

# JAMUNABANK

## FINANCIAL STATEMENTS 2016

### (Off-shore Banking Unit) Balance Sheet As at 31 December 2016

Notes	31.12.2016		31.12.2015
	USD	Taka	Taka
<b>PROPERTY AND ASSETS</b>			
Cash	576	45,439	9,562
Cash in hand (including foreign currencies)	576	45,439	9,562
Balance with Bangladesh Bank and Sonali Bank (including foreign currencies)	-	-	-
Balance with other banks and financial institutions	-	-	-
In Bangladesh	-	-	-
Outside Bangladesh	-	-	-
Money at call and short notice	-	-	-
Investment	-	-	-
Government	-	-	-
Others	-	-	-
Loans, advances and leases	3 71,620,505	5,649,067,336	2,846,408,680
Loans, cash credits, overdrafts etc.	1,059,434	83,562,883	-
Bills purchased and discounted	70,561,071	5,565,504,453	2,846,408,680
Fixed assets including premises, furniture and fixtures	4 7,283	571,583	636,969
Other assets	5 36	2,817	2,807
Non-banking assets	-	-	-
<b>Total property &amp; Assets</b>	<b>71,628,399</b>	<b>5,649,687,175</b>	<b>2,847,058,018</b>
<b>LIABILITIES AND EQUITY</b>			
Equity	-	-	-
Translation reserve	-	-	79,673
Liabilities	-	-	-
Borrowings from other banks, financial institutions	6 12,928,000	1,019,696,000	843,996,538
Deposit and other accounts	7 143,169	11,292,486	13,173,409
Other liabilities	8 58,557,230	4,618,698,689	1,989,808,399
<b>Total Liabilities</b>	<b>71,628,399</b>	<b>5,649,687,175</b>	<b>2,847,058,018</b>
<b>OFF-BALANCE SHEET ITEMS</b>			
Contingent liabilities	-	-	-
Acceptances and endorsements	-	-	-
Letter of credit	-	-	-
Letter of guarantee	-	-	-
Bills for collection	-	-	-
Other contingent liabilities	-	-	-
Other commitments	-	-	-
Documentary credit and short term trade-related transactions	-	-	-
Forward assets purchased and forward deposits placed	-	-	-
Undrawn note issuance and revolving underwriting facilities	-	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-	-
<b>Total Off-Balance Sheet Items including Contingent liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>

### (Off-shore Banking Unit) Profit and Loss Account For the year ended 31 December 2016

Notes	2016		2015
	USD	Taka	Taka
<b>Operating Income</b>			
Interest income	9 2,232,799	176,181,263	121,628,751
Less: Interest paid on deposits and borrowings	10 1,418,765	111,949,046	87,464,125
<b>Net interest income</b>	<b>814,035</b>	<b>64,232,217</b>	<b>34,164,626</b>
Investment income	-	-	-
Commission / fees, exchange earnings and brokerage	11 -	-	-
Other operating income	12 -	-	771,750
<b>Total Operating Income (A)</b>	<b>814,035</b>	<b>64,232,217</b>	<b>34,936,376</b>
<b>Operating Expenses</b>			
Salary and allowances	13 48,969	3,863,934	2,652,503
Rent, taxes, insurance, electricity etc.	14 -	-	-
Postage, stamp, telecommunication etc.	15 404	31,916	16,469
Stationery, printing, advertisement etc.	16 768	60,587	37,485
Depreciation and repairs and maintenance of bank's assets	17 2,234	176,314	174,179
Other expenses	18 888	70,072	25,049
<b>Total operating expenses (B)</b>	<b>53,264</b>	<b>4,202,823</b>	<b>2,905,684</b>
<b>Profit/(Loss) before provision (A-B)</b>	<b>760,771</b>	<b>60,029,394</b>	<b>32,030,691</b>

### (Off-shore Banking Unit) Cash Flow Statement For the year ended 31 December 2016

A. Cash flow from operating activities	2016		2015
	USD	Taka	Taka
Interest receipts	2,232,799	176,181,263	121,628,751
Interest payments	(1,418,765)	(111,949,046)	(87,464,125)
Payment to employees	(48,969)	(3,863,934)	(2,652,503)
Payment to suppliers	(1,172)	(92,503)	(53,954)
Receipts from other operating activities	-	-	771,750
Payment to other operating expenses	(3,123)	(246,386)	(199,227)
<b>Operating profit before changes in operating assets and liabilities (i)</b>	<b>760,771</b>	<b>60,029,394</b>	<b>32,030,691</b>
<b>Increase / (decrease) in operating assets and liabilities</b>	<b>(35,518,955)</b>	<b>(2,802,658,656)</b>	<b>(733,774,694)</b>
Loans and advances to customers	(0.13)	(10)	5.00
Other assets	(23,838)	(1,880,922)	1,028,754
Deposits from customers	32,555,964	2,568,860,895	(143,423,216)
Other liabilities	(2,986,829)	(235,678,693)	(876,169,151)
<b>Cash received from operating assets and liabilities (ii)</b>	<b>(2,986,829)</b>	<b>(235,678,693)</b>	<b>(876,169,151)</b>
<b>Net cash flow from operating activities (A+i+ii)</b>	<b>(2,226,057)</b>	<b>(175,649,299)</b>	<b>(844,138,460)</b>
<b>B. Cash flow from investing activities</b>			
Purchase of property, plant & equipment	829	65,386	166,630
<b>Net cash used in investing activities (B)</b>	<b>829</b>	<b>65,386</b>	<b>166,630</b>
<b>C. Cash flow from financing activities</b>			
Borrowing from other bank	2,226,693	175,699,462	843,996,537
Translation reserve	(1,010)	(79,673)	(19,799)
<b>Net cash used in financing activities (C)</b>	<b>2,225,684</b>	<b>175,619,789</b>	<b>843,976,738</b>
<b>Net increase in cash (A+B+C)</b>	<b>455</b>	<b>35,877</b>	<b>4,908</b>
Opening Cash and cash equivalent as at 01 January	121	9,562	4,654
<b>Cash and cash equivalent as at 31 December</b>	<b>576</b>	<b>45,439</b>	<b>9,562</b>

### Notes to the Financial Statements For the year ended 31 December 2016

**1. Status of the units:**  
Off-shore Banking Unit (OBU) is a separate business unit of Jamuna Bank Limited, governed under the Rules and Guidelines of Bangladesh Bank. The Bank obtained the Offshore Banking Unit permission vide letter no. BRPD (P-3) 744 (107)/ 2009-4642 dated 22 December, 2009. The Bank commenced operation of this unit from 22 April, 2010 and its office is located at Land View Commercial Center, 28 Gulshan North C/A, Gulshan, Dhaka.

**1.1 Principal activities**  
The principal activities of the units are to provide all kinds of commercial banking services to its customers through its off-shore Banking Units in Bangladesh.

**2. Significant accounting policy**  
**2.1 Basis of accounting**  
The accounting records of the unit are maintains in USD forms and the financial statements are made up to 31 December each year, and are prepared under the historical cost convention and in accordance with first schedule of Bank Companies Act (BCA) 1991 as amended by Bangladesh Bank (Central Bank) BRPD Circular No.14 dated 25 June 2003, other Bangladesh Bank circulars, International Financial Reporting Standards adopted as Bangladesh Accounting Standards (BAS), the Companies Act 1994, the Listing Regulations of the Stock Exchanges, the Securities and Exchange Rule 1987 and other laws and rules applicable in Bangladesh on a going concern basis.

**2.2 Use of estimates and judgments**  
The preparation of financial statements requires management to make judgment, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, actual results may differ from these estimates.

**2.3 Foreign currency transaction**  
Foreign currency transaction are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per BAS-21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into Taka at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into Taka equivalent.

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

b) Depreciation is charged for the year at the following rates on straight line method on all fixed assets.

Category of fixed assets	Rate
Furniture and fixtures	10%
Office equipment	15%

**2.5 Allocation of common expenses**  
Establishment expenses in the nature of rent, rates, taxes, electricity and lighting and audit fee have not been separately accounted for in the Financial Statements.

Notes	31.12.2016		31.12.2015
	USD	Taka	Taka
<b>3. Loans and advances</b>			
<b>3.1 Loans, cash credits and overdrafts etc.</b>			
<i>In Bangladesh</i>			
Overdraft	-	-	-
Term loan	1,059,434	83,562,883	-
Loan against Accepted Bills	-	-	-
Payment against documents	-	-	-
	<b>1,059,434</b>	<b>83,562,883</b>	-
<i>Outside Bangladesh</i>			
	<b>1,059,434</b>	<b>83,562,883</b>	-
<b>3.2 Bills purchased and discounted</b>			
<i>Payable in Bangladesh</i>			
Inland bills purchased	761,322.00	60,049,273	-
<i>Payable outside Bangladesh</i>			
Foreign bills purchased and discounted	69,799,749	5,505,455,180	2,846,408,680
	<b>70,561,071</b>	<b>5,565,504,453</b>	<b>2,846,408,680</b>
	<b>71,620,505</b>	<b>5,649,067,336</b>	<b>2,846,408,680</b>
<b>3.3 Maturity grouping of bills purchased and discounted</b>			
Payable within 1 month	-	-	-
Over 1 month but less than 3 months	-	-	-
Over 3 months but less than 1 year	69,799,749	5,505,455,180	2,846,408,680
1 year or more	-	-	-
	<b>69,799,749</b>	<b>5,505,455,180</b>	<b>2,846,408,680</b>
<b>3.4 Geographical location - wise loans and advances</b>			
Dhaka Division	71,620,505	5,649,067,336	2,846,408,680
Chittagong Division	-	-	-
	<b>71,620,505</b>	<b>5,649,067,336</b>	<b>2,846,408,680</b>
<b>3.5 Sector - wise loans</b>			
<i>In Bangladesh</i>			
Government and autonomous bodies	-	-	-
Financial institutions (Public and Private)	-	-	-
Other public sector	-	-	-
Private sector	71,620,505	5,649,067,336	2,846,408,680
	<b>71,620,505</b>	<b>5,649,067,336</b>	<b>2,846,408,680</b>
<i>Outside Bangladesh</i>			
	<b>71,620,505</b>	<b>5,649,067,336</b>	<b>2,846,408,680</b>
<b>4 Fixed assets including furniture &amp; fixture and office equipment at WDV</b>			
Furniture & fixture	996	78,225	94,219
Office equipment	6,286	493,358	542,751
	<b>7,283</b>	<b>571,583</b>	<b>636,969</b>
<b>5. Other assets</b>			
Stamp in hand	36	2,817	2,807
Balance with main operation	-	-	-
	<b>36</b>	<b>2,817</b>	<b>2,807</b>
<b>6 Borrowing from other Banks/Financial Institutions</b>			
	<b>12,928,000</b>	<b>1,019,696,000</b>	<b>843,996,538</b>

	31.12.2016		31.12.2015
	USD	Taka	Taka
<b>7. Deposits and other accounts</b>			
Current deposits & other accounts	61,607	4,859,224	2,816,868
Fixed Deposits	81,563	6,433,263	10,356,541
	<b>143,169</b>	<b>11,292,486</b>	<b>13,173,409</b>
<b>7.1 Maturity grouping deposits</b>			
Repayable on demand;	61,607	4,859,224	2,816,868
Repayable within 1 month;	-	-	-
Over 1 month but within 6 months;	65,250	5,146,610	8,285,233
Over 6 months but within 1 year;	16,313	1,286,653	2,071,308
Over 1 year but within 5 years;	-	-	-
	<b>143,169</b>	<b>11,292,486</b>	<b>13,173,409</b>
<b>8. Other liabilities</b>			
Accrued interest	-	-	-
Adjusting account credit	60,097	4,740,171	29,193
Balance with main operation	57,736,027	4,553,929,123	1,957,748,515
Surplus of profit & loss account transferred to main operation	761,106	60,029,394	32,030,691
	<b>58,557,230</b>	<b>4,618,698,689</b>	<b>1,989,808,399</b>
<b>9. Interest income</b>			
Interest on advances	2,232,799	176,181,263	121,628,751
	<b>2,232,799</b>	<b>176,181,263</b>	<b>121,628,751</b>
<b>10. Interest paid on deposit and borrowings</b>			
Interest on deposits	660	52,078	51,737
Interest on borrowings	160,330	12,651,035	10,669,219
Interest on borrowings from main operation	1,257,774	99,245,933	76,743,168
	<b>1,418,765</b>	<b>111,949,046</b>	<b>87,464,125</b>
<b>11. Commission / fees, exchange earnings and brokerage</b>			
Commission & fees	-	-	-
Exchange gain and brokerage	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>
<b>12. Other operating income</b>			
Postage charges recovery	-	-	771,750
Documentation & processing charge	-	-	-
Miscellaneous	-	-	-
	<b>-</b>	<b>-</b>	<b>771,750</b>
<b>13. Salaries and allowances</b>			
Basic pay	21,503	1,696,690	1,291,888
Allowances	20,410	1,610,509	1,015,259
Salary casual staff	947	74,719	-
Bonus	4,149	327,383	216,165
Provident fund	1,960	154,634	129,191
	<b>48,969</b>	<b>3,863,934</b>	<b>2,652,503</b>
<b>14. Rent, taxes, insurance and electricity etc.</b>			
Rent, rates and taxes	-	-	-
Insurance	-	-	-
Electricity	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>
<b>15. Postage, stamp and telecommunication etc.</b>			
Postage	-	-	-
Tele communication	404	31,916	16,469
	<b>404</b>	<b>31,916</b>	<b>16,469</b>
<b>16. Stationery, printing and advertisement etc.</b>			
Stationery	583	45,990	26,094
Computer expenses	185	14,597	11,391
Advertisement	-	-	-
	<b>768</b>	<b>60,587</b>	<b>37,485</b>
<b>17. Depreciation and repairs and maintenance of bank's assets</b>			
Depreciation	-	-	-
Furniture & fixtures	203	15,993	15,888
Equipment & machinery	2,032	160,320	158,291
Repair, renovation & maintenance	-	-	-
	<b>2,234</b>	<b>176,314</b>	<b>174,179</b>
<b>18. Other expenses</b>			
Bank charge	-	-	-
Entertainment	280	22,104	10,648
Books, newspaper, magazine	32	2,523	-
Local conveyance	241	19,020	14,401
Miscellaneous expenses	-	-	-
Loss on currency translation	335	26,425	-
	<b>888</b>	<b>70,072</b>	<b>25,049</b>
<b>19. General</b>			
19.1 Assets and liabilities have been converted into Taka Currency @ US\$ 1 = Tk. 78.875 which represents the year end spot mid rate of exchange as at 31 December 2016 and the income and expenses have been converted into Taka Currency @ US\$ 1=Tk. 78.906 which represents the average rate for the year 2016.			