested the Bank to provide some information through their letter # BSEC/CFD/206/2003/PR/4629 dated 23 June 2021. The Bank in the process of collecting the required information, and after collection of the information the Bank will submit the same to BSEC. The matter will be placed before the Board of Directors in their forthcoming meeting.

**b) Board Meeting**  
The Chairman of the Board conducts the Board Meetings and ensures effective participation of all Directors, heading to their concerns and maintaining balance of power. The Board is in full control of its affairs.

**c) Information sharing system**  
A well-structured Management Information System is in place. Accurate and relevant information on the matters referred to the Board is made available in advance. Whenever the Board finds that the information sent to them is insufficient, they call for additional information and the Chairman ensures that all Directors are properly briefed on the matters deliberated at the meetings.

**d) Performance of Board**  
The Board has implemented a self-assessment exercise covering key functions under the following activities to assess the performance of the Board and carries out the evaluations annually.  
• Discharge of Statutory Regulatory duties and Board responsibilities;  
• Oversight Governance and Risk Management monitoring;  
• Seeking and contributing views and opinions on strategic decision making;  
• Leveraging the skills, expertise, contacts of individual Board Members in furtherance of business;  
• Understanding and formulating the succession plans to ensure talent availability and address expectations of high potential and high quality staffs, and  
• Overall View of management of the business by the Management.

**1.13.2 Appointment of Directors and Managing Director**  
**a) Directors**  
The Members of the Board are appointed in accordance with the provisions of the Companies Act 1994, the Memorandum and the Articles of Association of the Bank, provisions of the Bank Company Act 1994 (as amended in 2019), directives of BSEC and Bangladesh Bank's Circulars issued from time to time. The Board believes that the combined knowledge and experience of the Board matches the performance is assessed by the Chairman annually.

**b) Managing Director**  
The Managing Director (as CEO) is appointed by the Board on contractual basis with a provision of renewals according to the guidelines provided by the Bangladesh Bank and the provisions of the Bank Company Act. The Board sets financial and non-financial goals and objectives for the CEO in line with the short, medium and long-term goals of the Bank. The Managing Director is entrusted with the management of the Bank's operations and he is ultimately accountable to the Board. Managing Director's performance is assessed by the Chairman annually.

**1.13.3 General Meeting**  
**a) Shareholders Suggestions**  
The Bank always welcomes active participation of the shareholders at the General Meetings and solicited their views at all times, thus promoting a healthy dialogue. Whenever possible, the Bank implements their suggestions.

**b) Notice of the General Meeting**  
Notice is given to the shareholders in terms of the provisions of the Companies Act 1994, Securities and Exchange Commission Act 1995, and the guidelines of Bangladesh Bank.

**1.13.4 Accountability**  
**Communicating Performance**  
Bank gives high priority to timely preparation and publication of annual, half-yearly and quarterly Financial

Statements with comprehensive details of the statutory requirements, enabling both existing and prospective shareholders to make a timely and fair assessment of the Bank's performance. Media of publication includes printed materials, newspapers and the website of the Bank.

**2. Significant accounting policies and basis of preparation of financial statements**

**2.1 Basis of Preparation of the Financial Statements**  
The separate financial statements of the Bank as at and for the year ended 31 December 2021 comprise those of Domestic Banking Units (Main operations) including Islamic Banking Operation and Off-Shore Banking Units (OSU), and the consolidated financial statements of the group comprise those of the Bank (parent company) and its Subsidiaries. There were no significant changes in the nature of principal business activities of the Bank and the subsidiaries during the financial year.

**2.2 Presentation of Financial Statements**  
IFRSs (as per IAS 1), a complete set of financial statements comprises a statement of financial position, a statement of profit and 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 also requires the entity to disclose assets and liabilities under current and non-current classification separately in its statement of financial position.

**Bangladesh Bank:** The presentation of these financial statements in prescribed format (i.e. balance sheet, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement) and certain disclosures therein are guided by the First Schedule (Section-38) of the Bank Company Act, 1991 (amended upto 2018) and BRPD Circular No. 14 dated 25 June 2001 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is an option to present assets and liabilities under current and non-current classification.

**2.3 Statement of Compliance**  
The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is to be formed and it is to issue financial reporting standards for public interest entities such as companies and other entities regulated by the Companies Act 1991. It has been amended to require the financial statements under the financial reporting standards as per the provisions of the FRA and hence International Financial Reporting Standards (IFRS) as required by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable.

Accordingly, the financial statements of the Bank are continued to be prepared in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Bank Company Act 1991, the rules and regulations issued by Bangladesh Bank, the Companies Act 1991, Securities and Exchange Rules 2010. In case any requirement of the Bank Company Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of IFRS, the requirements of the Bank Company Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of IFRS are as follows:

**2.3.1 Investment in Shares, Mutual Fund and Other Securities**  
IFRSs: As per requirements of IFRS 5, classification and measurement of investment in shares and securities will be based on the fair value through profit or loss (FVTPL) and the credit risk and other contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit or loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively.

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 25 June 2001, investments in quoted shares and unquoted shares are revalued at the end of the year at market price and as per book value of last audited balance sheet respectively. As per instruction of another DOS Circular Letter No. 3 dated 16 March 2015, investment in mutual fund (cost-end) is revalued at lower of cost and higher of market value and 85% of NAV. Profit/loss should be made for any loss arising from diminution in value of investment (portfolio basis); otherwise investments are recognized at cost.

**IFRSs:** As per requirements of IFRS 9, where securities will fall under the category of fair value through profit or loss account, any change in the fair value of assets is recognized through the profit and loss account. Securities designated as amortized cost are measured at effective interest rate method and interest income is recognized through the profit and loss account.

**Bangladesh Bank:** As per the DOS Circular No. 05 dated 25 June 2008 and subsequent clarification in DOS Circular No. 05 dated January 29, 2009 (HTF (Held For Trade)) and DOS Circular No. 11 dated 21 July 2010 and BRPD Circular No. 52 dated 20 October 2020a general provision of 0.25% to 2% under different categories of classified loans has to be maintained regardless of objective evidence of impairment. And as per BRPD Circular Letter No. 56 dated 10 December 2020 and BRPD Circular No. BRPD (P-15)161/2021-117 dated 05 January 2021, provision maintained 1% as Special General Provision COVID-19 against default loan. As per BRPD Circular No. 17 dated 26 September 2020 and 1.5% to 2% as Additional General Provision as per BRPD Circular No. 19, dated 26 August 2021, BRPD Circular Letter No. 52 dated 29 December 2021. And, specific provision for sub-standard loans, doubtful loans and bad loans to be provided at 5%-20%, 20%-50% and 100% respectively for loans and advances depending on the duration of overdue status. Also a general provision at 1% is required to be provided for all off-balance sheet exposures as per BRPD Circular No. 14 dated 25 June 2001 and BRPD Circular No. 14 dated 18 September 2007 and BRPD Circular No. 14 dated 03 January 2018 and BRPD Circular No. 07 dated June 21, 2018). These provisions are not specifically in line with those prescribed by IFRS 9.



# FINANCIAL STATEMENTS

## 2021

**ONE Bank**  
LIMITED  
...We Make Things Happen

### ONE Bank Limited

#### 2.3.4 Recognition of Interest in Suspense

**IFRS:** Loans and advances to customers are effectively classified at amortized cost as per IFRS 9 and interest income is recognised using the effective interest rate method to the gross carrying amount over the term of the loan. Once a loan subsequently become credit-impaired, the entity shall apply the effective interest rate to the amortized cost of these loans and advances.

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

#### 2.3.5 Other Comprehensive Income

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

**Bangladesh Bank:** Bangladesh Bank has issued templates for financial statements which are to be followed by all banks in Bangladesh. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income as a component of financial statements. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

#### 2.3.6 Financial Instruments – Presentation and Disclosure

In several cases Bangladesh Bank guidelines categorize, recognize, measure and present financial instruments differently from those presented in IFRS. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

#### 2.3.7 Financial Guarantees

**IFRS:** As per IFRS 9, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liability. The financial guarantee liability is subsequently measured at the higher of the amount of loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less income received or amounts recognised as the principles of IFRS 15. Financial guarantees are included within other liabilities.

**Bangladesh Bank:** As per the requirement of BRPD Circular No. 14 dated 23 September 2012 financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantees except the cash margin.

#### 2.3.8 Repo and Reverse Repo Transaction

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

**Bangladesh Bank:** As per DOS Circular Letter No. 2 dated 23 January 2013 and DOS Circular Letter No. 6 dated 15 July 2010, 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 future date (Repo or stock lending), the arrangement is accounted for as normal sales transactions and the financial asset is derecognised in the seller's book and recognised in the buyer's book.

#### 2.3.9 Cash and Cash Equivalents

**IFRS:** As per the requirement of IAS 7, Cash and cash equivalents must be reported as cash item.

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 23 September 2012, few highly liquid assets such as Money at call on Short Notice, Treasury Bills, Bangladesh Bank Bills and Prize Bonds are not shown as cash and cash equivalents items in the Balance Sheet rather these are shown in the face of the balance sheet as separate items. However, in the cash flow statement, these items are shown as cash equivalents besides cash in hand, balance with BB and other banks.

#### 2.3.10 Non-Banking Asset

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

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 23 September 2012 there must exist a face item named non-banking asset and the holding period of non-banking assets is mentioned in the Bank Company Act 1991 (as amended in 2018).

#### 2.3.11 Cash Flow Statement

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

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 23 September 2012 Cash Flow Statement is the mixture of direct and indirect methods.

#### 2.3.12 Balance with Bangladesh Bank: (Cash Reserve Requirement)

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

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 23 September 2012 Balance with Bangladesh Bank is treated as cash and cash equivalents.

#### 2.3.13 Presentation of Intangible Assets

**IFRS:** As per the requirement of IAS 38, an intangible asset must be identified and recognized, and the disclosure must be given in the Financial Statements.

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 23 September 2012 there is no regulation for treatment of intangible assets.

#### 2.3.14 Off-Balance Sheet Items

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

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 23 September 2012 off-balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

#### 2.3.15 Loans and Advances/Investments Net of Provision

**IFRS:** Loans and advances/investments should be presented net of provision.

**Bangladesh Bank:** As per BRPD Circular No.14 dated 23 September 2012 provision on loans and advances/investments are presented separately as liability and cannot be netted off against loans and advances.

#### 2.3.16 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 23 September 2012, an appropriation of profit should be disclosed in the face of profit and loss account.

#### 2.4 Basis of measurement

The consolidated financial statements of the Group and the separate financial statements of the Bank have been prepared on the historical cost basis except for the following material items:

- Government treasury bills and bonds designated as 'Held for Trading (HFT)' are marked-to-market weekly with resulting gain credited to revaluation reserve account but less charged to profit and loss account.
- Government treasury bills and bonds designated as 'Held to Maturity (HTM)' are amortized yearly with resulting gain credited to amortization reserve account but less charged to profit and loss account.

#### 2.5 Use of Estimates and Judgments

The preparation of financial statements requires management's judgments, estimates and assumptions for which the application of accounting policies and the reported amounts of assets, liabilities, income and expenses may vary and actual results may differ from those estimates. The most significant areas where estimates and judgments have been made are provisions for loans and advances, provision for income tax (current & deferred tax), gratuity fund and liquidation statements.

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

#### 2.6 Foreign currency transactions and translations

**1. Functional and presentational currency**  
Financial statements of the Bank are presented in Taka, which is the Bank's functional and presentational currency.

**ii. Foreign currency translation**  
Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rates on the respective dates of such transactions as per IAS 21 "The effects of Changes in Foreign Exchange Rates".

Assets and liabilities in foreign currencies at 31 December 2021 have been converted into Taka currency at the average of the prevailing buying and selling rates of the relevant foreign currencies at that date except "Balance with Bangladesh Bank as the prime regulator. Certain comparative amounts in the financial statements have been restated and rearranged to conform to the current year's presentation.

Differences arising through buying and selling transactions of foreign currencies on different dates of the year have been adjusted by debiting / crediting exchange gain / loss account.

#### 2.7 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements of the Group and those of the Bank have been applied consistently except otherwise instructed by Bangladesh Bank as the prime regulator. Certain comparative amounts in the financial statements have been restated and rearranged to conform to the current year's presentation.

**Accounting policies of subsidiaries**  
The financial statements of subsidiaries (ONE Securities Limited and ONE Investments Limited) which are included in the Consolidated Financial Statements of the Group have been prepared using uniform accounting policies of the Bank (Parent) for transactions and other events of similar nature. There is no significant restriction on the ability of subsidiaries to transfer funds to the parent in the form of cash dividends or to repay loans and advances taken by the subsidiaries from the Bank.

#### 2.7.1 Basis of consolidation

The consolidated financial statements include the financial statements of ONE Bank Limited and those of its subsidiaries (ONE Securities Limited and ONE Investments Limited) prepared as at and for the year ended 31 December 2021. The consolidated financial statements have been prepared in accordance with IFRS 10 Consolidated Financial Statements.

Name of Subsidiary	Ownership	Date of Incorporation	Regulator	Year Closing
ONE Securities Limited	98.999%	May 04, 2011	BSEC, OSE, CSE	31 December
ONE Investments Limited	51.00%	April 26, 2018	BSEC, OSE, CSE	31 December

#### 2.7.2 Transactions eliminated on consolidation

Intra-group balances and income and expenses arising from intra-group transactions are eliminated in preparing these consolidated financial statements.

#### 2.7.3 Going Concern

The Financial Statements have been prepared on a going concern principle which is the assumption that an entity will remain in business for the foreseeable future. Conversely, the Bank has neither any intention nor any legal or regulatory compulsion to halt operations and liquidate its assets in the near term at what may be very low fire-sale prices. The management is not aware of any material uncertainties that may cause to believe that significant doubt upon the Bank's ability to continue as a going concern.

#### 2.8 Assets and the basis of their valuation

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

#### 2.8.2 Loans and Advances

a) Loans and Advances are stated at gross amount and before off setting specific and general provisions against them.  
b) Interest on Loans and Advances is calculated on a daily product basis but charged and accounted for quarterly on an accrual basis.

Provision for Loans and Advances is made on the basis of year-end review by the Management and instructions contained in Bangladesh Bank BRPD Circular No. 14 dated 23 September 2012, BRPD Circular No. 19 dated 27 December 2012, BRPD Circular No. 5 dated 29 May 2013, BRPD Circular No. 16 dated 18 November 2014, BRPD Circular No. 8 dated 02 August 2015, BRPD Circular No. 12 dated 20 August 2017, BRPD Circular No. 15 dated 27 September 2017, BRPD Circular No. 01 dated 20 February 2018, BRPD Circular No. 10 dated 21 July 2020 and BRPD Circular Letter No. 52 dated 20 October 2020, BRPD Circular No. 03, dated 31 January 2020, BRPD Circular No. 05, dated 24 March, 2021, BRPD Circular No. 13, dated 27 June 2021, BRPD Circular No. 19, dated 26 August 2021, BRPD Circular No. 50, dated 14 December, 2021, BRPD Circular Letter No. 51 & 52, both dated 29 December, 2021, BRPD Circular Letter No. 53, dated 30 December, 2021 respectively at the following rates:

Category/status of Loans and Advances	Rates	
	Bangladesh Bank's Requirement	Maintained by the Bank
<b>General provisions for unclassified loans and advances:</b>		
All unclassified loans (Other than loans under small and medium enterprise and consumer financing, special mention account and staff loans)	1%	1%
Unclassified loan to Cottage, Micro and Small Credits under CSMSE:	0.25%	0.25%
Small and medium enterprise financing	2%	2%
Consumer Finance (House Financing)	1%	1%
Consumer Finance (Other than housing financing)	1%	2%
Special mention account	0% to 2%	0% to 2%
Loans to BSM/MS/SS against Shares	2%	2%
Loans to Short-term Agricultural and Micro-Credits	1%	1%
Special Provision for COVID-19, BRPD Circular Letter No. 50/2020	1%	1%
Special General Provision as per BRPD Circular No. 19/2021 & 52/2021	1.5% to 2%	1.5% to 2%
<b>Specific provision for classified loans and advances:</b>		
Substandard	20%	20%
Doubtful	50%	50%
Bad/Loss	100%	100%
<b>Provision for classified loan to short-term agricultural and Micro-Credit:</b>		
Substandard	5%	5%
Doubtful	5%	5%
Bad/Loss	100%	100%
<b>Provision for classified loan to Cottage, Micro and Small Credits under CSMSE:</b>		
Substandard	5%	5%
Doubtful	20%	20%
Bad/Loss	100%	100%

Reference may be made to note # 7.13.

c) Loans and Advances are written off to the extent that (i) there is no realistic prospect of recovery and (ii) against which legal cases are pending for more than five years as per guidelines of Bangladesh Bank. These write offs, however, will not undervalue the claim amount of the borrowers. Detailed memorandum records for all such written off accounts are meticulously maintained and followed up.

#### 2.8.3 Investments

All investments in shares are initially recognized at cost, being fair value of the consideration given, including acquisition charges associated with the investment.

#### 2.8.4 The valuation method of investments:

a) **Held to Maturity (HTM):** Investments which are intended to be held till its maturity are classified as "Held to Maturity". These are measured at amortized cost at every year end by taking into account any accrued premium on amortization. Amortized cost of such premium is booked into profit and loss statement or cost is booked to equity until maturity.

b) **Held for Trading (HFT):** Investments classified in this category are acquired principally for the purpose of selling or repurchasing – in short-trading or if designated as such by the management. After initial recognition, investment is measured at fair value on with gains or losses on netted back as per Bangladesh Bank guidelines and revaluation gain is shown in revaluation reserve account through profit and loss account and revaluation loss shown in the profit & loss account. The gains/ (Loss) arising on maturity or sale are shown in profit or loss account.

Value of investments has been enumerated as follows:

Investment Class	Initial Recognition	Measurement after recognition	Recording of changes
Government Treasury Bills (HFT)	Cost	Marked to Market/ fair value	Loss to Profit and Loss A/C, gain to revaluation reserve through Profit and Loss Account.
Government Treasury Bills (HTM)	Cost	Amortized cost	Increased or decreased in value to equity.
Government Treasury Bonds (HFT)	Cost	Marked to Market/ fair value	Loss to Profit and Loss A/C, gain to revaluation reserve through Profit and Loss Account.
Government Treasury Bonds (HTM)	Cost	Amortized cost	Amortized gain/loss to revaluation Reserve
State Bank Bond (Tarakh Suik) under OBL Islami Banking	Cost	Cost	None
Bangladesh Bank Bill (HFT)	Cost	Marked to Market/ fair value	Loss to Profit and Loss A/C, gain to revaluation reserve through Profit and Loss Account.
Bangladesh Bank Bill (HTM)	Cost	Amortized cost	Amortized gain/loss to revaluation Reserve
Zero Coupon Bond	Cost	None	None
Prize Bond & Other Bond	Cost	None	None
Subordinated Bond	Face Value	At Redemption Value	None
Un quoted Shares (ordinary)	Cost	Cost	None

c) **Investment in Quoted Securities:** These securities are bought and held primarily for the purpose of selling them in future or hold for dividend income. These are reported at cost. Unrealized gains are not recognized in the profit and loss account. But provision for diminution in value of investment is provided in the financial statements for which market price is below the cost price of investment as per Bangladesh Bank guideline except Special investment vide DOS Circular No. 01 dated February 2020.

d) **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.

e) **Investments in Subsidiary:** Investment in each subsidiaries is accounted for under the cost method of accounting in the Bank's financial statements in accordance with the International Accounting Standards 27 and IFRS 10. Accordingly, investments in subsidiaries are stated in the Bank's balance sheet at cost, less impairment losses if any.

#### 2.8.4 Non Current Assets

a) **Property, Plant and Equipment**  
All fixed assets are stated at cost less accumulated depreciation as per IAS-16 "Property, Plant and Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non refundable taxes.

For additions during the year, depreciation is charged for the remaining days of the year and for disposal depreciation is charged up to the date of disposal. Capitalized expenditure and furniture facility to the executive of OBL are amortized within five years on consecutive approach.

**Depreciation**  
Depreciation on fixed assets is charged for the year at the following approximate rates on a reducing balance method on all fixed assets except on land:

Category of Fixed Assets	Rate of Depreciation per Annum
Furniture and Fixtures	10%
Office Equipment	18%
Motor Vehicles	20%
Building	2.50%

Right-of-use Assets are depreciated on a straight line basis over the lease term as per IFRS-16 (Note 2.24)

#### b) Intangible Assets

Intangible assets which have probable future inflows are stated as cost less the accumulated amortization. The intangible assets are amortized using estimated useful lives of five years.

#### c) Software

Software acquired by the Bank is stated at cost less accumulated amortization. Subsequent expenditure on software is capitalized only when it increases future economic benefits embodied in specific assets to which it relates. Amortization is recognized in profit and loss on a straight line basis over the estimated useful life of the software from the date it is available for use. The estimated useful life of software is five years. Useful life, residual value and impairment of assets are reviewed at each financial year end and adjusted if applicable.

#### 2.8.5 Other Assets

As per BRPD Circular No. 14 dated 23 June 2001 provision is to be maintained against other assets considering the recovery status thereof. The following assets are marked as other assets for maintaining provision:

Sl.	Category of Assets	Provision	Remarks
1	<b>Unadjusted Expenses</b> (Business development expenses, Travelling expenses, Entertainment expenses, Salary expenses, Advertisement expenses, and Miscellaneous expenses)	100%	Unadjusted on or over 1 (One) year from the date of origination.
2	<b>Litigation / Legal Expenses</b> (a) related to unadjusted cases (b) unadjusted expenses related to settled cases	50% 100%	
3	<b>Protested Bill / Fraud / Forgery / Fund Embezzlement</b> (a) for doubtful (b) for bad/loss	50% 100%	If there is any possibility of recovery. If there is no possibility of recovery.
4	<b>Miscellaneous</b>	100%	Considering Loss category

#### 2.8.6 Liabilities and Provisions

a) **Borrowings from Other Banks, Financial Institutions and Agents**  
The assets funds include call money deposits, borrowings, refinances borrowings and other term borrowings from banks. These are stated in the balance sheet at amounts payable. Interest paid / payable on these borrowings is charged to the Profit and Loss Account.

b) **Subordinated Bond:**  
Subordinated Bond-II Tk. 4,000,000,000 (outstanding balance as on 31 December 2021) was Tk. 1,600,000,000.

To meet regulatory capital requirement, ONE Bank Limited issued unsecured non-convertible subordinated floating rate bonds on 27th October, 2018 after obtaining approval from Bangladesh Bank and Exchange Commission vide their letters [# BRPD (BFPS) 66/18/2018/7653 dated September 27, 2018] and [# BSEC/CIO/DS-46/18/001 dated September 27, 2018] respectively. Interest rate of the Bond is calculated as Benchmark rate +2.00% Margin. However, the rate shall be kept 7.00% to 9.00% p.a. throughout the tenure of the bond. As of Balance Sheet date interest rate is applicable @ 7.00%.

Subordinated Bond-III Tk. 4,000,000,000:

With the view to strengthening the capital base of the Bank, ONE Bank Limited again issued unsecured non-convertible subordinated floating rate bonds on 12th December, 2018 after obtaining approval from Bangladesh Bank and Securities and Exchange Commission vide their letters [# BRPD (BFPS) 66/18/2018/7653 dated October 11, 2018 and [# BSEC/CIO/DS-46/18/001 dated September 27, 2018] respectively. Interest rate of the Bond is calculated as Benchmark rate +2.00% Margin. However, the rate shall be kept 7.00% to 9.00% p.a. throughout the tenure of the bond. As of Balance Sheet date interest rate is applicable @ 7.00%.

Contingent-Convertible Perpetual Bond-Tk. 4,000,000,000:

To meet the Capital to Risk Weighted Assets Ratio of the Bank, ONE Bank Limited issued unsecured Contingent-Convertible, Floating Rate Perpetual bonds on 30th December, 2020 after obtaining approval from Bangladesh Bank and Securities and Exchange Commission vide their letters [# BRPD (BFPS) 66/14/87/2020/8071 dated September 29, 2020] and [# BSEC/CIO/DS-118/2020/296 dated December 23, 2020] respectively. Interest rate of the Bond is calculated as Benchmark rate +2.00% Margin. However, the rate shall be kept 6.00% to 10.00% p.a. throughout the tenure of the bond.

#### c) Deposits and Other Accounts

Deposits by customers and banks are recognized when the Bank enters into contractual agreement with the counterparties which is generally on the trade date and initially measured at the consideration received.

#### d) Other Liabilities

Other liabilities comprises items such as Provision for Loans and Advances, Provision for Taxes, Interest Suspense Provision for Other Assets and Accrued Expenses. Other liability is recognized in the Balance Sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance 1986 and Internal Policies of the Bank. Provisions and accrued expenses are recognized in the financial statements when the Bank has a legal or constructive obligation as a result of past event and it is probable that an outflow of economic benefit will be required to settle the obligation and reliable estimate can be made of the amount of obligation.

#### e) Provision for Liabilities

In respect of liability which is recognized in the financial statements when the Bank has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligation, in accordance with the IAS 37 "Provision, Contingent Liabilities and Contingent Assets".

#### f) Provision for Loans and Advances:

Provision for classified loans and advances is made on the basis of quarter-end review by the management and instructions contained in BRPD Circular No. 14 dated 23 September 2012, BRPD Circular No. 19 dated 27 December 2012 and BRPD Circular No. 15 dated 18 November 2014, BRPD Circular No. 8 dated 02 August 2015, BRPD Circular No. 12 dated 20 August 2017, BRPD Circular No. 16 dated 27 September 2017, BRPD Circular No. 03, dated 31 January 2020, BRPD Circular Letter No. 52 dated 21 July 2020 and BRPD Circular Letter No. 52 dated 20 October 2020, BRPD Circular Letter No. 50, dated 14th December, 2021, BRPD Circular Letter No. 51 & 52, both dated 29th December, 2021, BRPD Circular Letter No. 53, dated 30th December, 2021.

Details are stated in Note 7.13 of these financial statements.

g) **Provision against Investment in Capital Market**  
Provision for diminution of value of quoted shares and mutual funds (closed-end), placed under other liability, has been made on portfolio basis by netting of unrealized gain and losses following DOS Circular No. 04 dated 24 November 2011 and DOS Circular No. 03 dated 12 March 2015 respectively.

h) **Provision for off-balance sheet exposures**  
Off-balance sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines. As per BRPD Circular No. 14 dated 23 September 2012, off-balance items are advised to maintain provision 0% against off-balance sheet exposure (except certain in BRPD Circular Letter No. 01 dated 03 January 2018 & BRPD Circular No. 07 dated 21 March 2011, 2018 and BRPD Circular No. 13 dated October 18, 2018).

#### i) Provision for other assets

Provision for other assets is made as per the instructions made in the BRPD Circular No. 14 dated 23 September 2001 i.e. 100% provision is required on other assets which are outstanding for one year or more or classified as bad/loss.

#### j) Provision for nostro accounts

Provision for unsettled transactions in nostro accounts is made as per FEDD Circular No. FEDD (FEMO) /01/005-877 dated 13 September 2005 of Foreign Exchange Policy Department (FEPD) of Bangladesh Bank. Detailed information on the reporting date is given in Note 12.13.

#### k) Provision for liabilities and accrued expenses

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

#### l) Taxation

**Corporate Tax**  
Provision for current income tax has been made at 37.50% as per prescribed in the Finance Act, 202

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## ONE Bank Limited

**b) Paid up Share Capital**  
Paid up share capital represents total amount of shareholder capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the Company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

**c) Share premium**  
The share premium represents the excess amount received by the Bank from its shareholders over the nominal/par value of its share. The amount of share premium can be utilized as per the provision of section 57 of the Companies Act, 1994. Currently, the Bank does not have any share premium.

**d) Statutory Reserve**  
Transfer to the statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of the Capital Act, 1991 (as amended in 2018). This is mandatory until such reserve is equal to the paid up capital together with amount in the share premium account, after this is optional.

**e) Reserve for amortization/ revaluation of securities**  
When the value of a government treasury security categorized as HTM increases as a result of amortization, the amount thus increased is recognized directly to equity as 'reserve for amortization'. However, any increase in the value of such securities categorized as HTM as a result of 'mark to market' is booked under equity as 'revaluation reserve' but any decrease is directly charged to profit and loss account as per Bangladesh Bank DOS Circular Letter No. 5 dated 26 May 2008 & DOS Circular Letter No. 5 dated 28 January 2009.

**2.9 Revenue Recognition**  
**a) Interest Income (Conventional Banking)**  
Interest income is recognized on accrual basis. Interest on unclassified loans and advances are calculated at the prescribed rates to be taken into income. Interest is ceased to be taken into income when such loans and advances are marked as classified per criteria prescribed by the Bangladesh Bank. It is then kept in interest suspense account. Interest on classified advances is accounted for when it is realized in cash.

**b) Investment Income**  
Interest income on investment is recognized on accrual basis. Capital gain on investments in shares is also included in investment income. Capital gain is recognized when it is realized.

**c) Fees, Commission and Other Income**  
Fees and Commission income arises from services provided by the Bank for DD, TT, and LSP etc. and recognized on receipt basis. Commission charged on Letters of Credit (LC) and Letters of Guarantee (LG) are credited to income at the time of effecting the transactions. The advance payment of tax on LC commission is duly deposited to the Tax Authority. Similarly, income tax and VAT are deducted and deposited to the Tax Authority as per their circulars.

**d) Dividend Income**  
Dividend income from investments is recognized at the time when it is declared, ascertained and right to receive the dividend is established.

**e) Interest and Other Expenses**  
In terms of the provision of the International Accounting Standard (IAS) -1 Presentation of Financial Statements, 'accrual basis' is followed for interest payment and other expenses. The necessary disclosures are given in the notes in compliance with the provisions of BRPD Circular No. 14 dated 25 June 2003.

**2.10 Cash Flow Statement**  
The Cash Flow Statement is presented by using the "Direct Method" of preparing cash flows in compliance with the provisions of the International Accounting Standard (IAS) -7 and format provided by the Bangladesh Bank vide BRPD Circular No. 14 dated 25 June 2003 as applicable for preparation of Cash Flow Statements. To make the Cash Flow Statement more understandable and user friendly about the contribution of figures related into the Cash Flow Statement, a number of notes have been given in the notes to the accounts.

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

Particulars	Basis of Use
Cash, balance with other banks and financial institutions, money at call and short notice, etc.	Stated maturity/observed behavioral trend.
Investments	Residual maturity term.
Loans and advances	Repayment/maturity schedule and behavioral trend (non-maturity products).
Fixed assets	Useful life.
Other assets	Realization/amortization basis.
Borrowing from other banks, financial institutions and agents	Maturity/repayment term.
Deposits and other accounts	Maturity and behavioral trend (non-maturity products).
Provision and other liability	Settlement/adjustment schedule basis

**2.12 Statement of Changes in Equity**  
Statement of changes in equity is prepared in accordance with IAS-1 Presentation of Financial Statements and under the guidelines of BRPD Circular No. 14 dated 25 June 2003.

**2.13 Events after Reporting Period**  
All known material events after the Balance Sheet date have been considered and appropriate adjustments/disclosures have been made in the Financial Statements where necessary up to the date of preparation of Financial Statements as per IAS-10.

**2.14 Earnings per Share**  
Earnings per share (EPS) has been computed by dividing the profit after tax by the number of ordinary shares outstanding as on 31 December 2021 as per IAS-33 'Earnings per Share'. Diluted earnings per share were not required to calculate as there is no dilution possibilities occurring during the year.

**2.15 Reconciliation of Books of Account**  
Books of account in regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled and found to materialize fully, which may affect the Financial Statements significantly.

**2.16 Authorization of Financial Statements**  
The financial statements for the year ended 31 December 2021 have been authorized for issue in accordance with a resolution of the Board of Directors on 30 April 2022.

**2.17 Maturity and Amortization**  
Each material item is considered significant by the Management has been presented separately in the financial statements. No amount has been set off unless the Bank has a legal right to set off the amounts and intends to settle on a net basis. Income and expenses are presented on a net basis when permitted by the relevant accounting standards.

**2.18 Offsetting**  
Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

**2.19 Income and expenses are presented on a net basis only when permitted under IFRS, or for gains and losses arising from a group of similar transactions such as in the Group's trading activity.**

**2.20 Operating Segments**  
The Group and the Bank has no identified operating segment and as such presentation of segmental reporting is not made in the financial statements as per IFRS 8. However, geographical and business segments wise limited disclosures are furnished in Annexure-C.

**2.20 Reporting Period**  
These financial statements cover one calendar year from 01 January to 31 December 2021.

**2.21 Number of Employees**  
The number of employees in employment in the Bank as on 31 December 2021 was 2,577 of which 2,060 were male and 517 were female. The number of employees per branch (including sub-branches and booths) was 14-43 (15-67) including 102 employees in the Head Office of the Bank.

**2.22 Employee Benefits**  
**a) Provident Fund (Defined Contribution Plan)**  
'Defined Contribution Plan' is a post employment benefit plan under which an entity pays fixed contribution to a separate entity and will have no legal or constructive obligation to pay further amounts. Provident Fund benefits are given to the staff of the Bank in accordance with the Provident Fund Rules. The Commissioner of Income Tax has approved the Income Tax Authority approved fund within the meaning of section 2(52) read with the provisions of Part - B of the First Schedule of Income Tax Ordinance 1988. The recognition took effect from 27 February 2001. The Fund is operated by a Board of Trustees consisting of 5 (five) employees of the Bank. All confirmed employees of the Bank are contributing 10% of their Basic Salary as contribution to the fund. The Bank also contributes equal amount of the Employees' Contribution to the Fund. Interest earned from the investments is credited to the members' accounts on yearly basis. Members are eligible to get both the contributions after 03 (three) years of continuous service from the date of their joining the Bank. The Audit Committee is considering to resign with effect from 26/03/2021 (11 of the Labour Rules 2011) after taking necessary legal opinion from a renowned lawyer in the near future.

**b) Gratuity Fund (Defined Benefit Plan)**  
Gratuity Fund benefits are given to the Staff of the Bank in accordance with the approved Gratuity Fund Rules. The National Board of Revenue approved the Gratuity Fund as a recognized Gratuity Fund on 28 February 2012. The fund is operated by a Board of Trustees consisting of 5 (five) employees of the Bank. Employees are entitled to gratuity benefits after completion of minimum 05 (five) years of service in the Bank. The Gratuity is calculated on the basis of Last Drawn Basic Pay and is payable at the end of one month's Last Drawn Basic Pay for every completed year of service and six months and above but less than one year are counted as one year.

**c) Benevolent Fund**  
The objective of the Fund is to provide financial assistance to the employees of the Bank for treatment (medical/surgical, physiotherapy/disability, etc) of the employees and/or his/her dependent(s); damage or loss of his/her homestead by natural disaster/calamities. The Fund consists of monthly contributions of all staff employees of the Bank and benefits are given to the investments of the Fund. The Fund is operated by a Board of Trustees consisting of 7 (seven) employees of the Bank.

**d) Death cum Survival Superannuation Fund**  
The objective of the ONE Bank Ltd. Employees' Death cum Survival Superannuation Fund is to provide superannuation and other benefits to the employees of the Bank on their death, disability, retirement or being incapacitated at any time or for any other cause that may be deemed fit by the Trustees as per Board's approved policy. This Fund consists of annual contributions of Tk. 7.00 by the Bank as well as benefits earned from the equity returns generated by the investments of the Fund. The Fund is recognized fund on 19 April 2012 as per the provisions of Part - A of the First Schedule of Income Tax Ordinance 1984. The Fund is operated by a Board of Trustees consisting of 5 (five) employees of the Bank.

**e) Maturity Allowance**  
1. AO to ZCP: Tk. 10,000/- twice during entire period of service of an employee in the Bank.  
2. Guard, Electrician, Driver, Messenger & Mali: Tk. 5,000/- twice during entire period of service of an employee in the Bank.

**f) Annual Leave Fare Assistance**  
The provision for Leave Fare Assistance (LFA) represents the current outstanding liability to Employees at the Balance Sheet date. Leave Fare Assistance is a benefit for all permanent employees of the Bank who are entitled to annual leave. According to BRPD Circular No. 15 dated October 25, 2018 of Bangladesh Bank, all permanent employees have to avail 10 days annual leave at a stretch on mandatory basis and LFA is given on approval of the leave.

**g) Staff Loan at Bank Rate**  
To assist the employees in emergency needs, the Bank has introduced Staff Loan to the tune of maximum of one month's Basic Pay at Bank Rate for all permanent employees repayable by 2 monthly installments.

**h) Staff House Building Loan**  
A permanent staff equivalent to the rank of Principal Officer or above, after completion of 5 (five) years of service, can avail a House Building Loan at Bank Rate as per Board's approved policy and approval from the appropriate Authority.

**i) Staff Car Purchase Finance Scheme**  
All staff at job grades from AWP and above can avail of Car Loan under Staff Car Purchase Finance Scheme as per Board's approved policy and approval from the Competent Authority.

**j) Honorarium for Banking Diploma Part I & Part II**  
On successful completion of Part-I & Part-II of Banking Diploma examination of the Institute of Bankers, Bangladesh or any other Institute of Bankers recognized by the Bank, an employee is entitled to the following honorarium:  
1. Part-I of Bangladesh Institute of Bankers Tk. 20,000/- (plus fees incurred by the incumbent);  
2. Part-II of Bangladesh Institute of Bankers Tk. 25,000/- (plus fees incurred by the incumbent).

**k) Festival Bonus**  
Employees who have completed at least the service of 6 (six) months with the Bank as on the date of commencement of Festival Bonus, is entitled to the Festival Bonus on the following basis:  
1. All regular staff including Staff on Contract having break-up of salary @ one month's Basic Pay.  
2. Special Cadre Officer/Cadre Officer/Probationary Officer/TAO/Casual/ Contractual Staff on consolidated pay @ 50% of monthly Consolidated Pay.  
3. The Officers who have joined OBL from other banks and financial institutions but have not yet completed six months' service with OBL @ one month's Basic Pay/ Contractual Staff on consolidated pay @ 50% of monthly Consolidated Pay.

**l) Incentive Bonus**  
Incentive Bonus is declared, the employees who have completed continuous service of 16 (sixteen) 6 (six) months with the Bank as on December 31 of the FY and are on the payroll on the date of disbursement, are entitled to the incentive Bonus on the basis of monthly Basic Pay/50% of monthly Consolidated Pay as of 31st December of the FY and Appraisal Rating.

**m) Un-availed Earned Leave Encashment**  
Maximum 15 (fifteen) days unavailed Earned Leave can be encashed by an Employee. The encashment is calculated on the basis of Last Drawn Basic Pay and is payable at the rate of one month's Last Drawn Basic Pay/30 X No. of encashable Earned Leave.

**n) Day Care Center Facilities for the children of OBL Employees**  
The Bank has established a Day Care Center with other Bank's Head Offices located at Gahara, Dhaka, has been an Agreement with a Day Care Center namely 'Wee Learn Day Care' and booked 02 (two) seats for the children of OBL Employees and has been paying for those 02 (two) seats since September 2019.

**o) Furniture & Fixture Facility Scheme:**  
The executives of the Bank are entitled to a specific amount to meet the cost of furnishing of residence with furniture and fixture for a period of 05 years (amortization by 60 months), and after every five years subject to full amortization of existing facility, executives are entitled to avail a new facility under the scheme as applicable to respective designations.

**2.23 Compliance report on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS)**  
The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is to be formed and it is to issue financial reporting standards for public interest entities such as banks. The FRC has been formed but yet to issue any financial reporting standards as per the provisions of the FRA and hence International Financial Reporting Standards (IFRS), International Accounting Standard (IAS) as required by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable. While preparing the financial statements, the Bank applied most of IAS and IFRS as adopted by ICAB. Details are given below:

Name of the Standards	IFRS/IAS	Status of compliance
First time adoption of International Financial Reporting Standards	IFRS 1	N/A
Share Based Payment	IFRS 2	N/A
Business Combinations	IFRS 3	N/A
Insurance Contracts	IFRS 4	N/A
Non-current Assets Held for Sale and Discontinued Operations	IFRS 5	N/A
Exploration for and Evaluation of Mineral Resources	IFRS 6	N/A
Financial Instruments - Disclosures	IFRS 7	Applied with some departures
Operating Segments	IFRS 8	Applied
Financial Instruments - Recognition and Measurement	IFRS 9	Applied with some departures
Consolidated Financial Statements	IFRS 10	Applied
Joint arrangements	IFRS 11	N/A
Disclosure of interest in other entities	IFRS 12	Applied
Fair value measurement	IFRS 13	Applied with some departures
Regulatory Deferral Accounts	IFRS 14	N/A
Revenue from Contracts with Customers	IFRS 15	Applied
Leases	IFRS 16	Applied
Presentation of Financial Statements	IAS 1	Applied with some departures
Investments	IAS 2	N/A
Statement of Cash Flows	IAS 7	Applied with some departures
Accounting Policies, Changes in Accounting Estimates and Errors	IAS 8	Applied
Events after the Reporting Period	IAS 10	Applied
Income Taxes	IAS 12	Applied
Property, Plant and Equipment	IAS 16	Applied
Employee Benefits	IAS 19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IAS 20	N/A
The Effects of Changes in Foreign Exchange Rates	IAS 21	Applied
Borrowing Costs	IAS 23	Not Applied ****
Related Party Disclosures	IAS 24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS 26	N/A**
Separate Financial Statements	IAS 27	Applied
Investments in Associates	IAS 28	N/A
Financial Instruments: Presentation	IAS 32	Applied with some departures
Investments per share	IAS 33	Applied
Interim Financial Reporting	IAS 34	Applied ****
Impairment of Assets	IAS 36	Applied
Investment Property	IAS 40	Not Applied ****
Agriulture	IAS 41	Not Applied ****

\* N/A=Not Applicable  
\*\* In order to comply with certain specific rules and regulations of the local Central Bank (Bangladesh Bank) which are different to IAS / IFRS, some of the requirements specified in these IAS / IFRS are not applied which are described in Note 2.3.

\*\*\* This Standard requires a retirement benefit plan as a reporting entity separate from the employees of the participants in the plan. Therefore, it is not applicable for the Bank's annual report as it is the employer and not the retirement benefit plan itself.

\*\*\*\* The objective of IAS 34 is to prescribe the minimum content of an interim financial report and to prescribe the principles for recognition and measurement in complete or condensed financial statements for an interim period and hence it is not applicable for annual financial statements. However, the Bank is complying with IAS 34 regularly for publications of Interim Financial Report.

\*\*\*\*\* Not Applied due to not having transaction during the year.

**2.24 IFRS 16 - Leases**  
IFRS 16 is effective from 01 January 2019 as adopted by Institute of Chartered Accountants of Bangladesh. IFRS 16 introduces a single lease accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments.

ONE Bank Limited has applied IFRS 16 "Leases" using modified retrospective approach where the bank measured the lease liability at the present value of the remaining lease payments and recognized a right-of-use asset at the date of the initial application of IFRS 16 on lease basis.

Upon lease commencement the bank recognizes a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the lease liability plus any initial direct costs incurred by the Bank.

The lease liability is initially measured at present value of the future lease payments discounted using the discount rate in the lease contract or the incremental borrowing rate. Subsequently, the lease liability is adjusted for interest and lease payments, as well as the impact of lease modifications, amongst others.

The Bank has elected not to recognize right-of-use assets and lease liabilities for leases of low value assets and short term leases, i.e. for which the lease term ends within 12 months of the date of initial application and ATM & Sub-branch rent (considering the same as low value assets). The Bank recognizes lease payments associated with these leases as expenses.

On the balance sheet, right-of-use assets have been included in the fixed assets and lease liabilities have been included in other liabilities.

**2.25 BASEL III Implementation**  
Under the guidance of BASEL III Implementation plan issued by Bangladesh Bank vide BRPD Circular No.18, Dated December 21, 2014, ONE Bank Ltd has already entered in the domain of BASEL III. Accordingly, OBL successfully managed to maintain all the requirements of phase wise BASEL III implementation. OBL maintained @12.03% against minimum capital requirement (MCR) @10% as of December 31, 2021.

**2.26 Risk Management**  
ONE Bank Ltd aims at delivery of superior shareholder value by achieving the optimum trade-off between risk and return. Our risk management strategy is based on a clear understanding of various risks taken, well-developed risk-assessment and measurement procedures, effective risk-preventing/ minimizing, measures and continuous monitoring of the entire process at the very low level. The policies and procedures established for this purpose are being continuously improved to be in line with international best practices.

The ingredients of the risk management system at ONE Bank Ltd is capital structure, complexity of functions, level of technical expertise, quality of MIS, etc. and it is structured to address the total risk, i.e. both banking as well as non-banking risks. It also covers both on-balance sheet and off-balance sheet exposures. The prime objective of the risk management system is to ensure that the Bank takes well-calculated business risks while safeguarding the Bank's capital, its financial resources, profitability from various risks and the reputation.

The risks are defined as the possibility of losses, financial or otherwise. The Risk Management of the Bank covers 6 (Six) Core Risk Areas of banking as defined by the Bangladesh Bank. These areas are as follows:  
1) Credit Risk Management;  
2) Foreign Exchange Risk Management;  
3) Asset Liability Management;  
4) Prevention of Money Laundering;  
5) Internal Control & Compliance Risk; and  
6) Information and Communication Technology Security Risk.

In light of the Risk Management, Bank takes well-calculated business risks for safeguarding its capital, financial resources, and profitability. In this context, the Bank took steps to implement the guidelines of Bangladesh Bank as under:

**2.26.1 Credit Risk Management**  
Credit risk is the potential that a Bank Borrower or Counterparty fails to meet its obligation in accordance with agreed term. This includes non-remittance of principal and/ or interest within the agreed time frame, at the agreed rate of interest and in the agreed currency. This may happen due to impairment in Client's ability to pay or unwillingness to pay. Credit risk management is the process by which a bank aims to maximize the Bank's risk-adjusted rate of return by maintaining credit risk exposure within acceptable parameters.

Uncertainties or risks associated in credit activities need to be understood, evaluated and managed in a structured manner to ensure growth stability of the Bank. Thus, the Bank ensures growth stability of the Bank. Thus, the Bank ensures growth stability of the Bank. Thus, the Bank ensures growth stability of the Bank. Thus, the Bank ensures growth stability of the Bank.

Towards ensuring transparency and accountability, entire credit related activities in ONE Bank Ltd. have been segregated into different segments. A separate Credit Risk Management Division has been established at the Head Office, Dhaka, which is entrusted with the responsibility of managing all approval issues upon imparting due diligence and rigorous risk analysis, devising mitigations thereto and formulating policy/strategy for lending operations. An effective assessment is done before sanction of any credit facility by the Credit Risk Management Unit, which includes borrower risk analysis, historical performance of the customer, security of the proposed credit facility etc. OBL meticulously audited environmental risk issues in compliance with Bangladesh Bank Guidelines. Compliance of upcoming Environmental and Social Risk Management issues are in the card as well.

Credit approval authority has been delegated to the individual executives. Credit limits beyond their delegation are approved/declined by the Executive Committee and the Management. In determining Single Borrower Exposure Limit, the Instructions of Bangladesh Bank are strictly followed. Other units namely (a) Credit Risk Management Unit, (b) Credit Administration Unit, (c) Credit Monitoring and Recovery Unit are in place towards ensuring proper documentation and maintaining asset quality.

**2.26.2 Foreign Exchange Risk Management**  
Foreign Exchange Risk is defined as the potential change in earnings arising due to change in market exchange rates. The front office of the Treasury Department of the Bank independently conducts the transactions and the back office is responsible for verification of the deals and passing of their entries in books of accounts. Foreign exchange transactions are recorded at market rates at the time of execution and are reconciled at the month end. The reconciliation of Nostro Accounts is done on monthly basis and reviewed outstanding entries beyond 30 days by the Management for its settlement.

**2.26.3 Asset Liability Risk Management**  
The Bank has formed an Asset Liability Committee (ALCO) for monitoring Balance Sheet risk and Liquidity risk of the Bank. The Balance Sheet risk is defined as potential change in earnings due to change in rate of interest, foreign exchange rates that are not of trading nature. ALCO reviews Liquidity requirement of the bank, the maturity of assets and liabilities, deposit and lending pricing strategy and the liquidity contingency plan.

**2.26.4 Prevention of Money Laundering and Combating Financing of Terrorism**  
The Bank has formed a reporting organization is subject to the AML & CFT laws. Considering Money Laundering and Terrorist Financing (TF) as one of the major threats to the stability and soundness of financial system, and in response to national and international initiatives, ONE Bank Limited maintains its firm commitment not to let the unscrupulous people use the Bank to launder their ill-gotten money or conduct their illegal activities.

In line with the requirement of the laws and regulatory instructions, the Bank accomplishes and maintains an effective AML & CFT program to keep the Bank risk free from Money Laundering and Terrorist Financing. The Bank follows "Four Pillars" strategy in applying the program. These are:  
• A system of Internal Policy Guidelines, Procedure and Controls (first line of defense);  
• A designated compliance function with a compliance officer (second line of defense);  
• An independent audit function to review and evaluate the overall effectiveness of the AML & CFT program (third line of defense);  
• A regular employee training/awareness program.

ONE Bank Limited has the "Money Laundering and Terrorist Financing Risk Assessment Guidelines" and considering the overall risk management strategy of the Bank, it has developed its own "OLC Policy Guidelines on AML & CFT Risk Management" which was reviewed lastly in 2020.

The Bank has a Central Compliance Committee (CCC) headed by the Chief Anti Money Laundering Compliance Officer (CAMLO) in the rank of Additional Deputy Managing Director, the Deputy Chief Anti Money Laundering Compliance Officer in the rank of Executive Vice President and a dedicated Anti Money Laundering Policy Officer (AMLO) at Corporate Headquarters (CHQ). A Branch Anti Money Laundering Compliance Officer (BAMLO) is assigned in every branch of the Bank to handle AML & CFT activities. The BAMLO is supported by the Branch Compliance Committee (CCC) comprising concerned officers related with the job.

The Bank has a Real Time Sanction Screening Process. The Suspicious Transaction/ Activity Reporting (STR/SAR) detection and reporting systems are in place. As a part of regulatory compliance on AML & CFT, the Bank conducts training on AML & CFT from time to time covering all the employees including Trade Based Money Laundering (TBM), Credit Based Money Laundering (CBML) etc. In addition to that, due to COVID-19 situation, the Bank has arranged Video Conferences and Trainings using online platform zoom besides arranging physical (offline) trainings and meetings to keep the employees updated and vigilant on AML issues. The Bank has a Customer Acceptance Policy in place and has "Know Your Customer" (KYC) Program since its inception and applies Customer Due Diligence (CDD) and Enhanced Due Diligence (EDD).

The Bank is in the process to implement a High-Tech Software for stronger AML monitoring process and better compliance.

ONE Bank Limited though focused on incremental growth on one hand, on the other, it has remained to be a compliant financial institution; and the Bank intends to continue as a growth driven compliant institution.

**2.26.5 Internal Control and Compliance Risk**  
Internal Control is a control mechanism establishes in the operation of the Bank by introducing required policies and procedures to control the tasks appropriately. A sound internal control function plays an important role in contributing to the effectiveness of the internal control system. ONE Bank Limited has a Board approved Guidelines on Internal Control & Compliance.

The Board established an Audit Committee of the Board and a Senior Management Team (SMT) to monitor the effectiveness of the internal control system. The Management established a professional and efficient working environment within the Bank by creating and maintaining adequate and effective internal control systems. Internal audit has been conducted on periodic interval to ensure appropriate compliance of internal control system. The Senior Management Team (SMT) and Internal Audit Team (IAT) have been reviewing the effectiveness of the internal control system and approving the Board as and when necessary. In addition to the Internal Audit Unit, the Monitoring Team conducts surprise inspections at Branches and Divisions/Departments. On the other hand Compliance Team ensures meticulous compliance of internal and external audit and inspection reports.

External auditors regularly provide unbiased recommendations on the strengths or weaknesses of the Bank's internal control system. They examine records and transactions and evaluate the accounting policy, disclosure policy and methods of financial estimation. This allows the Board and Senior Management to independently verify the Bank's overall control system. Bangladesh Bank and other regulatory agencies also conduct their regular inspections to ascertain control lapses within the system.

The Management recognizes and appreciates the value and significance of internal controls and ensures the operation of an efficient and effective control system by identifying control deficiencies and ensuring policies/procedures and establishing relevant control procedures covering all areas of activities, after approval of the competent authority.

**2.26.6 Information and Communication Technology Security Risk**  
Information security and communication security have become pivotal and have reached the forefront of the policy agenda in banking industry. ONE Bank being a bank using IT as business driver, gives special emphasis on ensuring security for information via its information systems. The Bank has taken many measures to secure its infrastructure. The Bank introduced EMC Cards, 2 Factor Authentication (2FA) System, SSL Certificate to facilitate secure and safe financial transactions and online transactions and ensure the security of business transactions. In order to secure financial transactions and customer data, the Bank has introduced many other modern security measures as communication, application and user level as ONE Bank is committed to provide banking services based on technology, security and excellence.

ONE Bank has "Information Security Policy" formulated in line with the latest ICT Security Guidelines of Bangladesh Bank and industry best practices. All activities and operations of the Bank are required to comply with the guidelines of Information Security Policy of the Bank to ensure information security that protects the Bank's information system, assets, resources, and business operations. The Bank has a Board approved planning to use of hardware and software, disposal of data, protection of copyrights, other intellectual property rights. ONE Bank IT systems are designed to the industry standards and driven by Information

# FINANCIAL STATEMENTS 2021



## ONE Bank Limited

Security Policy of the Bank. The Bank updates the policy on regular basis to combat the ever evolving cyber-security threats.

**2.2.7 Disclosure on fraud and forgeries committed by employees:**  
At ONE Bank Limited (OBL), we follow a stringent screening process while we recruit officers and staff. The prospective employee's family background/employment history/association is checked/cross checked in terms of integrity, attitude, behavioral pattern and financial sanctions/money laundering through Section Screening Software of OBL (based on data provided by UNSCR, OFAC, HMT, EU and published by Local Authority of Bangladesh) electronically. The Copies of Passports of prospective appointees are being taken during joining the Bank. In case someone doesn't have passport, he/she is advised to get passport and submit a copy of the same to HR Division, Corporate HRD within 3 months from the date of joining. Check with Bangladesh Bank's Corporate Memory Management System (CMMS) for background check of experienced bankers, FT's employees and verify NADOL ID online. As a result, the OBL since its inception has seen comparatively very few cases of fraud and forgeries. Moreover, our Internal Control and Compliance Division (ICD) has been strengthened to remain ever vigilant. These have reduced the chances of fraudulent activities in OBL.

Despite all cautionary measures, in the year 2021, some unscrupulous officials of the Bank at Branch Level in connivance with some outsiders committed some major fraudulent transactions by frauds and forgeries. After thorough investigation by Internal Control & Compliance Division (ICCD) of the Bank, the matter has been handed over to Anti Corruption Commission (DUCA). One of the officials has already been arrested. The Bank has been taking all necessary steps to recover the embezzled amounts and for exemplary punishment of the criminals.

**2.2.8 Regulatory Compliance**  
The Bank complied with the requirements of following regulatory and legal authorities:  
a. The Bank Company Act, 1991 (as amended in 2018).  
b. The Companies Act, 1991.  
c. Rules and Regulations issued by Bangladesh Bank from time to time.  
d. The Securities and Exchange Ordinance 1969.  
e. The Securities and Exchange Rules 2020.  
f. Bangladesh Securities and Exchange Commission Act 1993.  
g. Bangladesh Securities and Exchange Commission (Public Issues) Rules 2015.  
h. The Income Tax Ordinance and Rules 1984.  
i. The VAT Act, 2012.  
j. Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE) and Central Depository Bangladesh (CDBL) rules and regulations.

**2.2.9 Rearrangement**  
Wherever considered necessary, prior year figures in the Financial Statements have been rearranged to conform the current year's presentation.

**2.3.0 General**  
i. Figures appearing in these Financial Statements have been rounded off to the nearest Taka.  
ii. Memorandum Items like Stock of Travellers' Cheques, Shanchaya Patras, Investment Bonds and Premium Bonds are not reflected as balance sheet items in the Financial Statements.

However, the stocks of such items are stated below:

Stocks of Items	2021 (Taka)	2020 (Taka)
Bangladesh Shanchaya Patras	3,021,982,738	2,562,466,338
USS Investment Bonds	59,545,200	71,656,929
USS Premium Bonds	71,857,500	74,200,962
Wage Earners Development Bond	185,080,000	166,300,000
<b>Total</b>	<b>3,338,465,438</b>	<b>2,874,624,229</b>

Wherever considered necessary, previous year figures have been rearranged to conform to current year's presentation and for the purpose of comparison.

**2.3.1 Audit Committee**  
The Audit Committee of the Board was duly constituted by the Board of Directors of the Bank as per Bangladesh Bank's BRPD Circular No. 11 dated 27 October, 2013. As per Bank Company Act, 1991 (as amended in 2018) and BRPD Circular No. 11 dated 27 October, 2013, the Board of Directors at its 329th Board Meeting held on 24 June, 2021 constituted the Audit Committee as under:

Sl. No.	Committee Members	Status with the Bank	Position in the Committee	Educational Qualification
1	Mr. AMM Mohammad Aurangzeb Chowdhury	Independent Director	Chairman	MBA, M.Phil and PhD
2	Mr. Kazi Rukunuddin Ahmed	Director	Member	B.Sc. in Engineering
3	Ms. Anannya Das Gupta	Director	Member	MBA

As per the above Circular of Bangladesh Bank, the Company Secretary of the Bank is the Secretary of the Audit Committee.

The Audit Committee of the Board held 05 (five) Meetings from 01 January to 31 December, 2021.

The Committee reviewed the Inspection Reports of Bangladesh Bank, Internal Audit Department and compliance thereof by the Management of the Bank. They have also reviewed the draft Financial Statements of the Bank and its subsidiary companies audited by the External Auditors.

After last AGM, Mr. AMM Mohammad Aurangzeb Chowdhury, Independent Director was elected as Chairman of the Audit Committee of the Board of Directors.

**2.3.2 Board's Risk Management Committee:**  
The Risk Management Committee of the Board was duly constituted by the Board of Directors of the Bank as per Bangladesh Bank's BRPD Circular No. 11 dated 27 October, 2013. As per Bank Company Act, 1991 (as amended in 2018) and BRPD Circular No. 11 dated 27 October, 2013, the Board of Directors at its 329th Board Meeting held on 24 June, 2021 constituted the Risk Management Committee as under:

Sl. No.	Committee Members	Status with the Bank	Position in the Committee
1	Mr. AMM Mohammad Aurangzeb Chowdhury	Independent Director	Chairman
2	Mr. A. S. M. Shahidul Khaman Chowdhury	Director	Member
3	Mr. Zahur Ullah	Vice Chairman	Member

As per the above Circular of Bangladesh Bank, the Company Secretary of the Bank is the Secretary of the Risk Management Committee.

The Risk Management Committee held 04 (four) Meetings from 01 January to 31 December, 2021.

The Committee identifies/assess Credit Risk, Market Risk, Liquidity Risk, Operation Risk, Internal Control and Compliance Risk and Money Laundering Risk, Reputation Risk, etc. The activities of Risk Management Committee during the period from January 01, 2021 to December 31, 2021 were as follows:

- Reviewed and approved various Risk Management Policy of the Bank.
- Approved and reviewed Internal Control Assessment Process guideline.
- Reviewed and discussed the various risk issues on Comprehensive Risk Management Report (CRM) and Monthly Risk Assessment Report (RAR) of the Bank. The Committee also gave recommendations on the vulnerable areas identified in CRM and RAR.

**2.3.3 Impact of COVID-19**  
World Health Organization (WHO) declared on 11 March 2020, a global pandemic due to Corona Virus related respiratory disease commonly called as COVID-19. To contain the spread of this disease, along with many other countries of the world, Government of Bangladesh also took a number of measures such as declaration of general holiday, enforcement of lock down, social distancing etc. As a result of these measures all business and economic activities are adversely affected and this has also affected the Bank. Although the business operation and profitability of the Bank have been impacted severely due to COVID 19, but due to the relatively stable market condition and quick economic recovery, the operating income of the Bank increased during the year 2021 compared to 2020.

	31.12.2021	31.12.2020
<b>1. Cash</b>		
Cash in hand (Note-3.1)	2,984,346,234	3,099,551,672
Balance with Bangladesh Bank and its agent banks (Note-3.2)	1,815,029,077	2,647,179,209
<b>Total</b>	<b>4,799,375,311</b>	<b>5,746,730,881</b>
<b>3.1 Cash in hand (including foreign currencies)</b>		
In local currency	2,984,346,096	3,099,486,909
In foreign currencies	139,935,021	2,525,261,773
<b>Total</b>	<b>3,124,281,117</b>	<b>5,624,748,682</b>
<b>Island Banking:</b>		
In local currency	31,231,200	148,828,438
In foreign currencies	23,227,200	5,628,438
<b>Total</b>	<b>54,458,400</b>	<b>154,456,876</b>

	31.12.2021	31.12.2020
<b>3.2 Balance with Bangladesh Bank and its agent banks (including foreign currencies)</b>		
Balance with Bangladesh Bank	1,815,029,077	2,647,179,209
Balance with other agent banks	1,125,626,280	1,382,966,073
<b>Total</b>	<b>2,940,655,357</b>	<b>4,030,145,282</b>
<b>Island Banking:</b>		
In local currency	11,858,282,766	24,991,609,730
In foreign currencies	93,034,378	83,922,891
<b>Total</b>	<b>11,951,317,144</b>	<b>25,075,532,621</b>

Reconciliation statements regarding Bangladesh Bank balance conventional banking are given in Annexure-9.

**3.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) including Offshore Banking Operations:**  
Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 23 of the Bank Company Act 1991 (as amended in 2018). DDO Circular No. 01 dated 19 January 2014, WFO Circular No. 01 dated 01 April 2018, DDO Circular No. 26 dated 19 August 2019 and WFO Circular No. 01 dated 01 April 2020 issued by Bangladesh Bank.

The Cash Reserve Ratio on the time and demand liability of the rate of 3.50% (Conventional and Islamabanking) & 5.00% for Offshore Banking on deposits up to 4% (Conventional and Islamabanking) & 2% for Offshore Banking on deposits above 4% has been calculated and maintained with Bangladesh Bank in current account and 13.00% (Conventional and Offshore Banking) & 5.00% for Islamic banking of Statutory Liquidity Ratio on the same liabilities also been maintained in the form of Treasury Bills, bonds, foreign currency & reserve of the Taka current account with Bangladesh Bank.

	31.12.2021	31.12.2020
<b>a) Cash Reserve Requirement (CRR):</b>		
<b>Conventional and Offshore Banking:</b>		
Required reserve daily basis	7,856,499,650	7,764,943,330
Domestic Banking Operation	99,308,255	129,499,400
Offshore Banking Operation	7,757,191,395	7,635,443,930
<b>Reserve held</b>		
Balance with Bangladesh Bank in local currencies	11,281,402,660	13,382,966,073
Amount in non-convertible Taka	89,863,156	1,638,058,527
<b>Reserve held with Bangladesh Bank in local currencies</b>	<b>11,371,265,816</b>	<b>14,021,024,600</b>
<b>Surplus/(Shortage)</b>	<b>3,514,766,166</b>	<b>6,256,081,270</b>

The balance of local currency account was duly reconciled as at 31 December 2021 and the above amount was obtained accordingly.

	31.12.2021	31.12.2020
<b>Required reserve bi-weekly basis</b>		
Conventional Banking Operation	8,076,032,800	8,063,648,529
Offshore Banking Operation	121,811,500	188,639,200
<b>Total</b>	<b>8,197,844,300</b>	<b>8,252,287,729</b>
Reserve held with Bangladesh Bank in local currencies	11,371,265,816	14,021,024,600
<b>Surplus/(Shortage)</b>	<b>3,173,421,516</b>	<b>5,768,736,871</b>

	31.12.2021	31.12.2020
<b>Island Banking:</b>		
Required reserve daily basis (20% of average Demand and Time Liabilities)	26,152,790	6,921,200
Reserve held with Bangladesh Bank in local currencies	92,024,126	182,922,891
<b>Surplus/(Shortage)</b>	<b>65,871,336</b>	<b>176,001,691</b>
<b>Required reserve bi-weekly basis</b>		
Reserve held with Bangladesh Bank in local currencies	23,031,760	6,911,200
<b>Surplus/(Shortage)</b>	<b>69,940,415</b>	<b>77,018,971</b>

	31.12.2021	31.12.2020
<b>b) Statutory Liquidity Ratio (Other than CRR):</b>		
<b>Conventional and Offshore Banking:</b>		
Required reserve	29,181,135,200	28,836,303,940
Domestic Banking Operation	79,774,750	1,200,288,800
Offshore Banking Operation	28,977,999,890	28,636,015,140
<b>Total</b>	<b>29,181,929,840</b>	<b>29,836,592,940</b>
Reserve held (SLR)	47,921,068,467	35,293,463,577
<b>Surplus/(Shortage)</b>	<b>18,739,138,627</b>	<b>6,456,870,637</b>
<b>Island Banking:</b>		
Required reserve in SLR	2,986,115,032	2,894,723,233
Cash in hand including foreign currency	1,176,727,936	1,451,843,579
Treasury Bills	2,029,965,247	756,134,449
Treasury Bonds	2,872,611,327	2,637,995,455
<b>Sub Total</b>	<b>35,639,404,941</b>	<b>29,879,206,977</b>
Balance with Bangladesh Bank local currency (Surplus amount of CRR)	37,921,068,467	35,293,463,577
<b>Surplus/(Shortage)</b>	<b>2,000,000,000</b>	<b>0</b>

	31.12.2021	31.12.2020
<b>3(a) Consolidated Cash</b>		
<b>I Cash in hand</b>		
ONE Bank Limited	2,984,346,234	3,099,551,672
ONE Securities Limited	10,241	13,197
ONE Investments Limited	-	-
<b>Total</b>	<b>2,994,597,475</b>	<b>3,099,564,869</b>
<b>II Balance with Bangladesh Bank and its agent banks (a)</b>		
ONE Bank Limited	15,127,069,877	26,427,376,300
ONE Securities Limited	-	-
ONE Investments Limited	-	-
<b>Total</b>	<b>15,127,069,877</b>	<b>26,427,376,300</b>
<b>3(b) Balance with Bangladesh Bank and its agent banks (b)</b>		
ONE Bank Limited	1,815,029,077	2,647,179,209
ONE Securities Limited	-	-
ONE Investments Limited	-	-
<b>Total</b>	<b>1,815,029,077</b>	<b>2,647,179,209</b>

**4. Balance with other Banks and Financial Institutions (Including Offshore Banking - Note-4.2)**

	31.12.2021	31.12.2020
<b>4.1 In Bangladesh</b>		
In current accounts (Note-4.2)	92,244,674	97,981,402
Other deposit accounts (Note-4.4)	3,117,829,831	2,529,305,514
<b>Total</b>	<b>3,210,074,505</b>	<b>2,627,286,916</b>
<b>Offshore Banking Unit</b>		
<b>Total</b>	<b>3,210,074,505</b>	<b>2,627,286,916</b>

**4.2 Outside Bangladesh**  
In current accounts (Note-4.5)  
Other deposit accounts (Note-4.6)  
**Total**

	31.12.2021	31.12.2020
In current accounts (Note-4.5)	2,746,347,148	4,294,827,214
Other deposit accounts (Note-4.6)	69,000,415	77,618,971
<b>Total</b>	<b>2,815,347,563</b>	<b>4,372,446,185</b>

**4.3 Current Accounts (In Bangladesh)**  
AB Bank Limited  
Standard Chartered Bank, New York  
Trust Bank Limited (Cash Settlement Account)  
Total Bank Fund Transfer (BTFT) Settlement Account  
Standard Chartered Bank  
**Total**

	31.12.2021	31.12.2020
AB Bank Limited	966,784	709,419
Standard Chartered Bank, New York	42,963,673	48,981,489
Trust Bank Limited (Cash Settlement Account)	8,566,712	6,727,258
Total Bank Fund Transfer (BTFT) Settlement Account	3,027,965,516	6,016,907
Standard Chartered Bank	1,099,125	219,801
<b>Total</b>	<b>92,344,674</b>	<b>97,840,493</b>

**4.4 Other Deposit Accounts (In Bangladesh)**  
US Islamic Bank Limited  
United Commercial Bank Limited  
AB Bank Limited  
Sayan Bank Limited  
Islamic Bank Bangladesh Limited  
Uttara Bank Limited  
LankaBangla Finance Limited  
MBC Commercial Bank Limited  
Rajshahi Bank Limited  
Prime Bank Limited  
**Total**

	31.12.2021	31.12.2020
US Islamic Bank Limited	59,719,000	57,719,000
United Commercial Bank Limited	37,342	37,629
AB Bank Limited	666,760	675,303
Sayan Bank Limited	550,625	550,625
Islamic Bank Bangladesh Limited	420,000,000	420,000,000
Uttara Bank Limited	965,528,437	574,279,219
LankaBangla Finance Limited	1,300,000,000	1,300,000,000
MBC Commercial Bank Limited	7,700	98,000,000
Rajshahi Bank Limited	68,830,890	68,830,890
Prime Bank Limited	42,007,783	35,610,494
<b>Total</b>	<b>2,800,441,787</b>	<b>2,329,948,514</b>

**4.5 Current Accounts (Outside Bangladesh)**  
(Name of the banks and financial institutions)  
Standard Chartered Bank, London  
Standard Chartered Bank, Pakistan  
Standard Chartered Bank, Mumbai  
Standard Chartered Bank, Frankfurt  
ICICI Bank Limited, Hong Kong  
ICICI Bank Limited, Mumbai (ACU Branch)  
ICICI Bank Limited, New York (ACU Branch)  
Commerzbank AG, Frankfurt (ACU)  
Commerzbank AG, Frankfurt (CAD)  
Commerzbank AG, Frankfurt (EUR)  
HDFC Bank Ltd., New York  
HDFC Bank Ltd., India (ACU)  
Wells Fargo Bank Ltd., New York  
AB Bank Ltd., Mumbai  
Habitat Bank AG Zurich, Zurich  
Nepal Bank Limited, Kathmandu, Kathmandu  
Sayan Bank P.L.C., Colombo  
Asia Bank Ltd., Kolkata  
United Bank of India, Kolkata  
Bank Al-Jahra, Jordan  
Habitat American Bank, USA  
Riyal Bank  
Kookmin Bank South Korea  
**Total**

	31.12.2021	31.12.2020
Standard Chartered Bank, London	1,485,701,166	3,144,945,077
Standard Chartered Bank, Pakistan	5,586,479	5,586,479
Standard Chartered Bank, Mumbai	190,333,113	190,333,113
Standard Chartered Bank, Frankfurt	204,217,846	82,661,900
ICICI Bank Limited, Hong Kong	14,679,919	16,334,424
ICICI Bank Limited, Mumbai (ACU Branch)	5,646,578	6,674,080
ICICI Bank Limited, New York (ACU Branch)	34,241,981	19,338,330
Commerzbank AG, Frankfurt (ACU)	118,176,305	46,874,481
Commerzbank AG, Frankfurt (CAD)	8,421,464	8,982,813
Commerzbank AG, Frankfurt (EUR)	28,995,064	102,193,691
HDFC Bank Ltd., New York	15,113,341	22,684,865
HDFC Bank Ltd., India (ACU)	10,555,950	5,026,962
HDFC Bank Ltd., New York	302,985,536	366,867,975
HDFC Bank Ltd., India (ACU)	28,296,477	17,819,502
Wells Fargo Bank Ltd., New York	249,277,263	249,277,263
AB Bank Ltd., Mumbai	(14,927,185)	(2,884,994)
Habitat Bank AG Zurich, Zurich	6,404,517	2,274,798
Nepal Bank Limited, Kathmandu, Kathmandu	10,017,313	9,564,527
Sayan Bank P.L.C., Colombo	11,796,031	20,875,810
Asia Bank Ltd., Kolkata	50,144,718	7,904,639
United Bank of India, Kolkata	39,406,008	54,157,527
Bank Al-Jahra, Jordan	8,962,813	6,796,304
Habitat American Bank, USA	18,892,608	18,892,608
Riyal Bank	40,115,941	32,899,298
Kookmin Bank South Korea	8,482,160	14,643,163
<b>Total</b>	<b>2,746,347,148</b>	<b>4,294,827,214</b>

(For details of foreign currency account and rate thereof see "Annexure - C")

**4.6 As per Circular letter No. FEPD/01/2005-07 dated 12 September 2005, issued by Foreign Exchange Policy Department of Bangladesh Bank, the quarterly review of foreign accounts for the quarter ended 31 December 2021 reflect the true state of the foreign accounts including retained currency and after review a separate audit certificate has also been given by the Auditor. The status of all outstanding unutilized entries are given below:**

	As at 31 December 2021				Amount in US\$			
	As per Bank's Book	As per Government's Book	Diff. Amount	Credit Entries	As per Bank's Book	As per Government's Book	Diff. Amount	Credit Entries



# FINANCIAL STATEMENTS 2021



## ONE Bank Limited

Particulars	No. of Shares including bonus shares	Market price per share	Market value at 31-12-2021	Cost	Surplus/(Deficiency)
IndahBancina Finance Ltd	20,263,727	37.10	759,630,080.12	122,279,546	637,350,534
IFIC Bank Limited *	3,108,240	16.00	50,532,766.00	176,880,000	(126,347,234)
Summit Alliance Port Ltd	117	24.10	2,820.70	6,200	(3,379)
Three Bank Limited	6,777,929	21.10	142,733,309.90	215,977,603	(73,244,293)
PT Cement Factory Ltd	16	62.30	1,001.20	5,513	(4,512)
Eastern Bank Limited	63,256	38.10	2,419,114.80	1,383,569	1,035,545
IFIC Bank Limited	171	16.00	2,736.00	1,000	1,736
<b>Total</b>	<b>960,276,007</b>		<b>1,416,292,427</b>	<b>445,297,984</b>	<b>970,994,443</b>

\* One Bank Limited acquired 3,108,240 no. of shares of IFIC Bank Limited under a Share Buy Back Agreement dated August 10, 2006. The Buy Back Agreement facilitates the purchasing option within the tenure of the Agreement and cost equity. One Bank Limited placed the shares to IFIC Bank Limited for transfer to One Bank's name. As the IFIC Bank was delisting transfer of the shares, One Bank Limited filed a suit before the Honorable High Court Division of the Supreme Court of Bangladesh for transfer of the shares in favor of One Bank Ltd. The Court directed IFIC Bank to transfer the said shares including Bonus Shares in the name of One Bank Ltd. Subsequently, the matter was raised in the Appellate Division. Presently, a full revision petition of One Bank Limited is before the Honorable Appellate Division of the Supreme Court of Bangladesh against the judgement passed by the same court for hearing. One Bank has taken a litigation regarding the above issue and the opinion is stated that there is a fair chance that the Honorable Appellate Division may uphold the decision of the Honorable High Court of Company Matter No. 157 of 2007 allowing the prayer of One Bank Ltd. for declaration of Three Bank Limited as its subsidiary.

The total market value of 68,737,959 shares of IFIC Bank Limited as at 31 December 2021 was TL 1,161,671,507 excluding the original investment by TL 990,690,807.

In addition to the above Bonus Shares, the payment of Cash Dividend of TL 30,988,625 is declared by the IFIC Bank during the year 2011 as also detailed hereunder.

	31.12.2021	31.12.2020
Payable on demand	19,959,413	1,383,307,505
Up to 3 months	300,000,000	4,975,588,287
Above 3 months to 1 year	6,452,062	4,615,062
Above 1 year to 5 years	16,058,971	18,400,694
Above 5 years	11,113,765	5,388,657,865
<b>Total</b>	<b>31,186,885</b>	<b>29,883,624,139</b>

The above amount includes investment in the Government securities as well as other investment.

7. Disclosure regarding outstanding Repo

Counterparty name	Agreement date	Reversal date	Amount @ 31.12.2021	Amount @ 31.12.2020
As at balance sheet date there was no outstanding balance regarding repo.				

8. Disclosure regarding outstanding Reverse Repo

Counterparty name	Agreement date	Reversal date	Amount @ 31.12.2021	Amount @ 31.12.2020
Trust Bank Limited	02.12.2021	02.12.2022	1,000,761	-
Banama Bank Limited	30.12.2021	06.01.2022	1,809,412,855	-

9. Disclosure regarding overall transaction of Repo and Reverse Repo

Particulars	31.12.2021	31.12.2020
Securities sold under repo:		
i) With Bangladesh Bank	500,681,150	558,478,030
ii) With other banks & FI	-	2,801,814
<b>Total</b>	<b>500,681,150</b>	<b>561,279,844</b>
Securities purchased under Reverse Repo:		
i) With Bangladesh Bank	800,437,776	3,815,646,617
ii) With other banks & FI	-	66,218,220
<b>Total</b>	<b>800,437,776</b>	<b>3,881,864,837</b>

10. Government securities

	31.12.2021	31.12.2020
Government securities	176,640,000	121,030,000

11. Consolidated Investments in Government securities

	31.12.2021	31.12.2020
One Bank Limited	31,624,490,473	25,266,340,064
One Securities Limited	-	-
<b>Total</b>	<b>31,624,490,473</b>	<b>25,266,340,064</b>

Other investment by One Securities Limited (Net 99.99% owned subsidiary company of OBL) and OBL membership in the Exchange Normalization Act 2011, the number of shares as on 31 December 2021 of OBL and OBL 5,411,129 and 4,267,331 respectively with a face value of TL 10 each for all. As there is no active market for these shares, the amounts have been shown at cost.

7. Loans and advances, overdraft etc. investments (Note-7.1)

	31.12.2021	31.12.2020
Loans, cash credit, overdraft etc. investments (Note-7.2.a)	220,879,878,073	220,341,546,434
Bills purchased and discounted (Note-7.2)	220,879,878,073	220,341,546,434

7.2.a Loans, cash credit, overdraft etc. investments (Note-7.2.a)

	31.12.2021	31.12.2020
Loans	181,174,226,346	174,053,978,439
Cash Credit	36,699,651,827	44,283,861,945
Overdraft	220,879,878,073	218,317,840,383
<b>Total</b>	<b>220,879,878,073</b>	<b>218,317,840,383</b>

7.2 Bills purchased and discounted

	31.12.2021	31.12.2020
Local bill purchased and discounted	1,370,023,399	1,704,643,210
Foreign bill purchased and discounted	447,245,700	319,891,813
<b>Total</b>	<b>1,820,269,099</b>	<b>2,024,535,023</b>

7.2.a Loans, cash credit, overdraft etc. investments (Note-7.2.a)

	31.12.2021	31.12.2020
Overdraft	39,699,925,827	44,352,861,965
Payment against Documents	2,675,575,350	981,851,211
Loan Against Trade Receipts	3,865,423,500	5,728,547,420
Trade Loan	31,997,489,796	54,138,050,629
Export Development Fund (EDF)	10,521,821,165	8,782,261,211
Packing Credit	1,188,235,535	1,692,265,186
Term Loans	91,482,732,322	85,123,678,166
Lease Finance	6,233,698,511	6,207,301,386
Retail loans	10,215,115,412	10,215,115,412
Credit Card	1,439,686,218	1,158,877,211
Staff Loan	45,672,775	22,026,860
<b>Total</b>	<b>220,879,878,073</b>	<b>218,317,840,383</b>

7.2.a Loans, cash credit, overdraft etc. investments (Note-7.2.a)

	31.12.2021	31.12.2020
Residual Maturity grouping of loans and advances including bills purchased and discounted	220,879,878,073	220,341,546,434

7.2.a Loans, cash credit, overdraft etc. investments (Note-7.2.a)

	31.12.2021	31.12.2020
Payable on demand	8,607,200,226	36,968,201,647
Up to 3 months	51,748,278,778	37,496,591,841
Above 3 months to 1 year	17,936,918,986	58,376,240,748
Above 1 year to 5 years	40,022,653,999	51,434,965,636
Above 5 years	49,070,972,222	36,115,468,968
<b>Total</b>	<b>220,879,878,073</b>	<b>218,317,840,383</b>

7.4 Loans and Advances on the basis of significant concentration

	31.12.2021	31.12.2020
i. Advance to Director	471,222,480	498,477,994
ii. Advance to Managing Director & Senior Executives	-	-
iii. Advance to Customer's group	10,125,229,987	98,925,18,464
Commercial lending	3,276,490,946	2,739,817,679
Agricultural loan	8,759,059,300	8,814,131,933
Consumer credit advance	2,462,205,788	2,070,402,788
Small and medium enterprise financing	23,571,925,145	24,055,230,603
Staff loan (except St. No. 1)	21,009,096	224,635,396
House holding loan (other than the employees)	8,977,336,244	8,535,270,666
Others	63,726,859	75,186,802,588
<b>Total</b>	<b>220,879,878,073</b>	<b>220,341,546,434</b>

7.4 Loans and Advances on the basis of significant concentration

	31.12.2021	31.12.2020
Industry-wise outstanding of loans and advances including bills purchased and discounted	220,879,878,073	220,341,546,434

7.4 Loans and Advances on the basis of significant concentration

	31.12.2021	31.12.2020
Textile	25,753,025,885	26,548,969,378
Tanned leather	18,116,365,543	13,567,262,160
Handmade garments	20,720,023,051	26,440,240,748
Textiles	19,658,632,092	22,081,889,873
Textile or, Bio, Floor, etc.	4,229,934,565	5,066,875,395
Power	6,840,440,298	9,790,704,215
Transport & Communication	1,995,648,088	2,403,670,174
Construction/Engineering	13,042,727,999	8,194,717,621
Personal	6,876,879,819	2,792,129,827
Pharmaceuticals	6,816,964,917	7,750,640,323
Rail Estate	6,200,833,459	11,166,026,266
Carpo and Travel Services	7,416,838	365,117,469
Power & Packaging	646,112,352	747,907,291
Agro based industry (Dairy products/Food & Beverage)	5,188,298,522	5,737,215,638
Others	77,206,287,937	66,481,209,678
<b>Total</b>	<b>220,879,878,073</b>	<b>220,341,546,434</b>

7.6 Geographical Location-wise Loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Dhaka Division	149,791,318,118	155,092,980,023
Chattogram Division	47,907,096,346	44,700,816,278
Rajshahi Division	3,789,472,024	4,205,361,173
Khulna Division	1,970,827,817	2,098,566,142
Sylhet Division	236,203,053	311,814,294
Rangpur Division	897,722,982	866,252,373
Barisal Division	813,879,664	813,221,490
<b>Total</b>	<b>219,726,656,744</b>	<b>219,726,656,744</b>

7.6 Geographical Location-wise Loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Business segment-wise loans and advances including bills purchased and discounted	220,879,878,073	220,341,546,434

7.6 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Small & Medium Enterprises (SME)	11,974,706,758	12,201,314,110
Consumer Finance	1,673,146,523	1,160,189,844
Short term agri. credit and microcredit	860,336,266	802,367,210
Executive & Staff	222,447,172	220,341,546,434
<b>Total</b>	<b>220,879,878,073</b>	<b>220,341,546,434</b>

7.6 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
CL category wise loans and advances including bills purchased and discounted	220,879,878,073	220,341,546,434

7.6 CL category wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.6 CL category wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.6 CL category wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.6 CL category wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.6 CL category wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.6 CL category wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

	31.12.2021	31.12.2020
Rural	184,278,121	2,201,130,027
Small & Medium Enterprises (SME)	2,865,688,455	2,890,545,558
Consumer	427,564,360	238,966,445
Short term agri. credit and microcredit	176,164,479	273,191,931
Executive & Staff	5,942,698,588	6,232,814,872
<b>Total</b>	<b>220,879,878,073</b>	<b>220,341,546,434</b>

7.7 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.7 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.7 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.7 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

7.7 Business segment-wise loans and advances including bills purchased and discounted

	31.12.2021	31.12.2020
Continued	220,879,878,073	220,341,546,434

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## ONE Bank Limited

	31.12.2021	31.12.2020
	Taka	Taka
<b>10 (a) Consolidated Borrowings from other banks, financial institutions and agents.</b>		
ONE Bank Limited	19,748,872,097	21,322,825,943
ONE Securities Limited	6,644,482	6,738,907
ONE Investment Limited	-	-
Less: Inter-Company elimination	(15,447,472)	(16,700,000)
	<b>19,748,872,097</b>	<b>21,322,825,943</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>10 (b) Non-convertible subordinated bond and contingent-convertible perpetual bond</b>		
Subordinated Bond - II	1,600,000,000	2,400,000,000
Subordinated Bond - III	4,000,000,000	4,000,000,000
Perpetual Bond	3,650,000,000	500,000,000
	<b>9,250,000,000</b>	<b>6,900,000,000</b>

### Subordinated Bond-II Tk. 4,000,000,000 (Outstanding as on December 31, 2021 of Tk. 4,000,000,000)

To meet regulatory capital requirement, ONE Bank Limited issued non-convertible subordinated floating rate bonds on 27th October, 2018 after obtaining approval from Bangladesh Bank and Securities and Exchange Commission vide their letters (FBRP/18/01/461/18/2018 dated August 18, 2018), (FBRP/18/01/461/18/2018 dated September 20, 2018) and (FBRP/18/01/461/18/2018 dated June 16, 2019) respectively. Interest rate of the Bond is calculated as Benchmark rate +2.00% Margin. However, the rate shall be kept 7.00% to 10.50% p.a. throughout the tenure of the bond. At of Balance Sheet date, applicable interest rate is applicable @ 7.00%.

#### Main Features of the Bond:

Feature	ONE Bank Ltd
Issuer	ONE Bank Ltd
Trustee	Green Delta Securities Company Limited
Lead Arranger	MSB Advisory Limited
Tenor	7 years
Total Face Value	807.5 Million
Number of Bonds	4,000

#### List of Investors:

Name of the Investor	No of Bonds	Bond Issued Taka	Outstanding- 31.12.2021 (After 60% redemption)
Pubal Bank Limited	1000	1,000,000,000	400,000,000
Central Bank Limited	500	500,000,000	200,000,000
Jahana Bank Limited	500	500,000,000	200,000,000
Economic Delta Limited	500	500,000,000	200,000,000
Trust Bank Limited	500	500,000,000	200,000,000
Dhaka Bank Limited	300	300,000,000	120,000,000
Capital Bank Limited	200	200,000,000	80,000,000
Mutual Trust Bank Limited	100	100,000,000	40,000,000
	<b>4000</b>	<b>4,000,000,000</b>	<b>1,400,000,000</b>

**Subordinated Bond-III Tk. 4,000,000,000 (Outstanding as on December 31, 2021 of Tk. 4,000,000,000)**  
 With the view to strengthen the capital base of the Bank, ONE Bank Limited issued non-convertible subordinated floating rate bonds on 20th December, 2018 after obtaining approval from Bangladesh Bank and Securities and Exchange Commission vide their letters (FBRP/18/01/461/18/2018 dated October 11, 2018) and (FBRP/18/01/461/18/2018 dated September 27, 2018) respectively. Interest rate of the Bond is calculated as Benchmark rate +2.00% Margin. However, the rate shall be kept 7.00% to 10.50% p.a. throughout the tenure of the bond. At of Balance Sheet date, applicable interest rate is applicable @ 7.00%.

#### Main Features of the Bond:

Feature	ONE Bank Ltd
Issuer	ONE Bank Ltd
Trustee	MFC Capital Limited
Lead Arranger	MSB Advisory Limited
Tenor	7 years
Total Face Value	807.5 Million
Number of Bonds	4000

#### List of Investors:

Name of the Investor	No of Bonds	Bond Issued Taka	Outstanding- 31.12.2021
Pubal Bank Limited	80	800,000,000	300,000,000
Dhaka Bank Limited	80	800,000,000	300,000,000
Jahana Bank Limited	130	1,300,000,000	500,000,000
Trust Bank Limited	80	800,000,000	300,000,000
Capital Bank Limited	80	800,000,000	300,000,000
Karabangla Finance Limited	80	800,000,000	300,000,000
	<b>400</b>	<b>4,000,000,000</b>	<b>1,400,000,000</b>

**Contingent-Convertible Perpetual Bond-I Tk. 4,000,000,000**  
 To meet the Capital to Risk Weighted Assets Ratio of the Bank, ONE Bank Limited issued Contingent-Convertible Perpetual Bond-I on 20th December, 2020 after obtaining approval from Bangladesh Bank and Securities and Exchange Commission vide their letters (FBRP/20/01/461/20/2020 dated September 29, 2020) and (FBRP/20/01/461/20/2020 dated December 23, 2020) respectively. Interest rate of the Bond is calculated as Benchmark rate + 1.00% Margin. However, the rate shall be kept 6.00% to 10.50% p.a. throughout the tenure of the bond. At of Balance Sheet date, applicable interest rate is given below:

Feature	ONE Bank Ltd
Issuer	ONE Bank Ltd
Trustee	Green Delta Securities Limited
Lead Arranger	MSB Advisory Limited
Total Face Value	807.5 Million
Number of Bonds	4,000

#### List of Investors:

Name of the Investor	No of Bonds	Bond Issued Taka	Outstanding- 31.12.2021	Interest Rate
Karabangla Finance Ltd	400	400,000,000	300,000,000	8.50%
Pubal Bank Limited	400	400,000,000	300,000,000	8.50%
MFC Bank Limited	900	900,000,000	600,000,000	8.50%
MSB Bank Limited	900	900,000,000	600,000,000	8.50%
MSB Bank Limited	900	900,000,000	600,000,000	8.50%
	<b>3600</b>	<b>3,600,000,000</b>	<b>2,400,000,000</b>	

	31.12.2021	31.12.2020
	Taka	Taka
<b>10 (b) 1. Residual Maturity grouping of borrowings from other banks, financial institutions and agents and non-convertible subordinated bond and contingent-convertible perpetual bond</b>		
Payable on demand	2,486,507,563	2,154,331,117
Up to 3 months	7,163,670,288	7,163,670,288
Above 3 months to 1 year	6,934,401,022	9,568,364,275
Above 1 year to 5 years	10,909,875,126	12,796,495,707
Above 5 years	8,000,000,000	1,000,000,000
	<b>28,998,877,097</b>	<b>28,222,825,943</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11. Deposits and other accounts</b>		
<b>i) Current/A/c current account and other accounts</b>		
Undrawn cash and financial dividend account (Note-11.5)	27,963,628,099	25,469,720,365
Off-shore Banking Unit	5,186,763	95,789,074
	<b>27,963,628,099</b>	<b>25,469,720,365</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>ii) Bills payable</b>		
Payment Order (Bosad)	283,632,141	2,560,953,311
Demat Draft	1,824,038,873	2,561,617,392
	<b>1,887,111,954</b>	<b>26,788,261,599</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>iii) Savings accounts/Mutabara savings bank deposit</b>		
<b>iv) Fixed Deposit/Mutabara fixed deposits</b>		
Fixed Deposit/Mutabara fixed deposits	102,388,883,831	119,520,312,625
Special Notice Deposit/Mutabara special notice deposit	52,611,403,356	42,939,203,465
Scheme Deposits/Mutabara scheme deposit	12,216,514,152	11,959,889,749
Non-resident Foreign Currency Deposits	215,282,264	113,623,723
Off-shore Banking Unit	148,418,889,681	174,533,868,510
	<b>148,418,889,681</b>	<b>174,533,868,510</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.2) Payable on demand</b>		
Current deposits	17,507,974,471	14,039,697,277
Privilege deposits	49,863,213	475,323,886
Foreign Currency Deposits	5,846,907,217	7,163,670,288
Sundry Deposits	3,620,124,444	3,711,462,146
Other accrued deposits	720,120,724	289,485,663
	<b>27,963,628,099</b>	<b>25,469,720,365</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.2) (b) Other Deposits</b>		
Deposits from banks	-	2,000,000,000
Trust Bank Limited	-	2,000,000,000
Mutual Trust Bank Limited	-	500,000,000
International Commercial Bank Limited	-	1,000,000,000
Rupul Bank Limited	-	2,000,000,000
The City Bank Limited	-	800,000,000
Bank Asia Limited	2,000,000,000	2,000,000,000
Dutch Bangla Bank Limited	1,000,000,000	1,000,000,000
BOAC Bank Limited	-	1,500,000,000
National Credit and Commerce Bank Limited	-	1,200,000,000
State Bank of India	400,000,000	-
Rajshahi Kazi Unnayan Bank	200,000,000	-
	<b>3,470,000,000</b>	<b>14,000,000,000</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.2) (b) Payable on demand</b>		
i) Deposits from banks	3,225,189	1,157,220
ii) Other than banks	193,668,498,338	184,595,393,941
	<b>197,136,498,324</b>	<b>186,442,551,161</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.2) (b) 1. Remaining maturity grouping of deposits</b>		
Payable on demand	11,311,011,033	11,186,796,714
Reservable within 1 month	37,161,780,481	36,756,615,999
Over 1 month but within 3 months	78,242,900,000	101,222,200,000
Over 3 months but within 1 year	41,273,256,900	39,539,499,263
Over 1 year but within 5 years	39,819,588,111	32,496,136,860
Over 5 years but within 10 years	3,124,060,011	9,233,320,880
	<b>211,122,866,026</b>	<b>229,484,573,179</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.4. Total Undrawn deposit for 1 year or more by the bank Tk. 76,391,372 as on 31 December 2021 and Tk. 6,931,199 as on 31 December 2020, respectively.</b>		
Current deposits	17,507,974,471	14,039,697,277
Privilege deposits	49,863,213	475,323,886
Foreign Currency Deposits	5,846,907,217	7,163,670,288
Sundry Deposits	3,620,124,444	3,711,462,146
Other accrued deposits	720,120,724	289,485,663
	<b>27,963,628,099</b>	<b>25,469,720,365</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.5 Undrawn dividend</b>		
As per Bangladesh Securities and Exchange Commission directive no. SBSEC/CR/2021/36/03 dated January 14, 2021, year wise undrawn dividend information given below:		
Year	31.12.2021	31.12.2020
2018	38,392,270	5,911,881
2019	4,402,294	4,642,771
2020	-	4,472,027
2021	-	5,187,197
2022	-	2,768,727
2023	-	1,371,480
2024	-	1,472,892
	<b>42,795,064</b>	<b>35,335,885</b>

To comply with Bangladesh Securities and Exchange Commission vide letter no. SBSEC/RC/165/2020/Prt-1 dated July 19, 2020 the undrawn dividend of Tk. 20,353,581.24 for the year 2020 to 2021 and non-reduced IPO money had been transferred/ deposited to the Capital Market Stabilization Fund (CMSF).  
 Subsequently in response to a letter no. DGS (RHCMS) 1154/16/2021-171 dated 11 January 2021, the Bank vide its letter no. OML/CR/2022 dated 23 January 2022 has informed Bangladesh Bank about the transfer of the amount to Capital Market Stabilization Fund (CMSF) of Bangladesh Securities and Exchange Commission (SBSEC).

	31.12.2021	31.12.2020
	Taka	Taka
<b>11 (a) Consolidated Deposits and other accounts</b>		
<b>Current/A/c current account and other accounts</b>		
ONE Bank Limited	27,963,628,099	25,469,720,368
ONE Securities Limited	2,843,030,974	2,561,617,392
	<b>28,806,659,073</b>	<b>28,031,337,760</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>Bills payable</b>		
ONE Bank Limited	2,834,038,974	2,561,617,392
ONE Securities Limited	-	-
	<b>2,834,038,974</b>	<b>2,561,617,392</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>Savings accounts/Mutabara savings bank deposit</b>		
ONE Bank Limited	102,388,883,831	119,520,312,625
ONE Securities Limited	26,788,261,599	26,788,261,599
	<b>129,177,145,430</b>	<b>146,308,574,224</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>Fixed Deposit/Mutabara fixed deposits</b>		
ONE Bank Limited	102,388,883,831	119,520,312,625
ONE Securities Limited	52,611,403,356	42,939,203,465
	<b>154,999,287,187</b>	<b>162,459,516,090</b>

	31.12.2021	31.12.2020
	Taka	Taka
<b>11.5 Other liabilities</b>		
Provision for Income Tax (Note-12.1)	7,653,408,420	7,031,555,144
Deferred tax liability (Note-12.2)	165,300,000	82,497,409
Provision for gratuity (Note-12.3)	10,691,033,258	10,046,158,916
Provision for loans and advances (Note-12.4 & 12.5)	528,832,473	562,009,089
Special provision for COVID-19 (Note-12.6)	26,172,510	20,212,868
Bank for Consumer Credit (Note-12.7)	20,490,524	-
Provision for off-balance sheet items (Note-12.8)	527,985,487	534,779,946
Provision for diminution value of share (Note-12.10)	11,282,000,386	8,722,029,717
Interest expense account (Note-12.11)	57,011,051	88,796,477
Interest payable on Subordinated and Perpetual Bond	48,761,812	57,396,494
Interest payable on borrowings	93,166,533	44,634,958
Accrued performance bonus	349,837,088	29,837,388
Other payable	1,257,843	1,257,843
Liabilities as per PRP-16	1,381,729,098	291,376,660
Off-shore Banking Unit	<b>37,745,546,664</b>	<b>28,334,402,241</b>
Income tax @ 20% on Dividend Income	24,473,788	24,473,788
Income tax @ 10% on Capital Gain on sales of Shares	<b>32,928,082,972</b>	<b>28,398,466,307</b>
Income tax @ 0% on Gain on sale of Govt. Securities	<b>17,645,242,159</b>	<b>17,645,242,159</b>

# FINANCIAL STATEMENTS 2021



## ONE Bank Limited

	31.12.2021	31.12.2020	2021	2020
	Taka	Taka	Taka	Taka
<b>Consolidated Assets</b>				
<b>Common Equity Tier-1 Capital (CET-1)</b>				
Paid-up capital (Note 12.1)	9,340,404,560	8,853,464,043	9,340,404,560	8,853,464,043
Statutory Reserve (Note 14)	6,714,419,430	6,430,798,085	6,714,419,430	6,430,798,085
Capital Reserve	8,006,443	-	8,006,443	-
Retained Earnings (Note 15.1(a))	12,393,912,412	1,801,400,624	12,393,912,412	1,801,400,624
Minority Interest in Subsidiaries (Note 15.1(c))	23,203,209	31,865,271	23,203,209	31,865,271
<b>17,349,851,013</b>	<b>17,117,529,023</b>	<b>17,349,851,013</b>	<b>17,117,529,023</b>	
<b>Regulatory Adjustments/ Deduction From CET-1:</b>				
Deferred Tax Assets (Note 14)	(4,575,689)	(753,483)	(4,575,689)	(753,483)
Goodwill and all other intangible assets	(186,982)	(969,118)	(186,982)	(969,118)
Reclassified Creditworthiness in the CET-1 Capital of Banking, Financial and Insurance Entities	(75,514,700)	(9,303,830)	(75,514,700)	(9,303,830)
<b>16,128,654</b>	<b>15,272,782</b>	<b>16,128,654</b>	<b>15,272,782</b>	
<b>Total Common Equity Tier-1 Capital</b>	<b>17,179,525,230</b>	<b>16,840,252,991</b>	<b>17,179,525,230</b>	<b>16,840,252,991</b>
<b>Additional Tier-1 Capital</b>				
Perpetual bond	3,650,000,000	500,000,000	3,650,000,000	500,000,000
<b>Total Tier-1 Capital</b>	<b>20,829,525,230</b>	<b>17,480,252,991</b>	<b>20,829,525,230</b>	<b>17,480,252,991</b>
<b>Tier-2 Capital</b>				
Capital Provision	3,200,846,147	2,998,277,896	3,200,846,147	2,998,277,896
Subordinated debt	4,000,000,000	5,000,000,000	4,000,000,000	5,000,000,000
<b>Total Tier-2 Capital</b>	<b>7,200,846,147</b>	<b>8,000,277,896</b>	<b>7,200,846,147</b>	<b>8,000,277,896</b>
<b>A Total Regulatory Capital</b>	<b>28,150,398,748</b>	<b>26,078,530,487</b>	<b>28,150,398,748</b>	<b>26,078,530,487</b>
<b>Total Assets Including Off-Balance Sheet Items</b>				
Capital to Risk Weighted Assets Ratio	275,211,462.706	387,521,177.725	275,211,462.706	387,521,177.725
B Total Risk Weighted Assets	100,205,933,524	69,977,977,984	100,205,933,524	69,977,977,984
C Minimum Required Capital based on risk weighted assets (10% of B)	10,020,593,352	6,997,797,984	10,020,593,352	6,997,797,984
D Surplus (A-C)	1,840,344,484	6,150,835,576	1,840,344,484	6,150,835,576
Capital to Risk Weighted Assets Ratio	12.09%	8.37%	12.09%	8.37%
Common Equity Tier-1 Ratio	7.27%	8.51%	7.27%	8.51%
Tier-1 Capital Ratio	8.94%	8.76%	8.94%	8.76%
Tier-2 Capital Ratio	2.14%	4.32%	2.14%	4.32%
<b>Leverage Ratio of the Consolidated Assets</b>				
A Tier-1 Capital considering all regulatory adjustment	20,829,525,230	17,480,252,991	20,829,525,230	17,480,252,991
B On-balance sheet exposure	302,205,933,524	295,525,777,984	302,205,933,524	295,525,777,984
C Off-balance sheet	14,475,310,820	14,239,045,571	14,475,310,820	14,239,045,571
D Deduction from on and off-balance sheet exposure/ Regulatory adjustments made to Tier-1 Capital	161,298,851	137,376,411	161,298,851	137,376,411
E Total exposure (B+C-D)	316,519,931,403	309,627,567,094	316,519,931,403	309,627,567,094
Leverage ratio (A/E)	6.59%	5.65%	6.59%	5.65%
<b>14. Statutory Reserve</b>				
Balance brought forward from previous year	6,430,798,085	6,402,448,575	6,430,798,085	6,402,448,575
Adjustment (On/Off Profit before tax)	209,616,825	148,349,510	209,616,825	148,349,510
<b>Retained earnings/ movement of profit and loss account</b>	<b>6,721,414,910</b>	<b>6,430,798,085</b>	<b>6,721,414,910</b>	<b>6,430,798,085</b>
<b>Balance as at 31 January</b>				
Balance at 1 January	1,450,552,138	1,520,071,286	1,450,552,138	1,520,071,286
Addition during the year	756,030,034	1,313,022,407	756,030,034	1,313,022,407
Transfer to statutory reserve	(20,664,820)	(348,349,510)	(20,664,820)	(348,349,510)
Interest on Perpetual Bond	(99,966,470)	-	(99,966,470)	-
Transfer to Start-up Fund	(20,664,820)	-	(20,664,820)	-
Issue of Bonus Share	(486,865,520)	(421,593,520)	(486,865,520)	(421,593,520)
Cash dividend paid	(531,207,824)	(421,593,520)	(531,207,824)	(421,593,520)
Balance on 31 December	<b>1,007,166,758</b>	<b>1,450,947,138</b>	<b>1,007,166,758</b>	<b>1,450,947,138</b>
<b>15.1 Retained earnings brought forward from previous year</b>				
Retained Earnings of previous year	1,450,552,138	1,520,071,286	1,450,552,138	1,520,071,286
Bonus share issued	(486,865,520)	(421,593,520)	(486,865,520)	(421,593,520)
Cash dividend paid	(531,207,824)	(421,593,520)	(531,207,824)	(421,593,520)
Retained Earnings brought forward	<b>428,478,794</b>	<b>676,884,246</b>	<b>428,478,794</b>	<b>676,884,246</b>
<b>15.1(a) Consolidated retained earnings/ movement of profit and loss account</b>				
Retained Earnings of ONE Bank Limited	1,007,166,759	1,450,947,138	1,007,166,759	1,450,947,138
Retained Earnings of ONE Securities Limited	232,928,228	150,807,889	232,928,228	150,807,889
Retained Earnings of ONE Investments Limited	1,273,755	911,870	1,273,755	911,870
Transfer to Capital Reserve	(1,000,000)	-	(1,000,000)	-
Attributable to Non-controlling Interest	(1,820,880)	(1,365,440)	(1,820,880)	(1,365,440)
Balance on 31 December	<b>1,237,978,412</b>	<b>1,801,400,624</b>	<b>1,237,978,412</b>	<b>1,801,400,624</b>
<b>15.1(b) Consolidated retained earnings brought forward from previous year</b>				
Retained Earnings of previous year	1,801,400,624	1,599,345,193	1,801,400,624	1,599,345,193
Bonus share issued	(81,864,411)	(421,593,520)	(81,864,411)	(421,593,520)
Transfer to Capital Reserve	(1,000,000)	-	(1,000,000)	-
Cash Dividend Paid	(531,207,824)	(421,593,520)	(531,207,824)	(421,593,520)
Retained Earnings brought forward	<b>778,348,412</b>	<b>756,158,147</b>	<b>778,348,412</b>	<b>756,158,147</b>
<b>15.1(c) Non-controlling Interest</b>				
ONE Securities Limited	2,500,000,000	2,500,000,000	2,500,000,000	2,500,000,000
Capital Reserve	8,006,443	-	8,006,443	-
Retained earnings	213,589,228	150,807,889	213,589,228	150,807,889
Total net assets	2,721,605,671	2,650,807,889	2,721,605,671	2,650,807,889
Non-controlling interest 1.00000% (2020: 1.00000%) of net assets (A)	27,202,895	25,518,847	27,202,895	25,518,847
<b>ONE Investments Limited</b>				
Paid-up capital	10,000,000	10,000,000	10,000,000	10,000,000
Retained earnings	1,273,755	911,870	1,273,755	911,870
Total net assets	11,273,755	10,911,870	11,273,755	10,911,870
Non-controlling interest 49% (2020: 49%) of net assets (B)	5,523,906	5,346,424	5,523,906	5,346,424
<b>Total non-controlling interest (A+B)</b>	<b>32,912,799</b>	<b>31,865,271</b>	<b>32,912,799</b>	<b>31,865,271</b>
<b>16. Revaluation Reserve</b>				
HTM Securities (Note 16.1)	24,317,008	19,021,996	24,317,008	19,021,996
HTF Securities (Note 16.2)	(40,479,341)	(478,188,225)	(40,479,341)	(478,188,225)
<b>16.1 Revaluation reserve on HTM securities</b>	<b>16,837,667</b>	<b>14,533,801</b>	<b>16,837,667</b>	<b>14,533,801</b>
Opening Balance	48,113,209	136,116,882	48,113,209	136,116,882
Addition during the year	(48,656,195)	(1,448,084,004)	(48,656,195)	(1,448,084,004)
Adjustment made during the year	(100,467)	(3,610,256)	(100,467)	(3,610,256)
Closing balance	<b>23,357,087</b>	<b>(1,315,577,378)</b>	<b>23,357,087</b>	<b>(1,315,577,378)</b>
<b>16.2 Revaluation reserve on HTF securities</b>				
Opening Balance	48,113,209	136,116,882	48,113,209	136,116,882
Addition during the year	(48,656,195)	(1,448,084,004)	(48,656,195)	(1,448,084,004)
Adjustment made during the year	(100,467)	(3,610,256)	(100,467)	(3,610,256)
Closing balance	<b>389,538,534</b>	<b>456,113,209</b>	<b>389,538,534</b>	<b>456,113,209</b>
<b>2021</b>				
<b>2020</b>				
<b>17. Interest and discount income/ Profit on investments</b>				
<b>Interest on loans and advances (Conventional Banking):</b>				
From clients against loans and advances	14,714,152,984	17,884,477,654	14,714,152,984	17,884,477,654
Lease Finance	61,647,782	674,604,231	61,647,782	674,604,231
Discount from bills purchased and discounted	90,390,369	142,128,466	90,390,369	142,128,466
From banks and financial institutions in Bangladesh	15,463,497	168,684,446	15,463,497	168,684,446
From foreign banks	48,598,526	139,398,065	48,598,526	139,398,065
<b>15,643,620,168</b>	<b>19,062,368,912</b>	<b>15,643,620,168</b>	<b>19,062,368,912</b>	
Off-shore Banking Unit	31,190,645	(55,370,890)	31,190,645	(55,370,890)
<b>15,674,810,813</b>	<b>18,947,018,022</b>	<b>15,674,810,813</b>	<b>18,947,018,022</b>	
<b>Profit on investment (Islamic Banking):</b>				
Profit on investments	11,453,901	-	11,453,901	-
Profit on placement with other banks	11,453,901	-	11,453,901	-
<b>15,988,764,714</b>	<b>18,947,018,022</b>	<b>15,988,764,714</b>	<b>18,947,018,022</b>	
<b>17(a) Consolidated Interest and discount income/ Profit on investment</b>				
ONE Bank Limited	15,988,764,714	18,947,018,022	15,988,764,714	18,947,018,022
ONE Securities Limited	46,966,445	30,356,262	46,966,445	30,356,262
ONE Investments Limited	54,613	904,727	54,613	904,727
Less: Inter Company Transaction	(16,009,958,859)	(19,674,253,118)	(16,009,958,859)	(19,674,253,118)
<b>18. Interest paid/profit shared on deposits and borrowings:</b>	<b>18,947,018,022</b>	<b>18,947,018,022</b>	<b>18,947,018,022</b>	<b>18,947,018,022</b>
<b>Interest paid on deposits (Conventional Banking):</b>				
Short term deposits	2,312,876,882	2,180,446,261	2,312,876,882	2,180,446,261
Savings deposits	714,435,830	724,554,433	714,435,830	724,554,433
Term deposits	6,713,488,982	10,759,083,155	6,713,488,982	10,759,083,155
Scheme deposits	99,956,146	95,037,877	99,956,146	95,037,877
Borrowings from banks and financial institutions	297,513,827	445,414,969	297,513,827	445,414,969
Interest expense on leased liability as per IFRS 16	47,905,364	57,724,121	47,905,364	57,724,121
Interest on Subordinated Bond	(48,548,018)	(88,544,623)	(48,548,018)	(88,544,623)
Off-shore Banking Unit	11,614,591,811	15,785,295,200	11,614,591,811	15,785,295,200
<b>11,852,629,688</b>	<b>18,261,924,964</b>	<b>11,852,629,688</b>	<b>18,261,924,964</b>	
<b>Profit shared on deposits (Islamic Banking):</b>				
Profit paid on deposits	25,370,105	289,394	25,370,105	289,394
<b>11,878,000,793</b>	<b>18,262,214,358</b>	<b>11,878,000,793</b>	<b>18,262,214,358</b>	
<b>18(b) Consolidated Interest paid/profit shared on deposits and borrowings</b>				
ONE Bank Limited	11,877,499,793	16,266,405,458	11,877,499,793	16,266,405,458
ONE Securities Limited	622,708	470,233	622,708	470,233
ONE Investments Limited	-	-	-	-
Less: Inter Company Transaction	(11,000,000)	(16,246,600,000)	(11,000,000)	(16,246,600,000)
<b>11,878,122,491</b>	<b>16,246,275,691</b>	<b>11,878,122,491</b>	<b>16,246,275,691</b>	
<b>19. Income from investments</b>				
Interest on treasury bills	38,574,264	427,599,263	38,574,264	427,599,263
Interest on treasury bond (Net)	1,300,740,981	1,381,900,985	1,300,740,981	1,381,900,985
Income from government Islamic Bond	1,466,170	8,294	1,466,170	8,294
Income from Bangladesh Bank Bill	36,490,500	58,484	36,490,500	58,484
Gain on sale of government Securities	251,109,975	485,497,534	251,109,975	485,497,534
Interest on Revenue Note	2,157,799	158,484	2,157,799	158,484
Dividend on Investment	40,463,360	30,947,716	40,463,360	30,947,716
Gain on sale of Shares	80,823,752	407,367,362	80,823,752	407,367,362
Interest on subordinated bond	296,980,122	407,367,362	296,980,122	407,367,362
<b>2,050,750,854</b>	<b>2,718,011,543</b>	<b>2,050,750,854</b>	<b>2,718,011,543</b>	
<b>19(a) Consolidated Income from Investments</b>				
ONE Bank Limited	2,050,750,854	2,718,011,543	2,050,750,854	2,718,011,543
ONE Securities Limited	-	-	-	-
ONE Investments Limited	-	-	-	-
Less: Inter Company Transaction	-	-	-	-
<b>20. Commission, exchange and brokerage</b>	<b>1,171,529,023</b>	<b>1,171,529,023</b>	<b>1,171,529,023</b>	<b>1,171,529,023</b>
Letters of credit	338,699,966	275,510,086	338,699,966	275,510,086
Letter of guarantee	104,472,448	111,217,287	104,472,448	111,217,287
Acceptances	295,743,337	286,595,179	295,743,337	286,595,179
Bills for collection	8,342,357	6,372,934	8,342,357	6,372,934
Remittances (PO, DO, TT, Traveler's Cheque etc.)	6,749,953	6,076,150	6,749,953	6,076,150



# FINANCIAL STATEMENTS 2021



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## ONE Bank Limited

**Least: Opening balance:**

	2021 Taka	2020 Taka
Security deposits	6,525,608	5,827,113
Advance fees	496,315,673	461,264,414
Provision for loans and advances	514,152,133	607,612,280
Application money against right share and clearing adjustment account	18,752,838	39,945,713
Receivable from Bangladesh Bank	125,612,748	139,284,091
Receivable from ONE Investments Ltd	-	205,426
Salary receivable	848,621	443,313
Receivable from ATM acquiring	18,386,782	11,028,206
Provisioned bill	2,394,231	2,394,351
Branch Adjustment Account	13,322,025	13,322,025
<b>Off-shore banking unit</b>	<b>1,186,995,921</b>	<b>1,397,899,443</b>
	<b>93,926,334</b>	<b>131,499,966</b>
	<b>1,271,233,895</b>	<b>1,531,394,429</b>
	<b>(111,099,139)</b>	<b>(33,670,574)</b>

**43 (a) Consolidated (Increase)/decrease of other assets**

	2021 Taka	2020 Taka
ONE Bank Limited	(112,099,139)	259,870,574
ONE Securities Limited	11,575,914	13,886,624
	<b>(100,523,225)</b>	<b>273,487,198</b>

**44. Letters of Guarantee**

	2021 Taka	2020 Taka
Government	1,416,931,549	277,228,899
Bank and other financial institutions	6,014,272	1,000,260,000
Others	13,369,874,938	11,864,710,266
	<b>19,721,020,760</b>	<b>13,038,199,165</b>
<b>Total (and if)</b>	<b>19,721,020,760</b>	<b>13,038,199,165</b>

**45. Details break-up of Shareholders' Equity - Solo**

	2021 Taka	2020 Taka
Paid up Capital	6,721,414,960	6,721,414,960
Reserve	1,007,166,790	1,007,166,790
Profit in Profit & Loss Account	493,625,381	438,888,265
Revaluation Reserve for IFRS Securities	-	-
	<b>8,222,207,131</b>	<b>8,167,470,015</b>

**46. Calculation of Net Asset Value (NAV) Per Share**

	2021 Taka	2020 Taka
Total Shareholders' Equity - Solo	17,473,661,601	17,413,005,468
Total Shareholders' Equity - Consolidated	17,473,661,601	17,413,005,468
Weighted average number of outstanding Shares	93,940,456	93,940,456
<b>Net Asset Value Per Share - Solo</b>	<b>18.71</b>	<b>18.64</b>
<b>Net Asset Value Per Share - Consolidated</b>	<b>18.96</b>	<b>18.80</b>

**47. Basic Earnings Per Share**

	2021 Taka	2020 Taka
Attributable profit for the year - Consolidated	756,030,034	1,310,023,407
Weighted average number of outstanding Shares for the year	844,119,609	1,393,951,988
<b>Basic Earnings Per Share - Solo</b>	<b>0.89</b>	<b>0.94</b>
<b>Basic Earnings Per Share - Consolidated</b>	<b>0.81</b>	<b>0.94</b>

**48. Calculation of Net Operating Cash Flow Per Share (NOCFPS)**

	2021 Taka	2020 Taka
Net Operating Cash Flow - Solo	4,376,088,560	6,370,266,361
Net Operating Cash Flow - Consolidated	4,376,088,560	6,370,266,361
Weighted average number of outstanding Shares	93,940,456	93,940,456
<b>Net Operating Cash Flow Per Share - Solo</b>	<b>4.66</b>	<b>6.77</b>
<b>Net Operating Cash Flow Per Share - Consolidated</b>	<b>4.66</b>	<b>6.77</b>

**49. Reconciliation of net profit after taxation and cash generated from operating activities before changes in operating assets and liabilities (Solo Basis)**

	2021 Taka	2020 Taka
Net Profit after Taxation	756,030,034	1,310,023,407
Provision for loans and advances & others	2,063,385,236	1,183,244,941
(Increase)/decrease in interest income receivable	(2,610,438,457)	1,463,093,293
(Increase)/decrease in interest expense payable	(86,282,104)	(1,266,378,857)
Depreciation expenses	230,246,285	195,038,019
(Increase)/decrease in salaries and allowances payable	230,246,285	(18,386,782)
(Increase)/decrease in other expenses payable	150,862,083	(150,862,083)
Income tax paid	(1,152,165,840)	(1,173,623,871)
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>	<b>381,560,314</b>	<b>2,424,441,703</b>

**50. Related Party Disclosures of the Bank**

(i) Name of the directors together with a list of entities in which they have interest: **Annexure-F**

(ii) Significant contracts where Bank is a party and where Directors have interest during the year 2021

(i) Mr. Zahur Ullah, Vice Chairman, ONE Bank Limited is availing a credit card limit of Tk. 500,000 against Tk. 560,000 FDR charge and outstanding against the limit is Tk. 127,546.

(ii) Shareholding to Directors and Executives without consideration or ascertainable at discretion: **Nil**

(iii) Nature, type and elements of transactions with the related party: As mentioned in SL-V

(iv) Lending policies in respect of related party:

(a) Amount of transaction regarding loans and advances, deposits, guarantees and commitment as on 31.12.2021:

(i) Lending to ONE Securities Limited amounting to Tk. 654,480/- from ONE Bank Limited, Keweenaw Branch for special investment account purpose bearing interest @ 7.00% per annum.

(ii) ONE Securities Limited maintains bank account with ONE Bank Limited of Tk. 481,388,024.

(iii) ONE Investment Limited maintains deposit account with ONE Bank Limited of Tk. 1,471,473.

(iv) ONE Bank Limited (OBL) maintains deposit account of Tk. 170 Crore with LankaBangla Finance Limited and OBL has made a share in LankaBangla Finance Limited of Tk. 12.7 Crore (Cost Value). OBL, issued subordinated and preferred bond to Lanka Bangla Finance Limited of Tk. 80 Crore and Tk. 50 Crore respectively.

(v) Amount of transaction regarding provision of assets, deposits and commission: **Nil**

(vi) Amount of provision against loans and advances given by provision maintaining @ 1% on loan amount as per regulatory requirement.

(vii) Amount of guarantees and commissions arising from other related balance exposures: **Nil**

(viii) Amount of transaction regarding Directors and their related concerns: **Nil**

(ix) Bank Guarantee amounting to Tk. 10,000,000 issued for ONE Securities Limited in favor of Dhaka Stock Exchange Ltd.

(x) Business other than Banking business with any related concerns of the Directors as per Section 18(2) of the Bank Company Act-1991 (as amended) is with the Director:

Annexure made with the Director:

Sl. No.	Name of the contract	Branch / Office / Location	Name of Director and related by	Remarks
1	Lease Agreement	Old Site Store C, 26 Toggan Industrial Area, Toggan Shikhar, Dhaka.	Mr. Zahur Ullah, Director	Expiry date of Lease 31.05.2021
2	Lease Agreement	Old Site Store, 26 Toggan Industrial Area, Toggan Shikhar, Dhaka.	Mr. Zahur Ullah, Director	Expiry date of Lease 31.07.2025

(k) Investments in the Securities of Directors and their related concerns: **Nil**

**51. Workers Participation Fund**

SRG-3-16-ALN(2010) dated October 5, 2010 issued by the Ministry for Labour and Employment states the status of business of certain institutions and companies along with Bank and Insurance companies as "Industrial Undertaking" for the purpose of Chapter-VI of the Bangladesh Labour Act, 2006 (as amended up to 2013) which deals with the workers' participation in company's profit by way of "Workers Participation Fund" and "Welfare Fund". This Act requires the "Industrial Undertaking" to maintain provision for workers' profit participation fund @ 5% on net profit.

Since this requirement contradicts with "Section 11" of the Bank Company Act 1991 (as amended up to 2013), Banks in Bangladesh up to the issue collectively through the Association of Banks Bangladesh Limited (ABBL) send a letter to Ministry of Finance of the Government of People's Republic of Bangladesh on 9<sup>th</sup> March, 2010 to draw attention of Honorable Finance Minister regarding reference and application of Chapter-VI of the Bangladesh Labour Act, 2006 (amended up to 2013) for Bank Companies and to obtain a directive on the issue. The Ministry of Finance advised that the WPF should not be related to Bank Companies and therefore, it should not be applicable.

The ABBL also sought an opinion on this issue from Bangladesh Bank. Subsequently, Bangladesh Bank agreed on the legal and legislative implications with the ABBL and expressed their consensus with them on 29<sup>th</sup> November, 2016 i.e., revocation of Chapter-VI of the Bangladesh Labour Act, 2006 (amended up to 2013) in Bank Companies. In the backdrop, the Ministry of Finance has given their instruction, vide letter no. 23.00.00003.12.001.11, dated February 14, 2017 for not applying Chapter-VI of the Bangladesh Labour Act, 2006 (amended up to 2013) in Bank Companies. Therefore, no provision in this regard has been made in the financial statements for the year ended December 31, 2021.

**52. Number of employees of the Bank**

The number of employees engaged for the whole year or part thereof who received a total remuneration of Tk. 36,000 p.a. or above were 2,577 (2020: 2,425).

**53. Coverage of External Audit**

The external auditors of the Bank, AICWAMI Chartered Accountants worked about 7,800 person hours. They have reviewed more than 80% of the Bank's risk weighted assets as at the Balance Sheet date.

**54. Events after the balance sheet date**

The Board of Directors has recommended 5% stock dividend in its 341st meeting held on 30 April 2022 based on NDC from Bangladesh Bank vide letter # DGS (CNR) 157/21 (provided) dated 20/04/2022, issued on 02/05/2022 subject to the approval of the Shareholders at the next Annual General Meeting.

**Financial Highlights on the overall activities of the Bank As at 31 December 2021**

Sl. No.	Particulars	2021 Taka	2020 Taka
1	Paid up Capital	9,340,494,560	8,853,464,040
2	Total Capital	29,947,434,969	25,950,554,758
3	Capital Surplus/(deficit)	4,724,201,310	6,014,673,777
4	Total Assets	310,366,413,296	303,516,861,297
5	Total Deposits	231,122,860,628	229,484,573,179
6	Total Loans and Advances	222,694,147,172	220,341,546,034
7	Total Contingent Liabilities and Commitments	65,075,728,255	63,852,699,814
8	Credit Deposit ratio (%) <sup>*</sup>	84.80%	85.33%
9	Percentage of Classified Loans against total loans and advances	11.55%	8.60%
10	Profit after tax and provisions	756,030,034	1,310,023,407
11	Amount of classified loans during the year	25,728,025,891	18,957,360,443
12	Provision kept against classified loans	8,429,815,378	8,142,699,967
13	Provision surplus/(deficit)	-	-
14	Cost of fund	6.73%	6.80%
15	Interest earning assets	255,882,449,153	258,135,415,588
16	Non-interest earning assets	54,483,964,143	45,381,445,709
17	Return on investment-ROI	6.01%	8.51%
18	Return on Assets-ROA (Net profit after taxation/average assets)	0.25%	0.44%
19	Income from Investment	2,050,750,934	2,210,831,543
20	Earnings per Share	0.81	1.41
21	Net Income per share	0.81	1.41
22	Price Earning Ratio (Times)	17.05	7.54

**Consolidated Basis**

Sl. No.	Particulars	2021 Taka	2020 Taka
1	Paid up Capital	9,340,494,560	8,853,464,040
2	Total Capital	29,150,396,748	26,078,530,487
3	Capital Surplus	4,849,244,494	6,120,826,716
4	Total Assets	310,635,734,412	303,668,477,921
5	Total Deposits	230,630,013,182	229,669,281,725
6	Total Loans and Advances	222,841,145,369	220,428,720,056
7	Profit after tax and provisions	845,185,047	1,394,706,116
8	Earnings per Share	0.90	1.49
9	Net Income per share	0.90	1.49

<sup>\*</sup> As per Bangladesh Bank Reporting.

**Schedule of Fixed Assets As at 31 December 2021**

Particulars	Cost (Taka)		Depreciation and Amortization (Taka)				Net book value at 31 December	Rate (%) of depreciation per annum (Reducing Balance Method)		
	Balance on 1 January	Additions during the year	Balance at 31 December	Balance on 1 January	Charge for the year	Adjusted on disposal during the year			Balance at 31 December	
Furniture and Fixtures	1,598,557,482	140,534,272	78,778,746	1,660,313,007	747,694,052	146,189,252	3,726,619	820,766,227	839,546,780	10
Office Equipment	1,367,494,753	143,620,311	11,595,776	1,499,528,288	887,128,997	101,932,917	9,966,770	979,903,141	520,435,144	18
Motor Vehicles	309,913,740	-	16,075,935	293,837,805	221,978,596	18,033,921	15,355,253	224,659,264	69,178,541	20
Building	304,750,011	19,696,373	-	324,446,383	32,880,570	7,125,012	-	40,005,582	284,440,801	2.5
Right of use Assets (ROU)	1,306,662,714	944,101,916	-	2,250,764,630	269,336,250	342,681,268	-	612,017,518	1,638,747,172	10
Land	279,366,295	-	-	279,366,295	-	-	-	-	279,366,295	20
<b>Sub-Total</b>	<b>5,166,745,054</b>	<b>1,247,961,872</b>	<b>106,450,457</b>	<b>6,308,256,468</b>	<b>2,159,018,465</b>	<b>615,964,370</b>	<b>29,050,643</b>	<b>2,676,541,735</b>	<b>3,631,714,733</b>	
Intangible Assets	198,184,620	-	-	198,184,620	197,215,502	783,036	-	197,998,538	186,812	20
<b>Total 2021</b>	<b>5,364,929,674</b>	<b>1,247,961,872</b>	<b>106,450,457</b>	<b>6,506,441,088</b>	<b>2,356,233,967</b>	<b>616,747,406</b>	<b>29,050,643</b>	<b>2,874,540,273</b>	<b>3,631,900,815</b>	
<b>Total 2020</b>	<b>4,525,849,549</b>	<b>943,896,888</b>	<b>104,816,763</b>	<b>5,364,929,674</b>	<b>1,907,827,792</b>	<b>548,497,475</b>	<b>19,420,579</b>	<b>2,356,233,967</b>	<b>3,008,695,706</b>	

**Financial Statements for the year ended 31 December 2021**  
Balance with other banks in foreign currency

	2021	2020
Amount in Foreign Currency	17,315,864.41	85,800.00
Conversion rate per unit F.C.	85.8000	85.8000
Amount in BDT.	1,485,701,166.46	37,109,720.00
Amount in Foreign Currency	35,995,603.64	2,266,004.70
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	3,078,951,616.12	4,326,217.17
Amount in Foreign Currency	401,188.59	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	34,421,981.02	228,289.59
Amount in Foreign Currency	2,870,363.20	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	246,277,162.56	797,286.26
Amount in Foreign Currency	220,191.24	85,800.00
Conversion rate per unit F.C.	-	-
Amount in BDT.	18,892,408.39	-
Amount in Foreign Currency	168,615.02	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	14,467,168.72	1,115,240.99
<b>Total</b>	<b>24,985,326.42</b>	<b>2,143,741,006.91</b>
Amount in Foreign Currency	48,273.13	115,709.99
Conversion rate per unit F.C.	85.8000	85.8000
Amount in BDT.	5,885,679.04	9,198.32
Amount in Foreign Currency	(197,286.54)	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	(16,927,185.13)	(34,020.72)
Amount in Foreign Currency	306,056.84	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	26,259,676.87	210,127.60
Amount in Foreign Currency	773,159.82	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	66,337,112.56	401,791.66
Amount in Foreign Currency	116,915.07	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	10,031,313.01	116,915.07
Amount in Foreign Currency	137,482.88	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	11,796,031.10	246,175.09
Amount in Foreign Currency	2,380,161.38	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	204,217,846.40	974,774.02
Amount in Foreign Currency	459,277.48	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	39,406,007.78	638,641.80
Amount in Foreign Currency	584,437.27	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	50,144,717.77	298,380.26
Amount in Foreign Currency	1,377,279.64	85,800.00
Conversion rate per unit F.C.	84.8011	84.8011
Amount in BDT.	118,170,593.11	552,757.93
<b>Total</b>	<b>5,937,483.84</b>	<b>509,436,113.47</b>
Amount in Foreign Currency	18,544,016.00	0.7463
Conversion rate per unit F.C.	85.8000	85.8000
Amount in BDT.	1,591,	

# FINANCIAL STATEMENTS 2021



## ONE Bank Limited

### Annexure-E

#### Name of the Directors and the entities in which they have interest As on 31 December 2021

Sl. No.	Name of the Director	Status with the Bank	Name of the Firms/Companies in which they are interested as proprietor, partner, Director, managing agent, Guarantor, Employee etc.	Percentage (%) of holding in the company	Remarks
1.	Mr. A.S.M. Shahidul Khan	Chairman	NTC Housing Ltd.	12.50	Representing NTC Securities Limited
			1. Olex Ltd.	33.33	
			2. Buttons & Trims Ltd.	70.00	
			3. Labels & Trims Ltd.	70.00	
			4. Lamasia Ltd.	60.00	
			5. L2 Knitting Ltd.	60.00	
			6. Shamah Enterprises Ltd.	60.00	
			7. Holiday Publications Ltd.	10.00	
			8. Lamasia Food Products Ltd.	10.00	
			9. NTC Housing Ltd.	12.50	
2.	Mr. Zahur Ullah	Vice Chairman	-	-	-
3.	Mr. Kazi Rukunuddin Ahmed	Director	NTC Housing Ltd.	12.50	Representing Iqbal International Limited
4.	Mr. Shaukat Janan	Director	NTC Housing Ltd.	12.50	Representing M.R. Holdings & Securities Limited
5.	Mrs. Anannya Das Gupta	Director	-	-	-
6.	Mr. AHMM Arangsh Chowdhury	Independent Director	-	-	-

### Annexure-F

#### Statement of Tax Position of the Bank As at 31 December 2021

Accounting Year	Assessment Year	Status
2004	2005-2006	
2005	2006-2007	
2006	2007-2008	Honourable High Court Division of Supreme Court of Bangladesh has given verdict in favour of OBL in case of certain regulatory provisions for the Accounting year 2004, 2005, 2006, 2007, 2008, 2009, 2010 and 2011. The matter is now pending at the Appellate Division of Honourable Supreme Court of Bangladesh.
2007	2008-2009	
2008	2009-2010	
2009	2010-2011	
2010	2011-2012	
2011	2012-2013	
2012	2013-2014	
2013	2014-2015	
2014	2015-2016	The matter is pending at Honourable High Court Division of Supreme Court.
2015	2016-2017	
2016	2017-2018	
2017	2018-2019	
2018	2019-2020	Tax return submitted for the assessment.
2019	2020-2021	Tax return submitted for the assessment.
2020	2021-2022	Tax return submitted for the assessment.

### Segment Reporting

Particulars	ONE Bank Limited				Inter transaction with OBL	Total	ONE Bank Ltd and its subsidiaries		Inter company transaction	Consolidated
	ONE Bank Limited	Off-shore Banking Unit	Islami Banking Unit	ONE Securities Ltd			ONE Investments Ltd			
Interest income/profit on investment	15,643,629,185	331,905,945	11,453,901	-	15,986,989,731	46,968,445	543,643	-	(33,505,960)	16,000,994,859
Interest paid on deposits and borrowings etc.	11,814,259,801	237,889,887	25,370,105	-	12,077,419,793	6,222,738	-	-	(33,505,960)	11,850,216,541
<b>Net interest income</b>	<b>4,029,369,384</b>	<b>94,016,058</b>	<b>(13,916,204)</b>	<b>-</b>	<b>4,109,488,938</b>	<b>40,745,707</b>	<b>543,643</b>	<b>-</b>	<b>-</b>	<b>4,150,778,218</b>
Investment income	2,049,344,564	-	1,406,170	-	2,050,750,934	120,939,225	-	-	-	2,171,590,159
Commission, exchange and brokerage	1,603,092,233	4,501,530	174,242	-	1,607,770,995	83,834,844	-	-	(1,203,075)	1,690,402,164
Other operating income	608,254,035	10,525,958	746,598	-	619,526,591	1,579,520	-	-	-	621,106,111
<b>Total operating income (A)</b>	<b>8,290,063,406</b>	<b>109,063,246</b>	<b>(11,589,193)</b>	<b>-</b>	<b>8,387,537,458</b>	<b>246,739,326</b>	<b>543,643</b>	<b>-</b>	<b>(1,203,075)</b>	<b>8,633,636,752</b>
Salaries and allowances	2,640,314,517	-	32,551,204	-	2,672,865,721	28,882,164	-	-	-	2,701,747,885
Rent, taxes, insurance, electricity etc.	400,047,700	-	23,945,243	-	423,992,943	2,258,702	-	-	-	426,251,645
Legal expenses	17,888,943	50,182,989	25,000	-	68,096,932	269,500	-	-	-	68,366,432
Postage, stamps, telecommunication etc.	83,159,525	-	280,303	-	83,439,828	-	-	-	-	83,439,828
Directors' fees	944,000	-	112,000	-	1,056,000	176,000	-	-	-	1,232,000
Auditors' fees	400,000	-	-	-	400,000	-	-	10,000	-	410,000
Stationery, printing, advertisements etc.	214,892,120	-	1,556,285	-	216,448,399	383,827	-	-	-	216,832,221
Managing Director's salary and allowances	12,184,103	-	-	-	12,184,103	-	-	-	-	12,184,103
Depreciation, leasing expense and repair of bank's assets	1,079,934,198	-	8,521,415	-	1,088,455,613	9,577,228	-	-	-	1,098,032,841
Other expenses	362,943,377	477,753	762,524	-	364,183,654	16,822,532	-	-	(1,203,075)	379,879,118
<b>Auditor's fees</b>	<b>4,812,648,471</b>	<b>50,640,742</b>	<b>67,983,794</b>	<b>-</b>	<b>4,931,272,907</b>	<b>58,416,363</b>	<b>36,207</b>	<b>-</b>	<b>(1,203,075)</b>	<b>4,988,986,802</b>
<b>Profit/(loss) before provision and tax (C=A-B)</b>	<b>3,477,404,934</b>	<b>58,402,504</b>	<b>(79,542,988)</b>	<b>-</b>	<b>3,456,264,451</b>	<b>188,348,963</b>	<b>517,436</b>	<b>-</b>	<b>-</b>	<b>3,645,130,850</b>
Provision for loans and advances	-	-	-	-	-	-	-	-	-	-
Specific provision	1,676,248,139	-	-	-	1,676,248,139	-	-	-	-	1,676,248,139
General provision	327,766,604	-	-	-	327,766,604	656,714	-	-	-	328,423,314
Provision for off-balance sheet items	(6,794,459)	-	-	-	(6,794,459)	-	-	-	-	(6,794,459)
Provision for diminution in value of share	-	-	-	-	-	35,000,000	-	-	-	35,000,000
Provision for other	5,960,042	-	-	-	5,960,042	-	-	-	-	5,960,042
<b>Total Provision (D)</b>	<b>2,003,180,326</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,003,180,326</b>	<b>36,656,714</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,039,837,040</b>
<b>Profit/(loss) before tax (E=C-D)</b>	<b>1,474,224,608</b>	<b>58,402,504</b>	<b>(79,542,988)</b>	<b>-</b>	<b>1,453,084,125</b>	<b>152,692,253</b>	<b>517,436</b>	<b>-</b>	<b>-</b>	<b>1,606,293,814</b>
Provision for taxation	697,054,091	-	-	-	697,054,091	63,899,446	-	-	-	761,108,767
<b>Net Profit after taxation</b>	<b>777,170,517</b>	<b>58,402,504</b>	<b>(79,542,988)</b>	<b>-</b>	<b>756,030,534</b>	<b>88,792,807</b>	<b>362,205</b>	<b>-</b>	<b>-</b>	<b>845,185,407</b>
<b>PROFIT AND ASSETS</b>										
Cash	17,995,150,734	-	115,265,377	-	18,110,416,111	10,241	-	-	-	18,110,416,352
Balance with other Banks and Financial Institutions	5,951,520,653	147,525,283	312,193,434	(312,193,434)	6,096,945,936	300,794,014	46,767	(309,810,781)	6,099,050,836	
Money at call and short notice	6,725,200,000	-	-	-	6,725,200,000	-	-	-	-	6,725,200,000
Investment	38,096,246,885	-	120,640,000	-	38,216,886,885	2,485,799,837	11,432,652	(192,036,642)	40,032,672,712	
Loans and Advances	212,893,423,479	9,755,629,141	45,094,552	-	222,694,147,172	159,612,680	-	(6,614,482)	222,847,145,369	
Fixed Assets including premises, furniture & fixtures	3,616,851,380	-	15,049,435	-	3,631,900,815	54,164,843	-	-	3,686,065,659	
Other Assets	14,646,992,138	40,426,997	280,940,530	(79,542,988)	14,888,816,377	236,519,539	454,079	(2,480,257,012)	12,645,526,394	
Non-banking Assets	-	-	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>299,925,389,249</b>	<b>9,943,581,120</b>	<b>889,183,328</b>	<b>(391,736,422)</b>	<b>310,366,413,296</b>	<b>3,237,106,554</b>	<b>11,933,499</b>	<b>(2,979,718,937)</b>	<b>310,635,734,412</b>	
<b>LIABILITIES AND CAPITAL</b>										
Borrowings from other Banks, Financial Institutions and agents and subordinated & perpetual bond	24,790,672,269	4,204,199,828	-	-	28,994,872,097	6,614,482	-	(6,614,482)	28,994,872,097	
Deposits and other accounts	230,228,561,516	5,116,763	889,183,328	-	231,122,860,626	-	-	(492,847,443)	230,630,013,182	
Other Liabilities	32,741,228,271	5,734,264,529	980	-	38,476,493,800	489,401,407	660,223	(157,842)	33,265,322,760	
<b>Total Liabilities</b>	<b>287,760,462,056</b>	<b>9,943,581,120</b>	<b>889,183,328</b>	<b>(3,900,574,800)</b>	<b>294,892,751,695</b>	<b>489,401,407</b>	<b>660,223</b>	<b>(499,419,767)</b>	<b>295,890,208,039</b>	
Reserve/Shareholders' Equity	17,473,661,601	-	-	-	17,473,661,601	2,740,690,605	-	-	(2,480,257,012)	17,734,005,194
<b>Total Liability and Shareholders' Equity</b>	<b>305,234,123,656</b>	<b>9,943,581,120</b>	<b>889,183,328</b>	<b>(3,900,574,800)</b>	<b>310,366,413,296</b>	<b>3,237,106,554</b>	<b>11,933,499</b>	<b>(2,979,718,937)</b>	<b>310,635,734,412</b>	

### Annexure-G

## ONE Bank Limited Islami Banking Unit

### Annexure-H

#### Balance Sheet As at 31 December 2021

	Notes	31.12.2021	31.12.2020
		Taka	Taka
<b>PROPERTY AND ASSETS</b>			
Cash in hand (including foreign currencies)	2	23,231,202	14,828,438
Balance with Bangladesh Bank and its agent banks (including foreign currencies)		92,034,175	83,922,891
<b>Balance with other Banks and Financial Institutions in Bangladesh</b>	3	<b>312,193,434</b>	<b>6,725,200</b>
Outside Bangladesh		312,193,434	6,725,200
<b>Placement with other Banks and Financial Institutions</b>	4	<b>120,640,000</b>	<b>21,120,000</b>
Government		120,640,000	21,120,000
Investments	5	45,094,552	-
General Investment etc.		45,094,552	-
Fixed Assets including premises, furniture & fixtures	6	3,616,851,380	3,616,851,380
Other Assets	7	280,940,530	50,701,979
Non-banking Assets		280,940,530	50,701,979
<b>Total Assets</b>		<b>889,183,328</b>	<b>173,398,489</b>
<b>LIABILITIES AND CAPITAL</b>			
Placement from other banks, Financial Institutions and agents	8	24,790,672,269	24,790,672,269
Al-Wadiah current and other deposits accounts		9,611,458	11,996,475
Mudaraba savings bank deposits		86,831,757	27,001,933
Other Liabilities	9	889,183,328	166,835,564
Total Liabilities		889,183,328	173,398,489
<b>OFF BALANCE SHEET ITEMS</b>			
Contingent Liabilities			
Acceptances and Endorsements			
Letters of Guarantee			
Irrevocable Letters of Credit			
Bills for Collection			
Other Contingent Liabilities			
Other Commitments			
<b>Total Off-Balance Sheet Items including contingent liabilities</b>		<b>744,334</b>	<b>-</b>

### Profit and Loss Account For the year ended 31 December 2021

	Notes	2021	2020
		Taka	Taka
Profit on investment	10	11,453,901	(280,394)
Profit earned on deposits and borrowings etc.		25,370,105	-
<b>Net investment income</b>	<b>11</b>	<b>(3,916,204)</b>	<b>(280,394)</b>
Income from investment in Shares/Securities	12	1,406,170	8,254
Commission, exchange and brokerage	13	174,242	-
Other operating income	14	746,598	13,261
<b>Total operating income</b>	<b>15</b>	<b>(11,589,194)</b>	<b>(258,879)</b>
Salaries and allowances	16	32,751,024	6,166,353
Rent, taxes, insurance, electricity etc.	17	23,945,243	7,010,907
Legal & Professional Fees	18	280,303	66,946
Postage, stamps, telecommunication etc.	19	112,000	-
Stationery, printing, advertisements etc.	20	1,556,285	193,935
Depreciation, leasing expense and repair of bank's assets	21	8,521,415	30,000
Other expenses	22	762,524	115,265
<b>Total operating expenses</b>	<b>23</b>	<b>67,983,794</b>	<b>13,613,532</b>
<b>Profit/(loss) before provision and tax</b>	<b>24</b>	<b>(79,542,988)</b>	<b>(13,872,411)</b>

### Notes to the Financial Statements For the period ended 31 December 2021

**1.1 Islami Banking Operations**  
 Islami Banking refers to a system of banking that complies with Islamic law also known as Shariah law. The underlying principles that govern Islami Banking are mutual risk and profit sharing between parties, the assurance of fairness for all and that transactions are based on an underlying business activity or asset. The objectives of the Islami Banking system is not only to provide religiously acceptable financial products and services as alternatives to conventional financial structures but it also aims to contribute to the economic development, facilitate the allocation of resources efficiently and ultimately attaining social welfare. To achieve these objectives ONE Bank Limited has started its Islami Banking Operations obtaining permission from Bangladesh Bank through opening two (02) full-fledged Islami Banking Branches i.e. Gulshan Islami Banking Branch, Dhaka & Agrabad Islami Banking Branch, Chhatrang consecutively on December 15, 2020

& December 17, 2020 with the Branding Name "AL NOOR". Islami Banking Operations is totally different & separate from OBL. Conventional Banking Operations are the earlier operations on the basis of Islami Shariah Principles. All the Conventional Branches also providing Islami Banking products Services to the Customers through 2(two) Islami Banking Branches using online facilities. Since inception, the Bank has been maintaining separate "Accounting System" for Islami Banking Operation which is completely different from Conventional Banking system ensuring the standards adopted by "Accounting and Auditing Organization for Islamic Financial Institutions (AOFII)".

**1.2 Islami Banking Division in Head Office**  
 In pursuance of Guidelines on Islami Banking issued by Bangladesh Bank BRPD Circular No.15 dated 09.11.2009, a separate Division namely "Islami Banking Division" established in

# FINANCIAL STATEMENTS 2021



## ONE Bank Limited Islami Banking Unit

	31.12.2021		31.12.2020	
	Taka	Taka	Taka	Taka
<b>3 Balance with other Banks and Financial Institutions</b>				
In Bangladesh (Note-3.1)	312,193,434	6,370		
Outside of Bangladesh (Note-3.2)	<b>312,193,434</b>	<b>6,370</b>		
<b>3.1 In-Bangladesh</b>				
Current account	6,370	6,370		
Mudabara Special Notice Deposit	312,187,064	-		
Fixed Deposit receipt	-	-		
	<b>312,193,434</b>	<b>6,370</b>		
<b>3.2 Outside of Bangladesh</b>				
-	-	-		
<b>4 Investment in share &amp; securities</b>				
Bangladesh Government Investment Sukuk (Ijarah Sukuk)	120,640,000	21,120,000		
Others (Note-4.1)	<b>120,640,000</b>	<b>21,120,000</b>		
<b>4.1 Others</b>				
Shares in listed companies	-	-		
Shares in un-listed companies	-	-		
<b>5 Investments</b>				
General investment etc. (Note-5.1)	45,094,552	-		
Bill purchased and discounted	-	-		
	<b>45,094,552</b>	<b>-</b>		
<b>5.1 General investment etc.</b>				
All Noor Cash Withdrawal	17,488,423	-		
Home Investment Account	17,853,332	-		
Household Investment Account	6,566,214	-		
Staff Loan	2,186,583	-		
	<b>45,094,552</b>	<b>-</b>		
<b>6 Fixed Assets including premises, furniture &amp; fixtures</b>				
Furniture and fixture including office renovation	9,347,861	2,622,110		
Office appliance & equipments	5,867,447	79,300		
Computer	1,406,202	117,600		
	<b>16,621,509</b>	<b>2,818,810</b>		
<b>Less: Accumulated depreciation</b>				
Furniture and fixture including office renovation	471,899	-		
Office appliance & equipments	878,045	-		
Computer	221,143	-		
	<b>1,571,133</b>	<b>-</b>		
	<b>15,049,433</b>	<b>2,818,810</b>		
<b>7 Other Assets</b>				
Stationery, stamps, printing materials etc	1,117,983	591,500		
Stock of stamps	14,950	-		
Advance Income Tax	218,221	-		
Profit accrued on investment but not collected	5,867,447	8,254		
Profit/loss payable to head office	79,942,888	18,874,416		
Advance rent	27,183,240	31,947,343		
Renovations/ Development and prepaid expenses	16,816,349	4,322,066		
Branch Adjustment Account	152,143,626	-		
Supersede account	230,000	90,000		
	<b>280,848,530</b>	<b>50,703,879</b>		
<b>8 Deposits and other accounts</b>				
Deposits from Banks	889,182,349	166,835,564		
Deposits from customers	<b>889,182,349</b>	<b>166,835,564</b>		
<b>a. Deposit from Banks</b>				
Mudabara savings deposits	-	-		
Mudabara special notice deposits	-	-		
Mudabara fixed deposits	-	-		
<b>b. Customers Deposits</b>				
<b>i. All-wadeeah current deposits and other accounts</b>				
All-wadeeah current deposits	4,739,658	10,264,000		
Margin Deposit	2,420,000	-		
Sundry deposits	2,451,798	1,731,475		
	<b>9,611,456</b>	<b>11,995,475</b>		
<b>ii. Bills Payable</b>				
Pay order issued	10,846,971	-		
Demand draft payable	<b>10,846,971</b>	<b>-</b>		
<b>iii. Mudabara savings bank deposits</b>				
Mudabara fixed deposits	754,878,978	126,534,030		
Mudabara special notice deposits	18,016,244	1,114,207		
Non resident/ Taka deposits	8,996,943	189,917		
Mudabara special scheme deposits	<b>781,892,164</b>	<b>127,838,154</b>		
	<b>889,182,349</b>	<b>166,835,564</b>		
<b>9 Other liabilities</b>				
Accounts payable-Others	980	856		
Branch adjustment account	-	6,562,069		
	<b>980</b>	<b>6,562,925</b>		
<b>10 Profit on investment</b>				
Profit on All Noor Cash Withdrawal	56,179	-		
Staff house building	334,566	-		
Profit on Staff Loan	32,703	-		
Profit on investment against Mudabara Term Deposit	4,971,959	-		
Inter branch income	10,657,404	-		
	<b>11,483,901</b>	<b>-</b>		
<b>11 Profit shared on deposits and borrowings etc.</b>				
Profit shared on deposits (Islamic Banking Branch)	1,088,569	23,777		
Mudabara Savings Deposits	599,246	12,608		
Mudabara Short Term Deposits	23,692,289	244,009		
Mudabara term deposits	<b>25,379,105</b>	<b>280,394</b>		
<b>12 Income from Investment in Shares/ Securities</b>				
Income from Government Securities	1,406,170	8,254		
Income from Non-Government Securities	<b>1,406,170</b>	<b>8,254</b>		
<b>13 Commission, exchange and brokerage</b>				
Commission on Remittance	88,290	-		
Commission on Guarantee	7,443	-		
Commission on Trade Finance	61,701	-		
Exchange gain	<b>156,828</b>	<b>-</b>		
	<b>174,222</b>	<b>-</b>		
<b>14 Other operating income</b>				
Service and incidental charges	554,741	3,256		
Fees & Charges-Loan	500	-		
Miscellaneous income	191,387	10,005		
	<b>746,598</b>	<b>13,261</b>		
<b>15 Salaries and allowances</b>				
Salary & Allowances	29,600,370	5,801,160		
Provident Fund Contribution	1,548,972	365,193		
Gratuity	1,601,682	-		
	<b>32,750,024</b>	<b>6,166,353</b>		
<b>16 Rent, taxes, insurance and electricity etc</b>				
Rent	19,795,198	5,832,000		
VAT on rent	2,899,038	954,030		
Water	58,120	105,910		
Utilities	199,047	22,160		
Insurance	388,491	18,664		
Electricity and lighting	614,360	78,122		
	<b>23,945,243</b>	<b>7,010,927</b>		
<b>17 Postage, Stamps, Telecommunication etc.</b>				
Postage	40,145	-		
Telephone/ Telex	240,138	86,846		
	<b>280,283</b>	<b>86,846</b>		
<b>18 Stationery, printings, advertisements etc</b>				
General office advertisement	502,131	61,721		
Printing and security stationery	892,154	112,464		
Publicity and advertisement	1,550,000	19,750		
	<b>3,944,285</b>	<b>193,935</b>		
<b>19 Depreciation, leasing expenses and repair of bank's assets</b>				
<b>Depreciation:</b>				
Furniture and Fixtures	596,290	-		
Office appliance & equipments	1,096,340	-		
Motor vehicles	1,692,630	-		
	<b>3,385,260</b>	<b>30,000</b>		
<b>Repairs &amp; Maintenance</b>	<b>8,521,415</b>	<b>30,000</b>		
<b>20 Other expenses</b>				
Entertainment	323,743	18,326		
Computer & Printer expenses	171,702	13,450		
Traveling and Conveyance	185,083	4,720		
Recruitment & Training Expense	62,610	-		
Bank Charges & Others	2,367	-		
Others operating expenses	17,000	108,901		
	<b>762,524</b>	<b>145,397</b>		

## ONE Bank Limited Off-Shore Banking Unit

### Annexure-I

#### Balance Sheet As at 31 December 2021

Notes	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
<b>PROPERTY AND ASSETS</b>				
<b>CASH</b>				
Cash in hand (including foreign currencies)	-	-	-	-
Cash with Bangladesh Bank and at agent banks (including foreign currencies)	-	-	-	-
<b>Balance with other Banks and Financial Institutions</b>				
In Bangladesh	1,719,409	147,525,283	1,088,030	92,266,134
Outside Bangladesh	1,719,409	147,525,283	1,088,030	92,266,134
<b>Investment at Call and Short Notice</b>				
Investment Government	-	-	-	-
Others	-	-	-	-
<b>Loan and Advances</b>				
Loans, cash credits, overdrafts etc	189,891,959	9,244,605	189,817,804	9,310,903,244
Bills purchased and discounted	1,800,011	331,189,099	1,937,619	331,877,862
	<b>191,691,970</b>	<b>9,575,794,104</b>	<b>191,755,423</b>	<b>9,642,781,106</b>
<b>Fixed Assets</b>				
Other Assets	471,174	40,426,697	1,001,500	84,828,334
<b>Non Banking Assets</b>				
Total Assets	<b>115,892,554</b>	<b>9,943,581,120</b>	<b>114,644,993</b>	<b>9,722,021,520</b>
<b>LIABILITIES AND CAPITAL</b>				
<b>Borrowings from other Banks, Financial Institutions and agents</b>				
Current deposits and other accounts	59,636	5,116,763	1,129,342	95,769,474
Other liabilities	59,636	5,116,763	1,129,342	95,769,474
<b>Total Liabilities</b>	<b>59,636</b>	<b>5,116,763</b>	<b>1,129,342</b>	<b>95,769,474</b>
<b>Capital/Shareholders' Equity</b>				
Profit and loss account	660,706	56,688,550	2,339,436	189,906,669
Total Liabilities and Shareholders' Equity	<b>115,892,554</b>	<b>9,943,581,120</b>	<b>114,644,993</b>	<b>9,722,021,520</b>
<b>Off-Balance Sheet Items</b>				
Acceptance and endorsements	52,727	4,523,383	156,612	13,208,888
Letter of Guarantee	392,042	33,637,187	758,104	64,288,034
Irrevocable Letters of Credit	444,769	38,161,170	914,716	77,548,921
Letters for Collection	-	-	-	-
<b>Other Contingent Liabilities</b>				
Chattel mortgage but not recognized by the Bank	-	-	-	-
Other exchange contract	-	-	-	-
<b>Total Contingent Liabilities</b>	<b>444,769</b>	<b>38,161,170</b>	<b>914,716</b>	<b>77,548,921</b>
<b>Other Commitments</b>				
Documentary Credits and short term trade-related transactions	-	-	-	-
Forward assets purchase and forward selling placed	-	-	-	-
Undrawn letters of credit and revolving overdraft facilities	-	-	-	-
Undrawn forward payable facilities, credit line and other commitments	-	-	-	-
<b>Total other commitments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Off-Balance Sheet Items including contingent liabilities</b>	<b>444,769</b>	<b>38,161,170</b>	<b>914,716</b>	<b>77,548,921</b>
<b>Profit and Loss Account For the year ended 31 December 2021</b>				
Notes	2021	2020	2021	2020
	USD	Taka	USD	Taka
<b>Interest Income</b>				
Interest paid on deposits & borrowings	5,113,046	438,699,337	8,868,919	752,094,049
Net interest income	<b>1,607,089</b>	<b>104,663,000</b>	<b>16,850,550</b>	<b>107,972,223</b>
Income from investments	1,098,988	94,655,758	2,063,668	175,001,346
Commission, exchange and brokerage	52,465	4,501,520	100,288	8,504,527
Other operating income	12,689	10,525,958	119,292	10,116,056
<b>Total operating income (A)</b>	<b>1,771,133</b>	<b>109,063,246</b>	<b>2,283,248</b>	<b>193,621,928</b>
<b>Salaries and allowances</b>				
Rent, taxes, insurance, electricity etc	584,883	50,182,989	653,207	55,392,648
Directors' fees	-	-	-	-
Stationery, printings, advertisements etc.	-	-	-	-
Depreciation, leasing expense and repair of bank's assets	3,568	277,253	10,285	931,508
Other expenses	3,568	277,253	10,285	931,508
<b>Total operating expenses (B)</b>	<b>590,452</b>	<b>50,660,742</b>	<b>664,131</b>	<b>56,324,156</b>
<b>Profit before provision and tax (C=A-B)</b>	<b>680,682</b>	<b>58,402,504</b>	<b>1,619,077</b>	<b>137,297,772</b>
Provision for loans and advances	-	-	-	-
Specific provision	24,569	2,108,021	694,677	60,429,298
General provision	(4,933)	(394,078)	(25,702)	(2,179,599)
Provision for off-balance sheet items	19,976	1,713,943	620,380	52,608,897
Other provision	-	-	-	-
<b>Total Provision</b>	<b>660,706</b>	<b>56,688,550</b>	<b>2,339,436</b>	<b>189,906,669</b>
<b>Profit/(loss) before tax (C-D)</b>	<b>660,706</b>	<b>56,688,550</b>	<b>2,339,436</b>	<b>189,906,669</b>
Current tax expenses	-	-	-	-
Deferred tax expense/(income)	-	-	-	-
<b>Net profit after taxation</b>	<b>660,706</b>	<b>56,688,550</b>	<b>2,339,436</b>	<b>189,906,669</b>

#### Cash Flow Statement For the year ended 31 December 2021

	2021		2020	
	USD	Taka	USD	Taka
<b>Cash flows from operating activities</b>				
Interest receipts in cash	5,113,046	438,699,337	8,868,919	752,094,049
Interest payments	(4,047,057)	(346,051,360)	(6,860,206)	(577,690,723)
Fee and commission received	52,465	4,501,520	100,288	8,504,527
Legal expenses	(99,822)	(8,649,		