Eastern Bank PLC.

CONSOLIDATED & SEPARATE FINANCIAL STATEMENTS 2023 (AUDITED)

GOOD GOVERNANCE KEEPS US GOING

GrantThornton

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Independent auditor's report

to the shareholders of Eastern Bank PLC.

Report on the audit of the consolidated and separate financial statements

Opinion

We have audited the consolidated financial statements of Eastern Bank PLC. and its subsidiaries (the "Group") as well as the separate financial statements of Eastern Bank PLC. (the "Bank"), which comprise the consolidated and separate balance sheet as at 31 December 2023, and the consolidated and separate profit and loss account, consolidated and separate statement of changes in equity and consolidated and separate cash flow statement for the year then ended, and notes to the consolidated and separate financial statements, including a summary of material accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank (the "financial statements") give a true and fair view of the consolidated balance sheet of the Group and the separate balance sheet of the Bank as at 31 December 2023, and of its consolidated and separate profit and loss account, consolidated and separate statement of changes in equity and its consolidated and separate cash flow statement for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 and comply with the Bank Company Act, 1991 (as amended up to date), the Companies Act, 1994 (as amended up to date), the rules and regulations issued by the Bangladesh Bank, the rules and regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable laws and regulations.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated and separate financial statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), rules & regulations issued by Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye-laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements for the financial year 2023. These matters were addressed in the context of the audit of the financial statements, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter described below our description of how our audit addressed the matter is provided in that context.

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

1. Measurement of provision for loans and advances

Key Audit Matters	How the matter was addressed in our audit
With reference to Note 13.4 to the financial statements, the process for calculating the provision for loans and advances portfolio associated with credit risk is significant and complex. The bank calculates provision for loans and advances by considering various factors such as rate of provision, loan category, expiry date, outstanding balance, interest suspense amount, value of eligible collateral as per BRPD Master Circular No. 14 dated September 23, 2012, BRPD Circular No. 03 dated April 21, 2019, BRPD Circular No-16 dated 21 July 2020, BRPD Circular No- 01, 20 February, 2018, BRPD Circular No- 12, 20 August, 2017, BRPD Circular Letter No-52, 20 October, 2020 and its subsequent amendments. According to the circular, commercial bank must keep an extra provision for those borrowers who have availed payment by deferral (PBD) facilities. The calculation of the new provisioning rule have to be implemented based on the outstanding (deferral payment) loans as of 31 December 2023. The Bank has kept this special provision of BDT 383.31 million (2022: BDT 542.25 million) as per the circular. In Bangladesh, non-performing loans have been increasing day by day. The Bank need to maintain provision for additional nonperforming loans in line with guidelines of the central bank. The Bank identifies impaired loan accounts and calculates required provision manually. Considering these factors, we have considered measurement of provision for loans and advances as significant risk as well as a key audit matter. In FS Note 07, at year end of 2023 the Group reported total gross loans and advances of BDT 355,904.89 million (2022: BDT 311,084.73 million) and in 2023 the Bank reported total gross loans and advances of BDT 353,356.93 million (2022: BDT 308,915.60 million) whereas at the year end of 2023 the Group reported total provision for loans and advances of BDT 15,055.96 million (2022: BDT 13,372.76 million) and in 2023 the Bank reported total provision for loans and advances of BDT 14,717.04 million (2022: BDT 13,071.20 million).	We tested the design and operating effectiveness of key controls focusing on the following: Tested the credit appraisal, loan disbursement procedures, monitoring and provisioning process. Tested the controls related to provision for loans and advances. Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following: Tested the Group and the Bank's general and specific provisions; Assessed quarterly classification ledger of loans and advances (CL); Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; Assessed COVID-19 provision according to BRPD circular; Assessed the presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.

See the notes no. 13.4 to the Financial Statements

02. Recognition of interest income on loans and advances

Key Audit Matters	How the matter was addressed in our audit
Recognition of interest income has a significant and wide influence on financial statements. Recognition and measurement of interest income has involvement of complex IT environments. We identify recognition of interest income from loans and advances as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.	We tested the design and operating effectiveness of key controls over recognition and measurement of interest on loans and advances. We performed test of operating effectiveness on automated control in place to measure and recognise interest income. We have also performed substantive procedure to check whether interest income is recognised completely and accurately. We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.

See the notes no. 22 to the Financial Statements

03. Valuation of treasury bill and treasury bond

Key Audit Matters	How the matter was addressed in our audit
The classification and measurement of T-Bill and T-Bond require judgment and complex estimates. In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment.	We assessed the processes and controls put in place by the Group to identify and confirm the existence of financial instruments. We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the financial instrument valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments. We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data. Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.

See the notes no. 06 to the Financial Statements

04. IT systems and controls

Key Audit Matters	How the matter was addressed in our audit
Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volumes of transactions processed in numerous locations daily and are reliance on automated and manual with automated (IT Dependent) controls. We have focused on Date management, user access management, and developer access to the production environment and changes to the IT environment. Among others, these are key to ensuring the operating control and automated controls. We also concentrated on formal security administration policies and procedures to determine whether they are approved, comprehensive, up-to-date, and bank-wide communicated.	We tested the design and operating effectiveness of the Bank's IT access controls over the information system that are critical to financial reporting. We tested IT General Controls (Logical Access, Changes in management, and aspects of IT Operational Controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization. We performed the tests of IT General Controls to evaluate the Application Development and Database, Hosting Platforms, and segregation of incompatible duties relevant to application and database change management.

Other information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the consolidated and separate financial statements and internal controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 and comply with the Bank Company Act, 1991 (as amended up to date), the Companies Act, 1994 (as amended up to date), the Rules and Regulations issued by the Bangladesh Bank, the Rules and Regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable Laws and Regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 (as amended up to date) and the Bangladesh Bank guidelines require the management to ensure effective internal audit, internal control and risk management functions of the Bank. The management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

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

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

Auditor's responsibilities for the audit of the consolidated and separate financial statements

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

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

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

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

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

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

Report on other legal and regulatory requirements.

In accordance with the Companies Act, 1994 (as amended up to date), the Bank Company Act, 1991 (as amended up to date), and the rules and regulations issued by Bangladesh Bank, the Securities and Exchange Rules 2020, we also report that:

I. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

II. to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the financial statements and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
   (a) internal audit, internal control and risk management arrangements of the Group and the Bank as disclosed in the financial statements appeared to be materially adequate;
   (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and the Bank;

III. financial statements of Eastern Bank PLC.'s subsidiaries namely, EBL Securities Limited, EBL Investments Limited and EBL Asset Management Limited have been audited by MABS & J Partners, Chartered Accountants and EBL Finance (HK) Limited has been audited by Kingston C.P.A. Limited, Certified Public Accountants, Hong Kong and have been properly reflected in the consolidated financial statements;

IV. in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;

V. the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;

VI. the expenditures incurred and payments made were for the purpose of the Group's and Bank's business for the year;

VII. the financial statements have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank.

VIII. adequate provisions have been made for advance and other assets which are in our opinion, doubtful of recovery;

IX. the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;

X. the information and explanations required by us have been received and found satisfactory;

XI. we have reviewed over 80% of the risk weighted assets of the Bank and spent over 4200 man hours; and

XII. capital to risk-weighted assets ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

Howladar Yunus & Co.
Chartered Accountants
Firm Registration No: N/A

Farhana Sultana FCA
Partner
Enrolment No: 1619
Dated: Dhaka, 14 March 2024
DVC No: 2403141619AS439604

Eastern Bank PLC. and its subsidiaries
Consolidated Balance Sheet
as at 31 December 2023

Amount in BDT

Particulars	Notes	2023	2022
PROPERTY AND ASSETS			
Cash	3		
Cash in hand (including foreign currencies)	3.1	5,558,590,040	4,716,684,227
Balances with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	15,381,788,929	16,438,906,912
		20,940,378,969	**21,155,591,139**
Balances with other banks and financial institutions	4		
In Bangladesh	4.1	7,189,372,713	4,612,126,429
Outside Bangladesh	4.2	12,026,142,551	7,987,271,813
		19,215,515,264	**12,599,398,242**
Money at call and on short notice	5	3,100,000,000	6,440,000,000
Investments	6		
Government	6.1	70,339,401,798	64,603,877,534
Others	6.2	27,321,218,976	28,428,309,602
		97,660,620,773	**93,032,187,136**
Loans and advances	7		
Loans, cash credits, overdraft etc.	7.1	318,673,232,509	260,686,467,101
Bills purchased and discounted	7.2	37,231,661,887	50,398,266,460
		355,904,894,396	**311,084,733,561**
Fixed assets including land, building, furniture and fixtures	8	8,582,233,669	8,583,485,506
Other assets	9	8,354,488,660	6,973,051,006
Non banking assets	10	-	-
TOTAL ASSETS		**513,758,131,734**	**459,868,446,589**
LIABILITIES AND CAPITAL			
LIABILITIES			
Borrowing from banks, financial institutions and agents	11		
Non-convertible subordinated bond	11.1.a	7,020,000,000	5,950,000,000
Borrowing from other Banks, FIs, Agents etc.		68,646,791,626	72,647,428,423
		75,666,791,626	**78,597,428,423**
Deposits and other accounts	12		
Current deposits & other accounts, etc.	12.1	61,508,377,092	48,977,808,908
Bills payable	12.2	2,198,324,105	1,073,551,209
Savings bank deposits	12.3	80,525,188,456	75,127,325,490
Fixed deposits	12.4	169,066,601,996	130,692,541,410
Special notice deposits (SND)		51,466,835,725	60,455,307,927
Bearer certificates of deposits		-	-
		364,765,327,373	**316,326,534,944**
Other liabilities	13	32,800,088,291	29,182,855,215
TOTAL LIABILITIES		**473,232,207,291**	**424,106,818,582**
SHAREHOLDERS' EQUITY			
Paid-up capital	14	12,072,347,150	10,730,975,250
Statutory reserve	15	12,072,347,150	10,730,975,250
Dividend equalisation reserve	16	356,040,000	356,040,000
Assets revaluation reserve (Land and other assets)	17	2,602,828,136	2,735,843,783
General reserve		619,656,770	603,493,370
Actuarial remeasurement gain/(loss)	18	(226,424,063)	(367,924,063)
Foreign currency translation gain/(loss)	19	(111,035,008)	(75,276,321)
Surplus in profit and loss account	20	13,140,164,307	11,047,500,739
TOTAL SHAREHOLDERS' EQUITY		**40,525,924,443**	**35,761,628,008**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**513,758,131,734**	**459,868,446,589**
OFF BALANCE SHEET ITEMS			
Contingent liabilities	21		
Acceptances and endorsements	21.1	65,894,652,512	61,495,322,122
Letters of guarantee	21.2	60,601,051,774	44,488,068,707
Irrevocable letters of credit	21.3	53,626,364,704	41,911,963,642
Bills for collection	21.4	17,713,324,276	15,298,846,071
Others		-	-
		197,835,393,266	**163,194,200,541**
Other commitments			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed	21.5	-	501,704,953
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		1,400,000,000	1,400,000,000
		1,400,000,000	**1,901,704,953**
TOTAL OFF-BALANCE SHEET ITEMS		**199,235,393,266**	**165,095,905,495**
Net asset value (NAV) per share (restated 2022)		**33.57**	**29.62**

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

Ali Reza Iftekhar Managing Director	**Ruslan Nasir** Director	**Dr. Toufic Ahmad Choudhury** Independent Director	**Gazi Md. Shakhawat Hossain** Director

Dhaka,
10 March 2024

Signed as per our annexed report of same date
Howladar Yunus & Co.
Chartered Accountants

Farhana Sultana FCA
Partner
Enrollment No: 1619
Dated: 14 March 2024
DVC No: 2403141619AS439604

Eastern Bank PLC. and its subsidiaries
Consolidated Profit and Loss Account
for the year ended 31 December 2023

Amount in BDT

Particulars	Notes	2023	2022
Interest income	22	26,870,122,559	19,886,875,220
Interest paid on deposits and borrowings	23	(18,687,432,166)	(13,027,089,532)
Net interest income		**8,182,690,393**	**6,859,785,688**
Income from investments	24	7,691,870,577	6,726,276,119
Fees, commission and brokerage	25	4,781,131,754	4,572,566,473
Other operating income	26	307,017,940	294,007,985
		12,780,020,271	**11,592,850,578**
Total operating income		**20,962,710,664**	**18,452,636,265**
Salary & allowances (excluding those of MD)	27	5,532,120,181	5,019,551,691
Rent, taxes, insurance, utilities etc.	28	537,138,583	495,525,433
Legal & professional expenses	29	129,454,791	131,015,275
Postage, stamp, telecommunication etc.	30	219,760,086	174,916,178
Stationery, printing, advertisement, business promotion etc.	31	560,331,200	294,981,202
Managing Director's salary and allowances (Bank only)	32	31,987,131	30,470,876
Directors' fees & expenses	33	3,958,796	4,097,310
Audit fees	34	3,733,383	2,549,341
Depreciation and repair of bank's assets	35	1,433,449,593	1,231,346,824
Other operating expenses	36	910,634,709	620,037,663
Total operating expenses		**9,362,568,453**	**8,004,491,794**
Profit before provisions		**11,600,142,211**	**10,448,144,471**
Provision for loans and off-balance sheet exposures:	13.4.1		
Specific provision (net off w/o recovery)		491,425,604	1,281,382,932
General provision for loans & advances		1,104,284,433	344,986,171
Special general provision for COVID-19		(161,095,270)	(225,086,025)
General provision for off balance sheet exposures		52,029,675	119,471,033
		1,486,644,442	**1,520,754,111**
Other provision	37	220,917,235	678,719,960
Total provisions		**1,707,561,676**	**2,199,474,071**
Profit before tax for the year		**9,892,580,535**	**8,248,670,400**
Current tax expense for the year	13.3.1	4,429,602,555	3,178,751,532
Deferred tax income (net)	38	(659,441,572)	(50,667,814)
Total provision for taxation		**3,770,160,983**	**3,128,083,720**
Profit after tax for the year		**6,122,419,552**	**5,120,586,681**
Appropriation			
Statutory reserve	15	(1,341,371,900)	(1,192,330,580)
General reserve		-	-
		(1,341,371,900)	**(1,192,330,580)**
Retained earnings carried forward		**4,781,047,652**	**3,928,256,101**
Earnings per share (EPS) (restated 2022)	39	**5.07**	**4.24**

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

Ali Reza Iftekhar Managing Director	**Ruslan Nasir** Director	**Dr. Toufic Ahmad Choudhury** Independent Director	**Gazi Md. Shakhawat Hossain** Director

Dhaka,
10 March 2024

Signed as per our annexed report of same date
Howladar Yunus & Co.
Chartered Accountants

Farhana Sultana FCA
Partner
Enrollment No: 1619
Dated: 14 March 2024
DVC No: 2403141619AS439604

Eastern Bank PLC. and its subsidiaries
Consolidated Cash Flow Statement
for the year ended 31 December 2023

Amount in BDT

Particulars	Notes	2023	2022
A) Cash flows from operating activities			
Interest receipts in cash		25,891,721,540	19,485,742,859
Interest payments		(17,649,477,761)	(11,835,913,070)
Dividend receipts		1,154,129,070	969,553,677
Fees and commission receipts in cash		4,910,279,959	4,759,309,449
Income from investment (other than dividend received)		6,461,167,778	5,631,674,101
Recoveries on loans previously written off	13.4.1	473,190,325	793,358,712
Cash payment to employees (including directors)		(5,491,453,283)	(5,055,640,148)
Cash payment to suppliers		(1,944,214,110)	(1,477,521,521)
Income taxes paid	13.3.2	(3,709,273,984)	(4,263,006,688)
Receipts from other operating activities		307,017,940	294,007,985
Payments for other operating activities		(910,634,709)	(620,037,663)
Cash from operating profit before changes in operating assets and liabilities		**9,492,452,765**	**8,681,527,692**
Increase/(decrease) in Operating Assets & Liabilities			
Net sale/(purchase) of trading securities		493,722,360	(17,116,130,028)
Loans and advances to customers (other than banks)		(43,837,903,663)	(39,097,078,802)
Other assets	40	(1,437,868,284)	(130,421,630)
Deposits/borrowings from other banks		(3,380,899,934)	13,069,765,902
Deposits from customers (other than banks)		46,834,815,525	47,742,342,699
Liability for tax		(60,886,999)	1,134,922,969
Liabilities for provision		(2,180,752,002)	(2,992,832,783)
Other liabilities	41	3,624,672,506	1,142,290,887
Cash generated from changes in operating assets and liabilities		**54,899,510**	**3,752,859,214**
Net cash received from/(used in) operating activities		**9,547,352,275**	**12,434,386,906**
B) Cash flows from investing activities			
Net sale/(purchase) of non-trading securities		(5,150,101,588)	(6,783,101,752)
Net sale/(purchase) of property, plant and equipment		(1,028,245,173)	(1,765,738,145)
Net cash (used in) investing activities		**(6,178,346,761)**	**(8,548,839,897)**
C) Cash flows from financing activities			
Net issuance/(redemption) of subordinated bond		1,070,000,000	450,000,000
Dividend paid (cash dividend)		(1,341,371,900)	(1,192,330,580)
Net cash received from/(used in) financing activities		**(271,371,900)**	**(742,330,580)**
D) Net increase/(decrease) in cash (A+B+C)		**3,097,633,614**	**3,143,216,428**
E) Effects of exchange rate changes on cash and cash equivalents		(35,758,663)	(77,628,769)
F) Opening cash and cash-equivalents		40,197,681,282	37,132,093,624
G) Closing cash and cash-equivalents (D+E+F)*		**43,259,556,233**	**40,197,681,282**

Amount in BDT

Particulars	Notes	2023	2022
***Closing cash and cash-equivalents consist of:**			
Cash in hand (including foreign currencies)	3.1	5,558,590,040	4,716,684,227
Balances with Bangladesh Bank and its agent bank (s)	3.2	15,381,788,929	16,438,906,912
Balances with other Banks and Financial Institutions	4	19,215,515,264	12,599,398,242
Money at call and short notice	5	3,100,000,000	6,440,000,000
Prize bonds	6.1	3,662,000	2,691,900
		43,259,556,233	**40,197,681,282**

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

Ali Reza Iftekhar Managing Director	**Ruslan Nasir** Director	**Dr. Toufic Ahmad Choudhury** Independent Director	**Gazi Md. Shakhawat Hossain** Director

Dhaka,
10 March 2024

Eastern Bank PLC. and its subsidiaries
Consolidated Statement of Changes in Equity
for the year ended 31 December 2023

Amount in BDT

Particulars	Paid up capital	Statutory reserve	Dividend equalisation reserve	Assets revaluation reserve (land and other assets)	General reserve	Actuarial remeasurement gain/(loss)	Foreign currency translation gain/(loss)	Surplus in profit and loss account	Total
Balance as on 1 January 2023	10,730,975,250	10,730,975,250	356,040,000	2,735,843,782	603,493,370	(367,924,063)	(75,276,321)	11,047,500,739	35,761,628,007
Bonus share issued for 2022	1,341,371,900	-	-	-	-	-	-	(1,341,371,900)	-
Cash dividend paid for 2022	-	-	-	-	-	-	-	(1,341,371,900)	(1,341,371,900)
Profit after tax for the year	-	-	-	-	-	-	-	6,122,419,552	6,122,419,552
Transfer to statutory reserve	-	1,341,371,900	-	-	-	-	-	(1,341,371,900)	-
Transfer to general reserve	-	-	-	-	16,163,400	-	-	(16,163,400)	-
Reserve for revaluation of treasury securities (HFT)	-	-	-	(103,541,272)	-	-	-	-	(103,541,272)
Reserve for amortisation of treasury securities (HTM)	-	-	-	74,625,603	-	-	-	-	74,625,603
Adjustment of remeasurement gain/(loss) on defined benefit plans	-	-	-	-	-	141,500,001	-	-	141,500,001
Adjustment on revaluation reserve of land due to sale of land	-	-	-	(104,099,976)	-	-	-	10,523,116	(93,576,859)
Foreign currency translation gain/(loss)	-	-	-	-	-	-	(35,758,687)	-	(35,758,687)
Balance as at 31 December 2023	**12,072,347,150**	**12,072,347,150**	**356,040,000**	**2,602,828,137**	**619,656,770**	**(226,424,063)**	**(111,035,008)**	**13,140,164,307**	**40,525,924,443**
Balance as at 31 December 2022	**10,730,975,250**	**10,730,975,250**	**356,040,000**	**2,735,843,783**	**603,493,370**	**(367,924,063)**	**(75,276,321)**	**11,047,500,739**	**35,761,628,008**

Ali Reza Iftekhar Managing Director	**Ruslan Nasir** Director	**Dr. Toufic Ahmad Choudhury** Independent Director	**Gazi Md. Shakhawat Hossain** Director

Dhaka,
10 March 2024

Eastern Bank PLC. and its subsidiaries
Consolidated Liquidity Statement
(Asset and Liability Maturity Analysis)
as at 31 December 2023

Amount in BDT

Particulars	Not more than 1 month term	1-3 months term	3-12 months term	1-5 years term	Above 5 years term	Total
Assets						
Cash in hand (including balance with Bangladesh Bank and its agent Bank)	20,940,378,969	-	-	-	-	20,940,378,969
Balances with other banks and financial institutions	17,205,515,264	1,310,000,000	700,000,000	-	-	19,215,515,264
Money at call and on short notice	3,100,000,000	-	-	-	-	3,100,000,000
Investments	851,601,189	4,085,041,792	27,577,626,602	25,561,904,017	39,584,447,174	97,660,620,773
Loans and advances	42,794,835,188	54,953,052,185	144,043,452,340	84,324,445,258	29,789,109,425	355,904,894,396
Fixed assets including land, building, furniture and fixtures	55,230,938	113,552,142	497,078,446	2,407,508,106	5,508,864,037	8,582,233,669
Other assets	45,565,654	1,090,734	3,166,176,693	2,659,692,864	2,481,962,714	8,354,488,660
Non-banking assets	-	-	-	-	-	-
Total assets	**84,993,127,203**	**60,462,736,853**	**175,984,334,082**	**114,953,550,245**	**77,364,383,350**	**513,758,131,734**
Liabilities						
Borrowing from other banks, financial institutions and agents	9,999,828,374	21,944,961,648	35,126,529,854	8,540,794,235	54,677,515	75,666,791,626
Deposits and other accounts	43,655,719,899	67,341,029,363	84,453,728,466	168,046,120,668	1,268,728,979	364,765,327,373
Provisions & other liabilities	115,432,431	4,541,910,464	2,807,107,174	18,412,380,305	6,923,257,917	32,800,088,291
Total liabilities	**53,770,980,704**	**93,827,901,475**	**122,387,365,493**	**194,999,295,208**	**8,246,664,411**	**473,232,207,290**
Net liquidity gap	**31,222,146,499**	**(33,365,164,622)**	**53,596,968,588**	**(80,045,744,963)**	**69,117,718,939**	**40,525,924,443**
Cumulative net liquidity gap	**31,222,146,499**	**(2,143,018,124)**	**51,453,950,465**	**(28,591,794,498)**	**40,525,924,443**	**-**

Eastern Bank PLC.
Balance Sheet
as at 31 December 2023

Amount in BDT

Particulars	Notes	2023	2022
PROPERTY AND ASSETS			
Cash	3		
Cash in hand (including foreign currencies)	3.1	5,558,469,189	4,716,619,787
Balances with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	15,381,788,929	16,438,906,912
		20,940,258,118	**21,155,526,699**
Balances with other banks and financial institutions	4		
In Bangladesh	4.1	6,658,363,659	4,471,348,086
Outside Bangladesh	4.2	11,394,935,677	7,382,719,034
		18,053,299,336	**11,854,067,120**
Money at call and on short notice	5	3,100,000,000	6,440,000,000
Investments	6		
Government	6.1	70,339,401,798	64,603,877,534
Others	6.2	23,683,427,773	25,802,844,879
		94,022,829,570	**90,406,722,413**
Loans and advances	7		
Loans, cash credits, overdraft etc.	7.1	319,911,853,079	263,817,658,813
Bills purchased and discounted	7.2	33,445,079,214	45,097,944,098
		353,356,932,292	**308,915,602,911**
Fixed assets including land, building, furniture and fixtures	8	8,517,304,302	8,500,798,743
Other assets	9	10,563,437,836	8,716,424,628
Non banking assets	10	-	-
TOTAL ASSETS		**508,554,061,455**	**455,989,142,514**
LIABILITIES AND CAPITAL			
LIABILITIES			
Borrowing from banks, financial institutions and agents	11		
Non-convertible subordinated bond	11.1.a	7,020,000,000	5,950,000,000
Borrowing from other Banks, FIs, Agents etc.		64,647,842,383	70,046,357,312
		71,667,842,383	**75,996,357,312**
Deposits and other accounts	12		
Current deposits & other accounts etc.	12.1	62,260,915,018	49,608,497,830
Bills payable	12.2	2,198,324,105	1,073,551,209
Savings bank deposits	12.3	80,525,188,456	75,127,325,490
Fixed deposits	12.4	169,066,601,996	130,692,541,410
Special notice deposit (SND)		52,052,696,112	60,595,389,174
Bearer certificates of deposits		-	-
		366,103,725,686	**317,097,305,113**
Other liabilities	13	31,015,047,378	27,850,035,594
TOTAL LIABILITIES		**468,786,615,447**	**420,943,698,018**
SHAREHOLDERS' EQUITY			
Paid-up capital	14	12,072,347,150	10,730,975,250
Statutory reserve	15	12,072,347,150	10,730,975,250
Dividend equalisation reserve	16	356,040,000	356,040,000
Assets revaluation reserve (Land & others)	17	2,517,409,769	2,650,425,416
General reserve		603,493,370	603,493,370
Actuarial remeasurement gain/(loss)	18	(226,424,063)	(367,924,063)
Foreign currency translation gain/(loss)	19	(229,117,864)	(164,282,960)
Surplus in profit and loss account	20	12,601,350,495	10,505,742,233
TOTAL SHAREHOLDERS' EQUITY		**39,767,446,008**	**35,045,444,496**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**508,554,061,455**	**455,989,142,514**

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Eastern Bank PLC.

CONSOLIDATED & SEPARATE FINANCIAL STATEMENTS 2023 (AUDITED)

GOOD GOVERNANCE KEEPS US GOING

Amount in BDT

Particulars	Notes	2023	2022
Contingent liabilities	21		
Acceptances and endorsements	21.1	65,894,652,512	61,495,322,122
Letters of guarantee	21.2	60,601,051,774	44,488,068,707
Irrevocable letters of credit	21.3	53,626,364,704	41,911,963,642
Bills for collection	21.4	17,713,324,276	15,298,846,071
Others		-	-
		197,835,393,266	**163,194,200,541**
Other commitments			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed	21.5	-	501,704,953
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		1,400,000,000	1,400,000,000
		1,400,000,000	**1,901,704,953**
TOTAL OFF-BALANCE SHEET ITEMS		**199,235,393,266**	**165,095,905,495**
Net asset value (NAV) per share (restated 2022)		**32.94**	**29.03**

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

Ali Reza Iftekhar
Managing Director

Ruslan Nasir
Director

Dr. Toufic Ahmad Choudhury
Independent Director

Gazi Md. Shakhawat Hossain
Director

Dhaka,
10 March 2024

Signed as per our annexed report of same date
Howladar Yunus & Co.
Chartered Accountants

Farhana Sultana FCA
Partner
Enrollment No: 1619
Dated: 14 March 2024
DVC No: 2403141619AS439604

Eastern Bank PLC.
Profit and Loss Account
for the year ended 31 December 2023

Amount in BDT

Particulars	Notes	2023	2022
Interest income	22	26,541,023,589	19,568,667,364
Interest paid on deposits and borrowings	23	(18,393,069,649)	(12,869,384,368)
Net interest income		**8,147,953,940**	**6,699,282,996**
Income from investments	24	7,681,670,127	6,705,461,835
Fees, commission and brokerage	25	4,398,907,312	4,092,875,070
Other operating income	26	299,297,933	291,798,090
		12,379,875,372	**11,090,134,995**
Total operating income		**20,527,829,312**	**17,789,417,991**
Salary & allowances (excluding those of MD)	27	5,338,867,697	4,844,110,054
Rent, taxes, insurance, utilities etc.	28	522,355,361	483,904,897
Legal & professional expenses	29	128,013,458	129,780,179
Postage, stamp, telecommunication etc.	30	213,685,248	167,235,129
Stationery, printing, advertisement, business promotion etc.	31	553,841,898	290,154,386
Managing Director's salary and allowances	32	31,987,131	30,470,876
Directors' fees & expenses	33	3,458,296	3,594,810
Audit fees	34	1,653,900	1,308,178
Repairs, maintenance and depreciation	35	1,391,065,367	1,190,279,987
Other operating expenses	36	892,369,393	603,007,062
Total operating expenses		**9,077,297,748**	**7,743,845,559**
Profit before provisions		**11,450,531,564**	**10,045,572,432**
Provision for loans and off-balance sheet exposures	13.4.1		
Specific provision (net off w/off recovery)		491,425,604	1,278,437,655
General provision for loans		1,066,920,650	344,986,171
Special general provision for COVID-19		(161,095,270)	(225,086,025)
General provision for off-balance sheet expsoures		52,029,675	119,471,033
		1,449,280,659	**1,517,808,834**
Other provision	37	212,322,556	432,378,729
Total provisions		**1,661,603,215**	**1,950,187,563**
Profit before tax for the year		**9,788,928,348**	**8,095,384,868**
Current tax expense for the year	13.3.1	4,337,020,911	3,033,354,808
Deferred tax income (net)	38	(657,293,006)	(45,427,604)
Total provision for taxation		**3,679,727,905**	**2,987,927,205**
Profit after tax for the year		**6,109,200,443**	**5,107,457,663**
Appropriation			
Statutory reserve	15	(1,341,371,900)	(1,192,330,580)
General reserve		-	-
		(1,341,371,900)	**(1,192,330,580)**
Retained earnings carried forward		**4,767,828,543**	**3,915,127,083**
Earnings per share (EPS) (restated 2022)	39	**5.06**	**4.23**

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

Ali Reza Iftekhar
Managing Director

Ruslan Nasir
Director

Dr. Toufic Ahmad Choudhury
Independent Director

Gazi Md. Shakhawat Hossain
Director

Dhaka,
10 March 2024

Signed as per our annexed report of same date
Howladar Yunus & Co.
Chartered Accountants

Farhana Sultana FCA
Partner
Enrollment No: 1619
Dated: 14 March 2024
DVC No: 2403141619AS439604

Eastern Bank PLC.
Cash Flow Statement
for the year ended 31 December 2023

Amount in BDT

Particulars	Notes	2023	2022
A) Cash flows from operating activities			
Interest receipts in cash		25,535,468,908	19,167,196,081
Interest payments		(17,355,115,244)	(11,678,207,906)
Dividend receipts		1,321,632,813	1,344,930,389
Fees and commission receipts in cash		4,537,335,517	4,285,733,206
Income from investment (other than dividend)		6,283,463,586	5,235,483,105
Recovery on loans previously written off	13.4.1	473,190,325	793,358,712
Cash payment to employees (including directors)		(5,296,600,515)	(4,876,806,457)
Cash payment to suppliers		(1,885,231,510)	(1,445,831,841)
Income taxes paid	13.3.2	(3,621,730,273)	(4,171,023,059)
Receipts from other operating activities		299,297,933	291,798,090
Payments for other operating activities		(892,369,393)	(603,007,062)
Cash from operating profit before changes in operating assets and liabilities		**9,399,342,147**	**8,343,623,257**
Increase/(decrease) in Operating Assets & Liabilities			
Net sale/(purchase) of trading securities		1,506,048,839	(16,745,665,931)
Loans and advances to customers (other than banks)		(43,431,918,547)	(39,135,298,676)
Other assets	40	(1,382,723,839)	(45,185,793)
Deposits/borrowings from other banks		(4,778,778,066)	12,578,551,616
Deposits from customers (other than banks)		47,402,443,669	47,941,862,714
Liability for tax		(57,997,633)	1,183,095,854
Liabilities for provision		(2,134,793,540)	(2,743,546,275)
Other liabilities	41	3,173,430,913	1,019,416,076
Cash generated from changes in operating assets and liabilities		**295,711,798**	**4,053,229,586**
Net Cash received from operating activities		**9,695,053,945**	**12,396,852,843**
B) Cash flows from investing activities			
Net sale/(purchase) of non-trading securities		(5,150,101,588)	(6,775,962,092)
Net sale/(purchase) of property, plant and equipment		(1,033,812,248)	(1,684,131,746)
Investment in Subsidiary-EBL Securities Limited		(250,000,000)	-
Investment in Subsidiary-EBL Investments Limited		(280,000,000)	(100,000,000)
Net cash (used in) investing activities		**(6,713,913,836)**	**(8,560,093,838)**
C) Cash flows from financing activities			
Net issuance/(redemption) of subordinated bond		1,070,000,000	450,000,000
Dividend paid (cash dividend)		(1,341,371,900)	(1,192,330,580)
Net cash (used in)/received from financing activities		**(271,371,900)**	**(742,330,580)**
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)		**2,709,768,209**	**3,094,428,424**
E) Effects of exchange rate changes on cash and cash equivalents		(64,834,475)	(158,333,511)
F) Opening cash and cash-equivalents		39,452,285,719	36,516,190,806
G) Closing cash and cash-equivalents (D+E+F)*		**42,097,219,454**	**39,452,285,719**
***Cash and cash-equivalents consists of:**			
Cash in hand (including foreign currencies)	3.1	5,558,469,189	4,716,619,787
Balances with Bangladesh Bank and its agent bank (s)	3.2	15,381,788,929	16,438,906,912
Balances with other Banks and Financial Institutions	4	18,053,299,336	11,854,067,120
Money at call and short notice	5	3,100,000,000	6,440,000,000
Prize bonds	6.1	3,662,000	2,691,900
		42,097,219,454	**39,452,285,719**

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

Ali Reza Iftekhar
Managing Director

Ruslan Nasir
Director

Dr. Toufic Ahmad Choudhury
Independent Director

Gazi Md. Shakhawat Hossain
Director

Dhaka,
10 March 2024

Eastern Bank PLC.
Statement of Changes in Equity
for the year ended 31 December 2023

Amount in BDT

Particulars	Paid-up capital	Statutory reserve	Dividend equalisation reserve	Assets revaluation reserve (land and other assets)	General reserve	Actuarial remeasurement gain/(loss)	Foreign currency translation gain/(loss)	Retained earnings	Total
Balance as at 1 January 2023	10,730,975,250	10,730,975,250	356,040,000	2,650,425,416	603,493,370	(367,924,063)	(164,282,960)	10,505,742,232	35,045,444,496
Bonus share issued for 2022	1,341,371,900	-	-	-	-	-	-	(1,341,371,900)	-
Cash dividend paid for 2022	-	-	-	-	-	-	-	(1,341,371,900)	(1,341,371,900)
Profit after tax for the year	-	-	-	-	-	-	-	6,109,200,444	6,109,200,444
Transfer to statutory reserve	-	1,341,371,900	-	-	-	-	-	(1,341,371,900)	-
Reserve for revaluation of treasury securities (HFT)	-	-	-	(103,541,272)	-	-	-	-	(103,541,272)
Reserve for amortisation of treasury securities (HTM)	-	-	-	74,625,603	-	-	-	-	74,625,603
Adjustment of remeasurement gain / (loss) on defined benefit plans	-	-	-	-	-	141,500,001	-	-	141,500,001
Adjustment on revaluation reserve of land due to sale of land	-	-	-	(104,099,977)	-	-	-	10,523,518	(93,576,459)
Foreign currency translation gain/(loss)	-	-	-	-	-	-	(64,834,904)	-	(64,834,904)
Balance as at 31 December 2023	**12,072,347,150**	**12,072,347,150**	**356,040,000**	**2,517,409,770**	**603,493,370**	**(226,424,063)**	**(229,117,864)**	**12,601,350,495**	**39,767,446,008**
Balance as at 31 December 2022	**10,730,975,250**	**10,730,975,250**	**356,040,000**	**2,650,425,416**	**603,493,370**	**(367,924,063)**	**(164,282,960)**	**10,505,742,232**	**35,045,444,496**

Ali Reza Iftekhar
Managing Director

Ruslan Nasir
Director

Dr. Toufic Ahmad Choudhury
Independent Director

Gazi Md. Shakhawat Hossain
Director

Dhaka,
10 March 2024

Liquidity Statement (Asset and Liability Maturity Analysis)
as at 31 December 2023

Amount in BDT

Particulars	Not more than 1 month term	1-3 months term	3-12 months term	1-5 years term	Above 5 years term	Total
Assets						
Cash in hand (including balance with Bangladesh Bank and its agent Bank)	8,881,885,916	-	-	-	12,058,372,202	20,940,258,118
Balances with other banks and financial institutions	16,043,299,336	1,310,000,000	700,000,000	-	-	18,053,299,336
Money at call and on short notice	3,100,000,000	-	-	-	-	3,100,000,000
Investments	851,601,189	4,085,041,792	23,939,835,399	25,561,904,017	39,584,447,174	94,022,829,570
Loans and advances	42,701,324,979	54,823,615,711	141,718,436,921	84,324,445,258	29,789,109,425	353,356,932,292
Fixed assets including land, building, furniture and fixtures	54,827,601	112,724,058	493,448,408	2,389,778,379	5,466,525,857	8,517,304,302
Other assets	51,020,447	1,264,249	4,005,253,711	3,359,637,041	3,146,262,389	10,563,437,836
Non-banking assets	-	-	-	-	-	-
Total assets	**71,683,959,467**	**60,332,645,809**	**170,856,974,438**	**115,635,764,694**	**90,044,717,046**	**508,554,061,455**
Liabilities						
Borrowing from other banks, financial institutions and agents	8,400,248,677	19,545,592,102	35,126,529,854	8,540,794,235	54,677,515	71,667,842,383
Deposits and other accounts	44,191,079,220	68,144,068,354	84,453,728,466	168,046,120,668	1,268,728,979	366,103,725,686
Provisions & other liabilities	100,950,521	4,358,404,505	2,685,569,046	17,273,268,970	6,596,854,335	31,015,047,378
Total liabilities	**52,692,278,418**	**92,048,064,961**	**122,265,827,365**	**193,860,183,873**	**7,920,260,830**	**468,786,615,447**
Net liquidity gap	**18,991,681,049**	**(31,715,419,152)**	**48,591,147,073**	**(78,224,419,179)**	**82,124,456,217**	**39,767,446,008**
Cumulative net liquidity gap	**18,991,681,049**	**(12,723,738,103)**	**35,867,408,970**	**(42,357,010,209)**	**39,767,446,008**	**-**

Eastern Bank PLC. and its subsidiaries
Notes to the financial statements
as at and for the year ended 31 December 2023

1 The Bank and its activities

1.1 Eastern Bank PLC. was incorporated in Bangladesh as a public limited company to carry out all kinds of banking business in and outside Bangladesh. The Bank took over the business, assets, liabilities and losses of erstwhile Bank of Credit & Commerce International (Overseas) Limited (hereinafter referred to as BCCI) as they stood after reduction or adjustments in accordance with the provisions of the BCCI (Reconstruction) Scheme, 1992. The Bank commenced operations from 16 August 1992 and at present it has 85 branches, 33 sub-branches and 102 agent banking outlets across Bangladesh. The shares of the Bank is listed with both Dhaka Stock Exchange (DSE) PLC. and Chittagong Stock Exchange (CSE) PLC. The registered office of the Bank is located at 100 Gulshan Avenue, Dhaka - 1212, Bangladesh.

The principal activities of the Bank are to provide a comprehensive range of financial products (loans and deposits) and services, personal and commercial banking, trade services, cash management, treasury, securities and custodial services.

1.2 Offshore Banking Operation (OBO)
EBL has an Offshore Banking Unit ('OBU' or 'the Unit') operated as a separate desk under control and supervision of the Offshore Banking Division/Operation (OBO). The unit and all its activities are governed as permitted by Bangladesh Bank vide letter no. BRPD(P)744(89)/2004-303 dated 25 January 2004 and subsequent approvals for continuation. The activities of the unit is to provide both funded and non-funded facilities and to accept savings/current/term deposits in freely convertible foreign currencies to and from non-resident person/institutions, fully foreign owned enterprises (Type 'A') in EPZs, PEPZs, EZs and Hi-Tech Parks, etc. Besides, OBU offers short term loan facility to the Type 'B' industrial enterprises in EPZs, PEPZs, EZs and Hi-Tech Parks. In addition, OBU discounts/purchases accepted usance/deferred bills against import from abroad (Bills Finance), and discounts/purchases accepted usance/deferred export bills against direct and deemed exports of products produced in Bangladesh, of persons resident in Bangladesh.

The unit commenced its operations on 19 May 2004 and its office is located at 100 Gulshan Avenue, Dhaka-1212.

Representative office and agent banking operation of the Bank

Representative Office:
The bank has two Representative Offices (ROs) abroad, one in Myanmar named 'EBL Yangon Representative Office (YRO)' and another one in China named 'EBL Guangzhou Representative Office (GRO)', which were established in 2014 and 2019 respectively with a view to extend its trade businesses by providing banking and business information to the business people of those countries. Registered office of YRO is at No. 207,(1st Floor), Baho Road, Sanchaung Township, Yangon, Myanmar, Postal Code: 11111; and GRO is at Unit G, 22 Floor, Jianhe Centre, No.111 Tiyuxi Road, Tianhe District, Guangzhou, Guangdong Province, China. EBL has discontinued the operation of EBL YRO and necessary initiative has already been taken to close the same.

Agent Banking Outlet:

The bank has started agent banking operation in 2018 with a view to reach unbanked population particularly in the geographically dispersed area and offer banking services to potential customers who are currently out of traditional banking periphery. EBL has now 102 outlets across the country offering all types of deposit accounts and other banking transactions including bill payments, inward foreign remittance payment, fund transfer etc.

1.3 Subsidiaries of the Bank
The Bank has four fully owned subsidiaries as on the reporting date. These are EBL Securities Limited, EBL Investments Limited, EBL Finance (HK) Limited and EBL Asset Management Limited. All subsidiaries of the Bank were incorporated in Bangladesh except EBL Finance (HK) Limited which was incorporated in Hong Kong.

EBL Securities Limited
EBL Securities Limited (EBLSL), a securities brokerage firm acquired in two phases, is a public limited company having TRECs (Trading Right Entitlement Certificate) and ordinary shares of both the bourses i.e., Dhaka Stock Exchange (DSE) PLC. and Chittagong Stock Exchange (CSE) PLC. The principal activities of this subsidiary are buying, selling and settling of securities on behalf of investors and its own portfolio. Registered office of EBLSL is located at Jiban Bima Bhaban, 10 Dilkusha CA, Dhaka - 1000, Bangladesh.

EBL Investments Limited
EBL Investments Limited (EBLIL) was incorporated on 30 December 2009. EBLIL obtained license from Bangladesh Securities & Exchange Commission (BSEC) in January 2013 and started full-fledged operations of merchant banking, portfolio management, underwriting services from June 2013. Registered office of EBLIL is located at Bangladesh Shipping Corporation (BSC) Tower 2-3, Rajuk Avenue (4th Floor), Motijhel C/A, Dhaka-1000, Bangladesh.

EBL Finance (HK) Limited
EBL Finance (HK) Limited, the first foreign subsidiary of EBL, was incorporated on 28 November 2011 with Hong Kong (HK) authority. This subsidiary started its full-fledged business operations (i.e. offshore trade finance, advising, documents collection etc.) in Hong Kong in 2013 after obtaining all the required licenses from Bangladesh and HK authority. Registered office of EBL Finance (HK) Limited is Unit 1201, 12th Floor, Albion Plaza, 2-6 Granville Road, Tsimshatsui, Hong Kong.

EBL Asset Management Limited
EBL Asset Management Limited (EBLAML) was incorporated on 9 January 2011 to carry out asset management business, capital market operation, equity investment etc. EBLAML obtained license from BSEC on 25 May 2017 to commence business operations. Registered office of EBLAML is located at Bangladesh Shipping Corporation (BSC) Tower, 2-3 Rajuk Avenue (4th Floor), Motijheel C/A, Dhaka - 1000, Bangladesh.

2 Basis of preparation and significant accounting policies

Basis of preparation

Separate and consolidated financial statements
The financial statements of the Bank comprise those of its Domestic Banking Operations (including representative offices) and Offshore Banking Operations; and the consolidated financial statements of the group comprise those of 'the Bank' (parent company) and its subsidiaries (together referred to as 'the group' and individually referred to as 'group entities/subsidiaries').

There was no significant change in the nature of principal business activities of the Bank and the subsidiaries during the financial year.

2.1 Statement of compliance
The consolidated and separate financial statements of the Group and the Bank have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the Financial Reporting Council (FRC) under the Financial Reporting Act (FRA), 2015 and the requirements of the Bank Company Act 1991 (as amended up to date), the circulars, rules and regulations issued by Bangladesh Bank (BB), the Companies Act 1994, the Securities and Exchange Rules 2020. In case any requirement of the Bank Company Act 1991 (as amended up to date), and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Bank Company Act 1991 (as amended up to date), and provisions and circulars issued by Bangladesh Bank shall prevail. In addition to above, the Bank complied with requirements of following laws and regulations:

a) Bangladesh Securities and Exchange Commission Ordinance 1969;

b) Bangladesh Securities and Exchange Commission Act 1993;

c) Bangladesh Securities and Exchange Commission (Public Issue) Rules 2015;

d) Income Tax Act 2023 and amendment thereon;

e) The Value Added Tax and Supplementary Duty Act 2012 and amendment thereon; and

f) The Value Added Tax and Supplementary Duty Rules 2016 and amendment thereon.

Material departures from the requirements of IFRSs are as follows:

i) Presentation of financial statements
IFRSs: As per IAS 1 *Presentation of financial statements*, financial statements shall comprise a statement of financial position as at the end of the period, a statement of profit or loss and other comprehensive income for the period, a statement of changes in equity for the period, a statement of cash flows for the period and notes - comprising significant accounting policies and other explanatory information. As per IAS 1, the entity shall also present current and non-current assets and liabilities as separate classifications in its statement of financial position.

Bangladesh Bank: The presentation of the 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 (as amendment up to date) and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classifications.

ii) Investments in equity instruments (shares, mutual funds, etc.)
IFRSs: As per requirements of IFRS 9 *Financial instruments*, classification and measurement of investment in equity instruments (shares & securities) will depend on how these are managed (the entity's business model) along with their characteristics of contractual cash flow. Based on these factors, it would generally fall either under 'at Fair Value through Profit & Loss Account' or 'at Fair Value through Other Comprehesive Income'. Where any subsequent change in the Fair Value at the year-end is recongnized to Profit & Loss Account or Other Comprehensive Income based on the entity's business model.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, investments in quoted shares are revalued on the basis of year-end market price. Subsequently, as per DOS circular letter no. 1 dated 24 May 2023, provision for diminution of value of quoted shares, mutual funds (closed-end) and bonds has been made on 'portfolio basis' netting off gain and provision for diminution of value of unquoted shares and mutual funds has been made on the basis of net worth (Assets - Liabilities) of shares and surrender price of mutual funds respectively. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis); otherwise investments are recognised at costs.

The Bank reviews its investment in shares & mutual funds at each quarter-end on mark-to-market basis and has maintained a cumulative provision of BDT 755.61 million as on 31-12-2023 as per BB instructions (note 13.8).

iii) Revaluation gain/loss on government securities
IFRSs: As per IFRS 9 *Financial instruments*, treasury bills (T-bills)/treasury bonds (T-bonds) are measured 'at fair value through other comprehensive income' where gains or losses shall be recognised in other comprehensive income (OCI), except for impairment gains or losses and foreign exchange gains and losses. The loss allowance arisen from impairment shall be recognised in OCI and shall not reduce the carrying amount of financial assets in the financial position. Securities designated as amortized cost are measured at effective interest rate method and related interest income is recognized in Profit & Loss Account.

Bangladesh Bank: According to DOS circular no. 5 dated 26 May 2008 and subsequent clarification in DOS circular no. 5 dated 28 January 2009, amortization gain/loss is charged to profit and loss account, mark-to-market loss on revaluation of government securities (T-bills/T-bonds) categorised as Held for Trading (HFT) is charged to profit and loss account, but any unrealised gain on such revaluation is recognised to revaluation reserve account. Securities designated as Held to Maturity (HTM) are measured at amortised cost method but income/gain is recognised through equity.

iv) Provision on loans and advances, off-balance sheet exposures including other commitments
IFRSs: As per IFRS 9 *Financial instruments*, an entity shall recognize an impairment allowances on loans and advances following Expected Credit Losses (ECL) model and an entity shall subsequently remeasure the impairment allowances on loans and advances at each reporting date. If the credit risk on these loans and advances increase significantly, an entity shall measure the impairment allowances at an amount equal to lifetime ECL.

If the credit risk on these loans and advances does not increase significantly, an entity shall measure the impairment allowances at an equal to 12 months ECL that may result from default events on such loans and advances that are possible within 12 months after reporting period.

Bangladesh Bank: As per Bangladesh Bank instructions through different circulars, general provision (GP) ranging 0.25% to 2% on different categories of unclassified loans (standard/SMA loans) and special GP for Covid-19 ranging 1% to 2% on accounts under payment by deferral facility upon receiving 15% and 50% payment against total dues for the year 2022 and 2023 respectively to be maintained regardless of objective evidence of impairment. And specific provision ranging 5% to 100% on classified loan accounts including certain rescheduled loan accounts to be made netting off eligible securities (if any). Also, a general provision ranging 0.5% - 1% to be provided for certain off-balance sheet exposures (including other commitments). Such provision policies are not specifically in line with those prescribed by IFRS 9.

The Bank maintained a cumulative general provision of BDT 6,854.45 million (special GP for COVID-19 of BDT 383.31 million, general provision of BDT 5,037.56 million for unclassified loans & advances, and BDT 1,433.58 million for off-balance sheet exposures) and specific provision of BDT 9,296.18 million for classifed, resheduled and stay order accounts on 31-12-2023 (note 13.4.a.1).

v) Other comprehensive income and appropriation of profit
IFRSs: As per IAS 1 *Presentation of financial statements*, 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 (OCI) statement. IFRSs do not require appropriation of profit to be shown on the face of the statement of comprehensive income.

Bangladesh Bank: The templates of financial statements issued by Bangladesh Bank do not include other comprehensive income nor are the elements of other comprehensive income allowed to be included in a single other comprehensive income (OCI) statement. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statement of changes in equity. Furthermore, the above templates require disclosure of appropriation of profit on the face of profit and loss account.

vi) Financial instruments - presentation and disclosure
As per BB guidelines, in certain cases financial instruments are categorized, recognized, measured and presented differently from those prescribed in IAS 32 *Financial Instruments: Presentation*, IFRS 7 *Financial Instruments - Disclosures* and IFRS 9 *Financial Instruments*. As such, some disclosures and presentation requirements of IAS 32, IFRS 7 and IFRS 9 cannot be fully made in these financial statements.

vii) REPO transactions
IFRSs: As per requirements of IFRS 9 *Financial instruments*, when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a collateralized borrowing and the underlying asset continues to be recognised in the entity's financial statements. This transaction will be treated as borrowing and the difference between selling price and repurchase price will be treated as interest expense.
Bangladesh Bank: As per Bangladesh Bank circulars/guidelines, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a normal sale transaction and the financial assets should be derecognized in the seller's book and recognised in the buyer's book.

viii) Financial guarantees
IFRSs: As per IFRS 9 *Financial instruments*, financial guarantees are contracts that require an entity 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 terms of the instrument. Financial guarantee liabilities are recognized initially at their fair value and is amortized over the life of the instrument. Any such liability is subsequently carried at the higher of this amortized amount and the present value of any expected payment when a payment under the guarantee becomes probable. Financial guarantees are prescribed to be included within other liabilities.
Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as letter of credit (LC) & letter of guarantees (LG) should be treated as off-balance sheet items. No liability is recognized for such guarantee except the cash margin. However, general provision is maintained against such guarantees complying with BRPD circular no. 06 dated 25 April 2023.

ix) Cash and cash equivalents
IFRSs: Cash and cash equivalent items should be reported as cash item as per IAS 7 *Statements of cash flows*.

Bangladesh Bank: Some highly liquid assets such as money at call and short notice, T-bills/T-bonds, prize bonds are not prescribed to be shown as cash and cash equivalents; rather shown as face item in the balance sheet. However, in the cash flow statement, money at call and short notice and prize bonds are shown as cash and cash equivalents beside cash in hand, balance with Bangladesh Bank and other banks.

x) Non-banking assets
IFRSs: No indication of non-banking assets is found in any IASs/IFRSs.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 of Bangladesh Bank, there exists a face item named non-banking assets.

xi) Cash flow statement
IFRSs: Cash flow statement can be prepared either in direct method or indirect method. The presentation method is selected to present cash flow information in a manner that is most suitable for the business or industry. Whichever method selected should be applied consistently.
Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 of Bangladesh Bank, cash flow statement is to be prepared following a mixture of direct and indirect method.

xii) Balance with Bangladesh Bank (cash reserve requirement)
IFRSs: Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day-to-day operations as per IAS 7 *Statement of cash flows*.

Bangladesh Bank: Balance with Bangladesh Bank should be treated as cash and cash equivalents.

xiii) Off-balance sheet items
IFRSs: No concept of off-balance sheet items in any IFRS/IAS/IFRIC; so nothing to disclose as off-balance sheet items.

Bangladesh Bank: As per BRPD circular no.14 dated 25 June 2003, off-balance sheet items i.e. letter of credit (LC), letter of guarantee (LG), acceptance should be disclosed separately on the face of the balance sheet.

xiv) Presentation of loans and advance net of provision

IFRSs: Loans and advances shall be presented at amortized cost net of any write down for impairment (expected credit losses that result from all possible default events over the life of the financial instrument).
Bangladesh Bank: As per BRPD circular 14 dated 25 June 2003, provision on loans and advances should be presented separately as liability and cannot be netted off against loans and advances.

xv) Recognition of interest in suspense
IFRSs: Loans and advances to customers are generally classified as non-derivative financial assets measured at amortized cost as per IFRS 9 and interest income is recognized through effective interest rate method over the term of the loan. Once a loan is impaired subsequently, interest income is to be recognized in profit and loss account on the same basis on revised carrying amount.
Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012 and BRPD Circular no. 03 dated 21 April 2019, interest on classified loans are not allowed to be recognized as income, rather the corresponding amount needs to be credited to an interest suspense account, which is presented as liability in the balance sheet.

xvi) Presentation of intangible asset

IFRSs: An intangible asset must be identified and recognized, and the disclosure must be given as per IAS 38.

Bangladesh Bank: There is no specific regulation for intangible assets in BRPD circular no. 14 dated 25 June 2003. However, intangible assets of bank are shown in fixed assets.
*Please refer to note 2.10 compliance of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) for further details.

2.2 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 loss 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 loss charged to profit and loss account.
- Land is recognised at cost at the time of acquisition and subsequently measured at fair value as per IAS 16 *Property, Plant & Equipment* and BSEC notification no. SEC/CMRRCD/2009-193/150/Admin/51 dated 18 August 2013.

2.3 Going concern basis of accounting
These financial statements have been prepared on the basis of assessment of the Bank's ability to continue as a going concern. EBL has neither any intention nor any legal or regulatory compulsion to liquidate or curtail materially the scale of any of its operations. The key financial parameters (including liquidity, profitability, asset quality, provision sufficiency and capital adequacy) of the Bank continued to exhibit a healthy trend for years. The rating outlook of the Bank as denoted by both the rating agencies CRAB and Moody's is 'stable'. Besides, the management is not aware of any material uncertainties that may cast significant doubt upon the Bank's ability to continue as a going concern.

2.4 Use of estimates and judgments
The preparation of the consolidated financial statements of the Group and the separate financial statements of the Bank in conformity with IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

Key estimates include the following:

- Loan loss provision;
- Revaluation of land;
- Deferred tax assets/liabilities;
- Gratuity & superannuation fund; and
- Useful lives of depreciable/amortizable assets.

2.5 Foreign currency transactions and translations
Functional and presentation currency
The financial statements of the Group and the Bank are presented in Bangladesh Taka (BDT) which is the functional currency of the parent, except Offshore Banking Operation and EBL Finance (HK) Ltd. where functional currency is US Dollar (USD) and Hong Kong Dollar (HKD) respectively. All financial information presented in Taka has been rounded off to the nearest integer, except when otherwise indicated.

Conversion of foreign currency transactions
Foreign currency transactions of the Bank and its subsidiaries are converted into respective functional currencies (Bangladesh Taka in case of DBO, US Dollar in case of OBO and HKD in case of EBL Finance (HK) Limited) at the rate of exchange prevailing on the day of transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated to the functional currency at standard mid-rate of exchange prevailing at the reporting date. Effects of exchange rate differences (rates at which transactions were initially recorded and the rate prevailing on the reporting date/date of settlements) applied on the monetary assets or liabilities of the Bank are recorded in the profit and loss account as per IAS 21 *The Effects of Changes in Foreign Exchange Rates*.

Translation of foreign currency financial statements
Assets and liabilities of OBO and EBL Finance (HK) Limited have been translated into Taka (functional currency of the Bank) using year-end standard mid-rate of exchange (i.e. the closing rate) whereas income and expenses are translated using monthly average rate of standard mid-rates of exchange of the Bank. The cumulative amount of net exchange rate differences has been presented separately as a component of equity as per IAS 21 *The Effects of Changes in Foreign Exchange Rates*.

2.6 Basis of consolidation
- Subsidiaries (investees) are entities controlled by the parent (the Bank). Control exists when the Bank has the power over the subsidiaries that gives right to direct relevant activities, exposure, or rights, to variable returns from its involvement with the subsidiaries, and the ability to use its power over the subsidiaries to affect the amount of the Bank's returns.
- The consolidated financial statements comprise the financial statements of the Bank and its subsidiary companies from the date that control commences until the date that control ceases. The financial statements of such subsidiary companies are incorporated on a line by line basis and the investments held by the parent (the Bank) are eliminated against the corresponding share capital of group entities (subsidiaries) in the consolidated financial statements.
- Financial assets and liabilities are offset and the net amount reported in the consolidated financial statements only when there is legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or to realize the asset and settle the liability simultaneously. Items are not offset in the consolidated financial statements unless required or permitted by accounting standards and regulators.
- Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing the consolidated financial statements. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

Loss of control
Upon loss of control of a subsidiary the group derecognizes the assets (including any goodwill) and liabilities of the subsidiary at carrying amount, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising upon loss of control is recognised in profit and loss account. If the group retains any interest in the former/previous/ex-subsidiary, then such interest is measured at fair value at the date when the control is lost. However, the group has neither lost control nor derecognized any asset or liability of any of its subsidiaries in the reporting period.

Business combinations
Business combinations are accounted for using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition and identifiable net assets acquired are measured at fair value. Any goodwill that arises is annually tested for impairment. Any gain on bargain purchase is recognized in Group's profit or loss account immediately. Transaction costs are expensed as incurred except if they are related to the issue of debt or equity securities.

2.7 Cash flow statement
Cash flow statement has been prepared in accordance with IAS 7 *Statement of Cash Flows* and under the guideline of BRPD circular no. 14 dated 25 June 2003 issued by Bangladesh Bank. The statement shows the structure of changes in cash and cash equivalents during the financial year.

2.8 Reporting period
These financial statements of the Group, the Bank and its subsidiaries cover 01 (One) calendar year from 01 January to 31 December.

2.9 Liquidity statement
The liquidity statement has been prepared mainly on the basis of remaining maturity grouping of assets and liabilities as at the close of the year as per 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.
Borrowings from other banks and financial institutions	Maturity/repayment term.
Deposits and other accounts	Maturity and behavioral trend (non-maturity products).
Other long term liability	Maturity term.
Provision and other liability	Settlement/adjustment schedule basis.

2.10 Significant accounting policies
The accounting policies set out and presented in these financial statements have been applied consistently to all the periods by group entities except otherwise instructed by Bangladesh Bank as the primary regulator. Significant accounting policies applied in these financial statements are presented separetaly with relevant notes.

Accounting policies of subsidiaries
The financial statements of subsidiaries which are included in the consolidated financial statements of the Group have been prepared using uniform accounting policies of the Bank (the Parent) for transactions and other events of similar nature unless there is any instruction by regulators. 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.

2.11 Others

i) Materiality and aggregation
Each material class of similar items has been presented separately in the financial statements. Items of dissimilar nature also have been presented separately unless they are immaterial in accordance with IAS 1 *Presentation of financial statements*.

ii) Offsetting
Financial assets and liabilities are offset and the net amount is 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 assets and settle the liabilities simultaneously. Advance tax paid and provision for tax of the Bank is presented on net basis under liabilitiy as the amount of tax liability is higher than advance tax. Deferred tax (DT) assets and DT liabilities of the bank are presented on net basis under asset as the amount of DT asset is higher than DT liability. Net defined benefit obligation is presented under liability as defined benefit obligation is higher than fair value of plan assets. Card revenues and expenses earned and incurred on shared basis and are directly attributable to are presented on net off basis.

iii) Comparative information
Comparative information including narrative is disclosed in respect of the preceding period where it is relevant to enhance the understanding of the current period's financial statements.

Certain comparative amounts in the financial statements are reclassified and rearranged where relevant, to conform to the current year's presentation.

iv) Earnings per share (EPS)
As per IAS 33 *Earnings per share*, the Bank has been reporting basic earnings per share as there has been no dilution possibilities during the year. Basic EPS is computed by dividing the profit or loss attributable to ordinary shareholders of the Bank by the number of ordinary shares outstanding during the period. Bonus shares issued (if any) in current period are considered for number of ordinary shares outstanding for preceding period to present comparative EPS with retrospective adjustment i.e. restated EPS.

v) Related party transactions
Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

Related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24 *Related party disclosure*, Bangladesh Bank & BSEC guidelines. Details of the related party transactions have been disclosed in **Annexure - C** and **Annexure - C1**. The Bank carries out business with related parties in the ordinary course of business on an arm's length basis at commercial rates except for those transactions that the key management personnel have availed at concessionary rates which is applicable to all the eligible staffs/customers. From 2022, the bank has discontinued procuring goods and services (i.e. courier, internet, refreshment items etc.) from the respective related party entities, following Bangladesh Bank BRPD circular -12 dated 15 June 2022 (restricting banks from procuring goods or services from "related parties") as disclosed in **Annexure- C1**.

Transactions between the Bank and its subsidiaries and outstanding amount within the group are disclosed in **Annexure - C1**.

vi) Reconciliation of books of account
Books of account in regard to inter-bank (in Bangladesh and outside Bangladesh) as well as inter-branches are reconciled at regular intervals to keep the unreconciled balances within non-material level.

vii) Events after the reporting period
All material events after the reporting period have been considered and appropriate adjustments/disclosures have been made in the financial statements as per IAS 10 *Events after the reporting period*. Board's recommendation for dividend distribution is a common item presented in the note 42.

viii) Operating segments
The Group has identified following six reportable segments which are the Group's major strategic business units/entities. The strategic business units offer different products and services, and are managed separately based on the management and internal reporting structure of the Group. For each of the strategic business units, the Group's/Bank's Management Committee reviews internal management reports on quarterly basis. The following summary describes the operations in each of the reportable segments:

	Segment Name	Description
SOLO	DBO (Domestic Banking Operation)	Deals with the full range of commercial banking products and services offered by three different business units: Corporate, Retail & SME Banking and Treasury.
SOLO	OBO (Offshore Banking Operation)	Deals with loans, deposits and related banking transactions in freely convertible foreign currencies with eligible Corporate customers in EPZs, PEPZs, EZs and Hi-tech Parks.
CONSOL	EBL Securities Limited (EBLSL)	It buys, sells and deals with capital market securities i.e shares, MFs, debentures etc., on behalf of customers and provides margin loan facilities etc.
CONSOL	EBL Investments Limited (EBLIL)	It offers all kinds of merchant banking activities i.e. issue management, underwriting, portfolio management and other transactions.
CONSOL	EBL Finance (HK) Limited	It deals with trade finance and off-shore banking business in Hong Kong.
CONSOL	EBL Asset Management Limited (EBLAML)	It carries out business on asset management, portfolio management, capital market operation, equity investment, financial services i.e. corporate advisory, merger & acquisition, corporate restructuring etc.

Information regarding the results of each reportable segment is included in **Annexure - E**. Performance is measured based on segment revenue and profit, as included in the internal management reports that are reviewed by the management committee of the Bank. Segment profit is used to measure performance as management believes that such information is relevant in evaluating the results of certain segments.

ix) Risk management and other related matters

Financial institutions are in the business of taking calculative risk and it is important how a bank decides on its risk appetite. EBL firmly believes that robust risk management is the core function that makes its business sustainable. The risk management systems of the Bank in place are discussed below:

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Eastern Bank PLC.

CONSOLIDATED & SEPARATE FINANCIAL STATEMENTS 2023 (AUDITED)

GOOD GOVERNANCE KEEPS US GOING

a) Credit risk

Credit risk is the risk of loss resulting from the failure of a borrower or counterparty to honor its financial or contractual obligations to the Bank. Board of Directors is the apex body for credit approval of the Bank. However, a part of credit approval authority is sub-delegated to the Managing Director and other officers of the Credit Risk Management (CRM) Division. The Board approves credit policies for the management for setting procedures, which together has structured the CRM framework of the bank. The Credit Policy Manual (CPM) contains the core principles for identifying, measuring, approving and managing credit risk in the bank. The policy covers Corporate, Retail, Small and Medium Enterprise (SME) exposures. Policies and procedures together have structured and standardized CRM process both in obligor and portfolio level. There is a comprehensive credit appraisal procedure that covers industry/business risk, management risk, financial risk, facility structure risk, security risk, environmental risk, reputational risk, and account performance risk.

Management reviews, at least once in a quarter, the credit exposures and portfolio performance of corporate under a clearly set out 'early alert' policy. If early alerts are raised, account plans are then re-evaluated; remedial actions are set, executed and monitored. Remedial action includes, but not limited to exposure reduction, security enhancement, exit of relationship or immediate transfer to Special Asset Management Division (SAMD).

The Bank follows the criteria for loan classification and provisioning requirement as stipulated in the BRPD Circular no.14/2012, BRPD circular no. 03/2019, BRPD circular no. 16/2020, BRPD circular no. 19/2021, BRPD circular no. 14/2022 and subsequent BRPD circulars and circular letters as issued by Bangladesh Bank time to time. The Bank has maintained adequate provision against impaired loans including certain UC accounts having payment by deferral facilities following relevant circulars of Bangladesh Bank. Details of which are stated in note 13.4 to the financial statements.

b) Liquidity risk

The responsibility of managing and controlling the bank's liquidity lies with the Asset Liability Committee (ALCO), which convenes at least once a month. The Asset Liability Management (ALM) desk, as the primary entity responsible for liquidity risk management, diligently oversees and regulates liquidity requirements on a daily basis through effective coordination of funding activities. In each ALCO meeting, a monthly projection of fund flows is routinely reviewed.

On a monthly basis, ALCO scrutinizes liquidity management by assessing key ratios, maximum cumulative outflow, upcoming funding requirements from all business units, and the asset-liability mismatch. The committee also keeps a close eye on the concentration of deposits from large institutional depositors, acknowledging its volatile nature. To further enhance liquidity oversight, the Bank compiles a structural liquidity profile, a maturity profile of term deposits, cash flow modeling, and a contingency funding plan on a monthly basis. These comprehensive analyses are presented and discussed in ALCO meetings to ensure that liquidity levels meet the standards acceptable to both the Bank and regulatory authorities.

c) Market risk

Risk Management Division (RMD) is responsible for overall monitoring, control and reporting of market risk. Treasury mid office of RMD is an integral part of market risk management which independently evaluates and monitors treasury department's transaction from risk perspective. Overall risk parameters and exposures of the Bank are monitored by RMD, periodically reported to Executive Risk Management Committee (ERMC) and observations are shared with RMC of the Board. Market risk can be subdivided into three categories depending on risk factors: i) interest rate risk, ii) foreign exchange risk, and iii) equity price risk.

i) Interest rate risk

Interest rate risk is the risk to earnings or capital of the Bank arising from movement of interest rates. The movement of interest rates affects Bank's reported earnings and capital by changing:

- Net interest income
- The market value of trading accounts (and other instruments accounted for by market value), and
- Other interest sensitive income and expenses.

To manage interest rate risk, ALCO regularly monitors various ratios and parameters. The Bank deploys several analysis techniques (e.g. rate sensitive gap analysis, duration gap analysis) to measure interest rate risk, its impact on net interest income and takes insight about course of actions.

ii) Foreign exchange risk

Foreign exchange risk refers to the potential impact on a bank's financial performance or position due to fluctuations in exchange rates between currencies. The Bank encounters this risk through its import payments and outward remittances, constituting outflows, while receiving foreign currency inflows from export receipts and inward remittances. The mismatch between these inflows and outflows on a given day can lead to exchange rate risk, causing the bank to have a long or short position resulting from customer-driven activities.

Additionally, if the Bank sources funding in one currency by converting funds from another, it faces foreign exchange risk. The Bank remains cautious in currency conversion and takes hedges against such exposures.

To manage this risk, the Bank calculates Value at Risk (VaR) on its foreign exchange position, arising from customer-driven transactions, at a 95% confidence level on a daily basis. The Bank strategically maintains various nostro accounts to facilitate operations in different currencies. As of the end of each day, the Bank ensures that its position adheres to the specified limits set by the Bangladesh Bank.

iii) Equity price risk

Equity price risk is the risk of losses caused by changes in equity prices. These losses could arise because of changes in the value of listed shares held directly by the Bank; changes in the value of listed shares held by a bank subsidiary; changes in the value of listed shares used as collateral for loans and changes in the value of unlisted shares.

Mark-to-Market is the process the Bank applies for maintaining provision against losses arisen from changes in market price of securities. As of 31 December 2023, the Bank had a cumulative provision of BDT 755.61 million charging its profit and loss account over the periods to cover unrealized loss against quoted and unquoted securities. EBL is also computing Equity VaR (Value at Risk) on its equity exposure at 95% and 99% confidence level.

d) Operational risk

Operational risk includes legal and regulatory risk, business process and change risk, fiduciary or disclosure breaches, technology failure, financial crime and environmental risk.

Risk Management Division (RMD) enriched the scope of risk matrix/KRI for Operational Risk compiling both quantitative and qualitative parameters in the regulatory frameworks and in the Bank's risk appetite. This department collects required information from different sources in different frequencies from monthly to yearly interval. Based on source data RMD plots the results in the risk matrix and escalates the critical and high risk issues to MANCOM, ERMC and RMC of the Board for guidance and to implement mitigation measures.

e) Monitoring activities and corrective measures

Effective control system contributes to the sustainable growth of the Bank. To assure effective internal control system in line with risk management framework of the Bank, the ICCD of the Bank runs a strong monitoring department. The department develops processes, procedures and control tools where necessary, ensures effectiveness of internal control system on perpetual basis through a set control mechanism; identifies and monitors key risk items. It also reviews approved tools and processes i.e. Departmental Control Function Check List (DCFCL), Quarterly Operations Report (QOR), Loan Documentation Check List (LDCL), and Self-Assessment Anti-Fraud Internal Control Check list etc. Department assists to prepare Annual Health report of the Bank and inform the Board of Directors on the effectiveness of ICC guideline and policy, practice & procedure as a regulatory compliance. For any identified operational risks/lapses, this unit takes necessary steps for risk mitigation and escalates to the higher management and Audit Committee of the Board for risk mitigation or absorption with specific recommendations in a timely and prompt manner. All the tools used for monitoring are in alignment with regulatory guidelines and internal policies and circulars.

f) Prevention of money laundering and terrorist financing

EBL performs a series of activities in identifying, assessing, mitigating and monitoring risks related to Money Laundering (ML) and Terrorist Financing (TF). The Bank has established a control framework for strict compliance with all regulatory directives issued from Bangladesh Financial Intelligence Unit with regard to AML & CFT. For prevention of Money Laundering and Terrorist Financing, the Bank has revised Central Compliance Committee (CCC) with 14 department/division heads to ensure collective participation of different departments in comprehensive AML and CFT program. Under direction of CCC and Chief Anti Money Laundering Compliance Officer (CAMLCO), AML department implements and monitors different AML & CFT programs across the Bank. In addition to nominating Branch Anti-Money Laundering Compliance Officer (BAMLCO) at branches, we have nominated Department Anti-Money Laundering Compliance Officer (DAMLCO) at crucial departments to oversee AML/CFT compliance at root level.

EBL has implemented automated transaction monitoring and sanction screening system to corroborate AML/CFT compliance program. Currently 8 sanction screening lists are incorporated in the system for sanction compliance and 60 rules & 58 reports for robust transaction monitoring. To increase awareness among employees, EBL has adopted training programs such as need based training, foundation trainings, certification programs etc. for its employees.

g) Information and communication technology risk

Eastern Bank PLC. (EBL) exemplifies excellence in Information and Communication Technology (ICT) security within the banking industry of Bangladesh, strictly adhering to the ICT Security Guideline of Bangladesh Bank. The cornerstone of EBL's commitment to data security was laid with its PCI DSS certification in 2016, a testament to its dedication to protecting sensitive information. This commitment is reinforced by its consistent compliance with PCI DSS and the achievement of the ISO 27001:2013 Standard Compliance Certification for five consecutive years, up to 2023, underscoring its commitment to information security management.

EBL's ICT Division has rigorously implemented both physical and logical security measures to safeguard its ICT infrastructure against cyber threats. This includes protecting key assets like Data Centers and Disaster Recovery Sites. Moreover, the Bank is in the process of establishing a Security Operation Center (SOC) to enhance its proactive stance against cyber threats, demonstrating forward-thinking in cybersecurity vigilance.

On the logical security front, EBL has deployed advanced access control systems, intrusion detection systems, and conducts regular security assessments to identify and remediate vulnerabilities. The adoption of a Security Information and Event Management (SIEM) solution and the routine conduct of internal and external vulnerability assessments and penetration testing underscore the Bank's proactive approach to strengthening its cyber defenses.

EBL has also developed a comprehensive Business Continuity Management (BCM) strategy to ensure operational resilience in the face of disruptive events. This strategic focus ensures that critical operations can continue or quickly resume, thereby maintaining the Bank's operational integrity.

To foster a cybersecurity-aware culture, EBL has launched initiatives aimed at educating its employees and customers on cybersecurity best practices. This, coupled with a stringent information system audit process, highlights the Bank's dedication to continuous improvement in ICT security.

In essence, EBL's holistic approach to ICT security, marked by strict adherence to international standards, proactive threat monitoring, and a focus on cybersecurity education, positions it as a leader in protecting digital assets. Through these efforts, EBL not only secures its own infrastructure and data but also establishes a benchmark for ICT security practices in the banking sector, ensuring customer and stakeholder trust in a digital era.

h) Internal audit

The Bank has an independent and functional Internal Audit department to perform risk based audit on various business and operational areas of the Bank and its subsidiaries on periodic interval. Audit rating is determined on the basis of audit policy and guidelines as approved by the Board. The objective of internal audit is to examine and evaluate whether the process of risk management, internal control and governance are adequate and functioning properly. The objective also includes advising and recommending to higher management for improvements in internal control and risk management system. The Audit Committee of the Board has active oversight on the internal audit's independence, scope of work and resources. The Audit Committee of Board regularly reviews the internal audit reports as well as monitors progress of previous findings. However, the Head of Audit being part of internal control & compliance, reports to and is responsible to the Audit Committee of the Board.

I) Prevention of fraud

EBL has a Board approved policy titled EBL Fraud and Theft Risk Prevention and Management Policy to minimize the incidence and impact of fraud. Incidence of fraud or theft has become one of the inherent risks in banking business but can very well be avoided or minimized by creating a highly regimented environment and harnessing a culture and value of transparency, accountability, trust and teamwork. With this endeavour to encourage all employees to report perceived unethical or illegal conduct of employees to appropriate authorities in a confidential manner without any fear of harassment, a 'Speak Up Policy' has been approved by the Board.

Moreover, EBL Incident Reporting (IR) Process Guideline has been established so that all incidents are reported to Head of ICC and recorded in incident log book for regularization/preventive measures.

2A Credit rating of the Bank

As per BRPD circular no. 6 dated 5 July 2006, the Bank has done its credit rating by Credit Rating Agency of Bangladesh Ltd. (CRAB) based on the audited financial statements as at and for the year ended 31 December 2022. The following ratings have been awarded:

Particulars	Periods	Date of rating	Long term	Short term
Entity rating (CRAB)	January to December 2022	21 June 2023	AAA	ST-1
Entity rating (CRISL)	January to December 2021	28 June 2022	AA+	ST-1
Entity rating (CRISL)	January to December 2020	17 June 2021	AA+	ST-1

2B Compliance with International Financial Reporting Standards (IFRSs)

The Bank has complied with following IFRSs & IASs as adopted by the Financial Reporting Council (FRC) during the preparation of financial statements as at and for the year ended 31 December 2023.

Name of IFRSs/IASs	IFRSs/IASs	No.	Status
Presentation of Financial Statements	IAS	1	*Applied
Inventories	IAS	2	N/A
Statement of Cash Flows	IAS	7	*Applied
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	N/A
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
Interests in Joint Ventures	IAS	31	N/A
Financial Instruments: Presentation	IAS	32	*Applied
Earnings per share	IAS	33	Applied
Interim Financial Reporting	IAS	34	**Applied
Impairment of Assets	IAS	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	IAS	37	*Applied
Intangible Assets	IAS	38	Applied
Financial Instruments: Recognition and Measurement	IAS	39	*Applied (for Hedge Accounting)
Investment Property	IAS	40	N/A
Agriculture	IAS	41	N/A
First-time Adoption of International Financial Reporting Standards	IFRS	1	Applied
Share-based Payment	IFRS	2	N/A
Business Combinations	IFRS	3	Applied
Non-current Assets Held for Sale and Discontinued Operations	IFRS	5	*Applied
Exploration for and Evaluation of Mineral Resources	IFRS	6	N/A
Financial Instruments: Disclosures	IFRS	7	*Applied
Operating Segments	IFRS	8	Applied
Financial Instruments	IFRS	9	*Applied
Consolidated Financial Statements	IFRS	10	Applied
Joint Arrangements	IFRS	11	N/A
Disclosure of Interests in Other Entities	IFRS	12	Applied
Fair Value Measurement	IFRS	13	*Applied
Regulatory Deferral Accounts	IFRS	14	N/A
Revenue from Contracts with Customers	IFRS	15	Applied
Leases	IFRS	16	Applied
Insurance Contracts	IFRS	17	N/A

* Subject to departure described in note 2.1

** 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, Eastern Bank PLC. being a listed entity in DSE and CSE regularly publishes interim financial reports complying with IAS 34.

N/A = Not applicable

2B.1 Analysis of impact of standards issued but not yet effective

In 2023, Eastern Bank PLC. has published a Sustainability Report without considering the guidance of IFRS S1: General Requirements for Disclosure of Sustainability-related Financial Information and IFRS S2: Climate related disclosures, as the compliance of both standards is not mandatory for this year. However, the Bank has plan to implement IFRS S1 and IFRS S2 in 2024. The application of IFRS S1 and IFRS S2 may lead to changes in the Bank's operation and governance resulting an improvement in sustainability performance and achievement of the sustainability goals. Apart from this, the Bank and the key stakeholders will be able to compare the disclosed information objectively once all the entities are required to follow the similar sustainability reporting framework i.e. IFRS S1 and IFRS S2 from 2024. During implementation of IFRS S1 and IFRS S2, the Bank might have to incur additional costs relating to recruitment of additional staffs, relevant data collection and analysis, development & modification of internal control, and production of sustainability report.

Moreover, IASB introduced IFRS 18: Presentation and Disclosure in Financial Statements in replacement of IAS 1. IFRS 18 is expected to be issued in April 2024 and will be effective for annual reporting periods beginning on or after 1 January 2027. Bank will assess potential impact of IFRS 18 after issuance of the same by IASB.

2C Audit Committee disclosures

Please refer to Report of the Audit Committee for details disclosures on Audit Committee presented in other information in the annual report.

2.12 Approval of financial statements

These financial statements were reviewed by the Audit Committee of the Board in its 149th meeting held on 10 March 2024 and was subsequently approved by the Board in its 753rd meeting held on the same date.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
3 Cash					
Cash in hand (including foreign currencies)	3.1	5,558,590,040	4,716,684,227	5,558,469,189	4,716,619,787
Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)	3.2	15,381,788,929	16,438,906,912	15,381,788,929	16,438,906,912
		20,940,378,969	**21,155,591,139**	**20,940,258,118**	**21,155,526,699**

Cash and cash equivalents include notes and coins at vault and at ATM, unrestricted balances held with Bangladesh Bank and its agent banks, balance with other banks and financial institutions, money at call and on short notice and prize bonds which are not ordinarily susceptible to change in value.

Amount withdrawn/transferred by customers after end-of-year closing are properly addressed, reconciled and adjusted with ATM balance and customers' deposit to reflect the actual balance of ATM and deposits as of the reporting date.

3.1 Cash in hand (including foreign currencies)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Local currency	3.1.1	5,430,805,219	4,641,122,645	5,430,684,368	4,641,058,205
Foreign currencies		127,784,821	75,561,583	127,784,821	75,561,583
		5,558,590,040	**4,716,684,227**	**5,558,469,189**	**4,716,619,787**

3.1.1 Local currency

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
With Bank		5,430,684,368	4,641,058,205	5,430,684,368	4,641,058,205
With Subsidiaries		120,851	64,440	-	-
		5,430,805,219	**4,641,122,645**	**5,430,684,368**	**4,641,058,205**

Amount in BDT

3.2 Balance with Bangladesh Bank and its agent Bank(s) including foreign currencies

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Bangladesh Bank					
Local currency		14,576,796,917	15,100,350,453	14,576,796,917	15,100,350,453
Foreign currencies		574,672,415	954,131,280	574,672,415	954,131,280
		15,151,469,331	**16,054,481,734**	**15,151,469,331**	**16,054,481,734**
Sonali Bank (an agent of Bangladesh Bank) - local currency		230,319,598	384,425,178	230,319,598	384,425,178
		15,381,788,929	**16,438,906,912**	**15,381,788,929**	**16,438,906,912**

3.a Cash Reserve Ratio (CRR)

Pursuant to section 33 of Bank Company Act, 1991 (amended upto date), MPD circular no. 03 dated 09 April 2020 and BRPD circular letter no. 31 dated 18 June 2020 issued by Bangladesh Bank, EBL has been maintaining CRR @ 3.5% and 1.5% on daily basis, and @ 4.0% and 2.0% on bi-weekly basis for DBO and OBO respectively. CRR requirement is calculated on the basis of weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. CRR of December 2023 is maintained on the basis of weekly ATDTL of October 2023). Reserve maintained by the bank as at 31 December is as follows:

	DBO	OBO	Bank 2023	Bank 2022
Average total demand and time liabilities of October (excluding inter-bank deposit)	344,524,920,049	22,635,885,014	367,160,805,063	334,736,199,257
Daily basis				
Required reserve (for DBO 3.50% & OBO 1.5% of ATDTL)	12,058,372,210	339,538,280	12,397,910,490	10,970,354,921
Actual reserve held with Bangladesh Bank*			14,653,175,742	15,755,145,310
Surplus			**2,255,265,252**	**4,784,790,389**

Bi-weekly basis:

The bank maintained excess cash reserve of BDT 500.80 million in the last fortnight of 2023 (BDT 6,730.38 million in the same period of 2022) calculated by summing up excess cash reserve maintained over required CRR on daily basis.

*As per Bangladesh Bank Local & Foreign Currency Statement.

3.b Statutory Liquidity Ratio (SLR)

Pursuant to section 33 of Bank Company Act, 1991 (amended upto 2023), DOS cicular no. 1 dated 19 January 2014 and DOS circular letter no. 26 dated 19 August 2019 issued by Bangladesh Bank, EBL has been maintaining SLR @ 13% for DBO & OBO on weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. SLR of December 2023 is based on weekly ATDTL of October 2023). Reserve maintained by the Bank as at 31 December is as follows:

	DBO	OBO	Solo-2023	Solo-2022
Required reserve (13% of ATDTL)	44,788,239, 630	2,942,665,080	47,730,904,710	43,515,705,903
Actual reserve held (Note 3.c)			76,543,989,806	72,813,339,980
Surplus			**28,813,085,096**	**29,297,634,076**

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
3.c Actual reserve held					
Excess cash reserve (note 3.c.1)				419,461,222	3,111,109,380
Cash held				5,558,469,189	4,716,619,787
Balance with Sonali Bank				230,319,598	384,425,178
Unencumbered approved securities (HFT)				14,452,184,546	16,501,299,916
Unencumbered approved securities (HTM)				55,883,555,252	48,099,885,718
				76,543,989,806	**72,813,339,980**
3.c.1 Excess cash reserve					
Balance with Bangladesh Bank*				14,653,175,742	15,755,145,310
Less: Required cash reserve on bi-weekly average basis (for DBO 4% & OBO 2% of ATDTL)				14,233,714,520	12,644,035,930
Excess of cash reserve as on the reporting date				**419,461,222**	**3,111,109,380**

*As per Bangladesh Bank Local & Foreign Currency Statement.

4 Balances with other banks and financial institutions

Balance with other banks and financial institutions are reported as per our book balance and following BRPD cicular no. 14 dated 25 June 2003. Periodic reconciliation is done to keep any un-reconciled balance within non-material level. Nostro account reconciliations are also certified by external auditor on half-yearly basis. Provision is also made for any un-settled debit entries over 6 months (if required).

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Balance in Bangladesh	4.1	7,189,372,713	4,612,126,429	6,658,363,659	4,471,348,086
Balance outside Bangladesh	4.2	12,026,142,551	7,987,271,813	11,394,935,677	7,382,719,034
		19,215,515,264	**12,599,398,242**	**18,053,299,336**	**11,854,067,120**

4.1 Balance in Bangladesh

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
In Current Deposit Accounts with					
Banks		1,820,749,618	920,299,072	218,222,994	259,508,932
Non-Bank Financial Institutions (NBFIs)			-	-	-
Mobile Financial Services (MFSs)		2,069,240		2,069,240	-
		1,822,818,858	920,299,072	220,292,234	259,508,932
Less: Inter company elimination (with deposit account)		(556,503,199)	(630,688,922)	-	-
		1,266,315,659	**289,610,150**	**220,292,234**	**259,508,932**
In Special Notice Deposit Accounts with					
Banks		270,497,653	241,957,290	12,071,425	11,839,154
Non-Bank Financial Institutions (NBFIs)		-	-	-	-
		270,497,653	241,957,290	12,071,425	11,839,154
Less: Inter company elimination (with deposit account)		(11,907,930)	(140,081,247)		-
		258,589,723	**101,876,043**	**12,071,425**	**11,839,154**
In Fixed Deposit/Placement Accounts with					
Banks		4,335,809,239	7,570,424,524	4,325,809,239	7,570,424,524
Non-Bank Financial Institutions (NBFIs)		3,270,000,000	3,520,640,236	3,270,000,000	3,500,000,000
		7,605,809,239	11,091,064,760	7,595,809,239	11,070,424,524
Less: Inter unit/company elimination (with borrowings)		(1,941,341,908)	(6,870,424,524)	(1,169,809,239)	(6,870,424,524)
		5,664,467,331	**4,220,640,236**	**6,426,000,000**	**4,200,000,000**
		7,189,372,713	**4,612,126,429**	**6,658,363,659**	**4,471,348,086**

4.2 Balance outside Bangladesh

In deposit account with	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
AB Bank PLC., Mumbai		22,230,056	1,086,510	22,230,056	1,086,510
Al-Rajhi Bank, KSA		1,945,405	1,719,850	1,945,405	1,719,850
Bank of Bhutan, Bhutan		928,196	884,947	928,196	884,947
Bank of China, China		983,385	3,539,239	983,385	3,539,239
Bank of Toykyo Mitshubishi, Japan		38,669,069	194,780,750	38,669,069	194,780,750
Citibank NA, USA		740,870,809	-	740,870,809	-
Commerz Bank AG, Germany		600,645,298	443,298,125	600,645,298	443,298,125
Habib American Bank, USA		204,596,274	11,319,182	204,596,274	11,319,182
HDFC Bank Limited, Hongkong		15,447,670	50,733,496	-	-
ICICI Bank Limited, India		523,405,279	185,806,076	523,405,279	185,806,076
ICICI Bank Limited, Hongkong		632,704,398	555,227,331	16,945,194	1,408,048
JP Morgan Chase Bank NA, London		24,413,712	23,556,970	24,413,712	23,556,970
JP Morgan Chase Bank NA, Australia		57,798	202,283	57,798	202,283
JP Morgan Chase Bank, USA		1,744,780,801	3,100,665,347	1,744,780,801	3,100,665,347
JP Morgan Chase Bank, Germany		148,456,926	4,520,398	148,456,926	4,520,398
Mashreqbank, USA		162,265,221	65,997,299	162,265,221	65,997,299
Mashreqbank, UAE		7,771,698	2,451,517	7,771,698	2,451,517
Nepal Bngladesh Bank Limited, Nepal		7,892,667	10,319,970	7,892,667	10,319,970
MCB Bank Limited, Pakistan		27,466,854	7,172,648	27,466,854	7,172,648
National Commercial Bank - Jeddah		5,853,340	-	5,853,340	-
Nordea Bank, Norway		-	2,423,664	-	2,423,664
Standard Chartered Bank, Srilanka		511,258	493,573	511,258	493,573
Standard Chartered Bank, India		579,041,665	50,036,929	579,041,665	50,036,929
Standard Chartered Bank, USA		5,452,268,920	2,893,545,237	5,452,268,920	2,893,545,237
Standard Chartered Bank, Singapore		3,669,388	1,367,523	3,669,388	1,367,523
Standard Chartered Bank, Germany		4,829,097	-	4,829,097	-
Wells Fargo Bank, USA		1,072,743,103	374,074,617	1,072,743,103	374,074,617
Zuercher Kantonal Bank, Zurich, Switzerland		1,694,265	2,048,333	1,694,265	2,048,333
		12,026,142,551	**7,987,271,813**	**11,394,935,677**	**7,382,719,034**

Details of Foreign currency amounts and exchange rates are presented in **Annexure-B.**

4.a Balances of subsidiaries with Banks & NBFIs

	Notes	Group 2023	Group 2022
With Eastern Bank PLC. (eliminated as intra group balance)			
EBL Securities Limited		565,325,831	284,178,912
EBL Investments Limited		18,994,749	72,879,024
EBL Finance (HK) Limited		752,537,926	357,962,520
EBL Asset Management Limited		1,539,807	55,749,713
		1,338,398,313	**770,770,169**
With other banks & NBFIs			
Banks		1,162,215,928	745,331,122
Non-Bank Financial Institutions (NBFIs)			
		1,162,215,928	745,331,122
		2,500,614,241	**1,516,101,291**

4.b Consolidated balance with Banks and FIs by group entities

	Notes	Group 2023	Group 2022
Eastern Bank PLC. (Parent)		18,053,299,336	11,854,067,120
EBL Securities Limited		1,086,280,957	404,263,226
EBL Investments Limited		19,048,677	72,932,818
EBL Finance (HK) Limited		1,383,744,800	962,515,299
EBL Asset Management Limited		11,539,807	76,389,948
		20,553,913,577	13,370,168,411
Less: Inter company elimination		(1,338,398,313)	(770,770,169)
		19,215,515,264	**12,599,398,242**

4.c Balance with banks and FIs (according to remaining maturity grouping)

Receivable	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
On demand		480,292,234	499,508,932	480,292,234	499,508,932
In not more than one month		16,725,223,029	10,069,889,310	15,563,007,101	9,324,558,188
In more than one months but not more than three months		1,310,000,000	1,330,000,000	1,310,000,000	1,330,000,000
In more than three months but not more than one year		700,000,000	700,000,000	700,000,000	700,000,000
In more than one year but not more than five years		-	-	-	-
In more than five years		-	-	-	-
		19,215,515,264	**12,599,398,242**	**18,053,299,336**	**11,854,067,120**

5 Money at call and on short notice

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Banks	5.1	3,100,000,000	6,440,000,000	3,100,000,000	6,440,000,000
Non-Bank Financial Institutions (NBFIs)		-	-	-	-
		3,100,000,000	**6,440,000,000**	**3,100,000,000**	**6,440,000,000**

5.1 Money at call and on short notice - Banks

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Community Bank Bangladesh PLC.		150,000,000	-	150,000,000	-
Jamuna Bank PLC.		500,000,000	-	500,000,000	-
Pubali Bank PLC		300,000,000	-	300,000,000	-
City Bank PLC.		850,000,000	1,800,000,000	850,000,000	1,800,000,000
NCC Bank PLC.		700,000,000	500,000,000	700,000,000	500,000,000
EXIM Bank Ltd		600,000,000	2,450,000,000	600,000,000	2,450,000,000
Midland Bank Limited		-	200,000,000	-	200,000,000
NRB Bank Limited		-	500,000,000	-	500,000,000
United Commercial Bank PLC.		-	500,000,000	-	500,000,000
Habib Bank Ltd		-	90,000,000	-	90,000,000
Social Islami Bank PLC.		-	400,000,000	-	400,000,000
		3,100,000,000	**6,440,000,000**	**3,100,000,000**	**6,440,000,000**

6 Investments

Accounting policy

All investments are initially recognised at cost, including acquisition charges associated with the investment. Investments in government treasury securities or Bangladesh Bank Bills categorised as HTM or/and HFT are subsequently measured as per DOS circular no. 5 dated 26 May 2008 and related clarifications as per DOS circular letter no. 5 dated 28 January 2009. Investments classified as non-government treasury securities are subsequently measured either at cost or market value less any recoverable cost. Details are given below:

Investment in Govt.T-Securities/BB Bills- Held to Maturity (HTM)

Investments which are intended to be held till maturity are classified as Held to Maturity (HTM). These are measured at amortised cost at each year-end by taking into account any discount or premium on acquisition. Premiums are amortised and discounts are accredited, using the effective or historical yield. Any increase in value of securities is booked to equity but decrease to profit and loss account. Income is recognised to profit and loss account on accrual basis as per BB guideline.

Investment in Govt.T-Securities/BB Bills- Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked-to-market on weekly basis. Any decrease on revaluation of securities is recognised to profit and loss account, but any increase of value of securities is booked to revaluation reserve account as per BB DOS circular no. 5 dated 28 January 2009. Income is recognised to profit and loss account on accrual basis as per BB guideline.

REPO and Reverse REPO

Transactions of REPO and Reverse REPO are made following DOS circular no. 6 dated 15 July 2010 of BB. In case of REPO of both coupon and non-coupon bearing treasury securities, the Bank adjusts the revaluation reserve account for HFT securities and stops the weekly revaluation (if the revaluation date falls within the REPO period) of the same security. For interest bearing security, the Bank does not accrue interest during REPO period.

Investment in corporate bond, zero coupon bond, perpetual bond, debenture, pref. share etc.

These are investments primarily 'held to maturity' or 'no maturity date'. After initial recognition at cost, investments are measured at realizable value in every period end. Any decrease in value of securities is recognized to profit and loss account, but no unrealized gain is booked to revaluation reserve account. Income (i.e. interest, profit, gain or dividend) is recognized to profit and loss account on accrual basis as per IFRS and Bangladesh Bank guideline.

Investments – Initial recognition and subsequent measurement at a glance

Investments are stated as per following bases:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/bonds - Held For Trading (HFT)	Cost	Fair value	Revaluation loss to profit and loss account, but gain to revaluation reserve account.
Govt. T-bills/T-bonds - Held To Maturity (HTM)	Cost	Amortised cost	Increase in value of securities is booked to equity as amortization gain, but decrease to profit and loss account.
Debenture/bond (unquoted)	Cost	Lower of cost or realizable value	Provision is kept @ 25%, 50% and 100% on outstanding balance for 1st, 2nd and 3rd year respectively following BB DOS circular no. 04/2019, if due coupon/dividend payment is not received.
Shares (quoted) *	Cost	Lower of cost or market value (portfolio basis)	Provision for revaluation loss (net off gain) is charged to profit and loss account but no unrealised gain booking.
Shares (unquoted)*	Cost	Lower of cost or Net worth	Provision for unrealised loss to profit and loss account but no unrealised gain booking.
Mutual fund (closed-end) *	Cost	Lower of cost or market value (portfolio basis)	Provision for unrealised loss (net) to profit and loss account but no unrealised gain booking.
Unit fund (open-end) *	Cost	Lower of cost or surrender value	Provision for unrealised loss (net) to profit and loss account but no unrealised gain booking.
Preference Shares	Cost	Lower of cost or realizable value	Provision is kept @ 25%, 50% and 100% on outstanding balance for 1st, 2nd and 3rd year respectively following BB DOS circular no. 04/2019, if due dividend payment is not received.
Prize bonds	Cost	Cost	None

* Based on DOS circular letter no. 1 dated 24 May 2023, provision for diminution of value of quoted shares, mutual funds (closed-end) and bonds has been made on 'portfolio basis' netting off gain and provision for diminution of value of unquoted shares and mutual funds has been made on the basis of net worth (Assets - Liabilities) of shares and surrender price of mutual funds respectively. The provision amount has been placed under other liabilities. Details are stated in note 13.8 of these financial statements

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Details of investments					
Government	6.1	70,339,401,798	64,603,877,534	70,339,401,798	64,603,877,534
Others	6.2	27,321,218,976	28,428,309,602	23,683,427,773	25,802,844,879
		97,660,620,773	**93,032,187,136**	**94,022,829,570**	**90,406,722,413**

6.a Consolidated investments by group entities

	Notes	Group 2023	Group 2022
Eastern Bank PLC. (Parent)		94,022,829,570	90,406,722,413
EBL Securities Limited		2,674,428,030	2,102,010,325
EBL Investments Limited		715,627,309	344,940,964
EBL Asset Management Limited		247,735,864	178,513,434
		97,660,620,773	93,032,187,136
Less: Inter company elimination		-	-
		97,660,620,773	**93,032,187,136**

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
6.1 Government (Investment in govt. securities)					
Treasury Bills	6.1.1	19,851,925,858	872,796,690	19,851,925,858	872,796,690
Treasury Bonds	6.1.2	50,483,813,940	63,728,388,944	50,483,813,940	63,728,388,944
Prize Bonds		3,662,000	2,691,900	3,662,000	2,691,900
		70,339,401,798	**64,603,877,534**	**70,339,401,798**	**64,603,877,534**
6.1.1 Treasury Bills					
Held for Trading (HFT)		12,626,258,551	872,796,690	12,626,258,551	872,796,690
Held to Maturity (HTM)		7,225,667,307	-	7,225,667,307	-
		19,851,925,858	**872,796,690**	**19,851,925,858**	**872,796,690**
6.1.2 Treasury Bonds					
Held for Trading (HFT)		1,825,925,995	15,628,503,226	1,825,925,995	15,628,503,226
Held to Maturity (HTM)		48,657,887,945	48,099,885,718	48,657,887,945	48,099,885,718
	6.1.2.a	**50,483,813,940**	**63,728,388,944**	**50,483,813,940**	**63,728,388,944**
6.1.2.a Treasury Bonds (Tenor wise holding) - unencumbered					
2- year Treasury bonds		1,284,698,074	3,459,704,851	1,284,698,074	3,459,704,851
5- year Treasury bonds		5,929,953,585	6,640,447,564	5,929,953,585	6,640,447,564
10- year Treasury bonds		26,519,870,729	32,026,163,012	26,519,870,729	32,026,163,012
15- year Treasury bonds		10,185,455,846	12,517,611,987	10,185,455,846	12,517,611,987
20- year Treasury bonds		6,563,835,707	9,084,461,530	6,563,835,707	9,084,461,530
		50,483,813,940	**63,728,388,944**	**50,483,813,940**	**63,728,388,944**

Disclosure on REPO and Reverse Repo transactions is made in **Annexure- D.**

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
6.2 Others (Investment in securities other than govt. securities)					
Corporate bond (non-convertible)		700,000,000	903,496,756	700,000,000	900,000,000
Subordinated bond (issued by other banks)	6.2.1	8,340,000,000	9,630,000,000	8,340,000,000	9,630,000,000
Perpetual Bond		5,000,000,000	5,000,000,000	5,000,000,000	5,000,000,000
Zero Coupon Bond		236,977,327	355,419,671	236,977,327	355,419,671
Preference Shares		4,244,833,334	5,195,333,333	4,244,833,334	5,195,333,333
Ordinary Shares & Mutual Funds (MFs)- (Quoted and Unquoted)	6.2.2	8,799,408,315	7,344,059,842	5,161,617,112	4,722,091,875
		27,321,218,976	**28,428,309,602**	**23,683,427,773**	**25,802,844,879**
6.2.1 Subordinated bond (issued by other banks)					
United Commercial Bank Subordinated Bond		600,000,000	800,000,000	600,000,000	800,000,000
Jamuna Bank Subordinated Bond		80,000,000	160,000,000	80,000,000	160,000,000
MTBL Subordinated Bond		860,000,000	1,120,000,000	860,000,000	1,120,000,000
SIBL Subordinated Bond		-	50,000,000	-	50,000,000
Standard Bank Subordinated Bond		100,000,000	200,000,000	100,000,000	200,000,000
Bank Asia Subordinated Bond		600,000,000	800,000,000	600,000,000	800,000,000
DBBL Subordinated Bond		800,000,000	1,000,000,000	800,000,000	1,000,000,000
SEBL Subordinated Bond		1,300,000,000	1,500,000,000	1,300,000,000	1,500,000,000
IBBL Subordinated Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Trust Bank Subordinated Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Exim Bank Subordinated Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
IFIC Bank Subordinated Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
		8,340,000,000	**9,630,000,000**	**8,340,000,000**	**9,630,000,000**
6.2.2 Ordinary shares & MFs (quoted and unquoted) - at cost					
Quoted shares & MFs					
Quoted shares (sector wise):					
Banks		1,773,637,669	1,763,278,883	1,299,754,619	1,306,087,143
NBFIs		860,566,207	718,063,805	154,977,959	154,977,959
Insurance		1,175,198,782	572,499,827	436,558,715	241,021,678
Cement & Ceramics		129,947,441	90,113,637	99,963,256	60,129,452
Engineering		187,663,212	127,193,084	87,360,626	87,360,626
Food & Allied		724,223,095	744,186,695	701,365,454	708,997,318
Fuel & Power		394,651,746	345,071,975	227,878,821	178,299,050
Pharmaceuticals & Chemicals		1,024,197,430	1,040,760,360	682,360,995	682,360,995
Textile		128,139,352	198,786,438	27,919,059	27,927,711
Others		1,291,178,260	654,100,014	453,472,485	284,924,819
		7,689,403,194	**6,254,054,720**	**4,171,611,989**	**3,732,086,753**
EBL Sponsored MFs:					
EBL First Mutual Fund		13,816,533	13,816,533	13,816,533	13,816,533
EBL NRB Mutual Fund		133,311,883	133,311,883	133,311,883	133,311,883
First Bangladesh Fixed Income Fund		698,580,237	698,580,237	698,580,237	698,580,237
Other Mutual Funds		30,000,000	30,000,000	30,000,000	30,000,000
		875,708,653	**875,708,653**	**875,708,653**	**875,708,653**
Total Quoted shares & MFs		**8,565,111,847**	**7,129,763,372**	**5,047,320,642**	**4,607,795,405**
Unquoted shares & MFs:					
Shares		81,796,470	81,796,470	31,796,470	31,796,470
Unit Funds		152,499,998	132,500,000	82,500,000	82,500,000
		234,296,468	**214,296,470**	**114,296,470**	**114,296,470**
Total ordinary shares & MFs (quoted and unquoted)		**8,799,408,315**	**7,344,059,842**	**5,161,617,112**	**4,722,091,875**
6.2.2.1 Market value of quoted shares and MFs (as on 31 December)					
Quoted shares & MFs:					
Banks		1,541,385,410	1,515,258,202	1,165,269,990	1,157,902,198
NBFIs		760,057,286	612,474,484	124,736,250	124,736,250
Insurance		992,787,151	423,252,499	358,228,592	168,193,417
Cement & Ceramics		114,029,309	75,366,359	88,473,750	51,138,750
Engineering		162,592,151	112,572,019	73,707,794	73,707,794
Food & Allied		538,162,990	533,860,696	520,437,448	505,588,476
Fuel & Power		322,795,979	274,557,379	188,795,855	140,677,255
Pharmaceuticals & Chemicals		845,331,530	846,890,966	553,060,110	553,658,976
Textile		75,445,357	138,994,971	20,676,862	21,885,793
Others		863,280,938	593,432,264	371,525,032	220,295,000
		6,215,868,100	**5,126,659,840**	**3,464,911,682**	**3,017,783,910**
Mutual Funds/Unit Funds		786,417,000	758,454,577	717,578,596	706,734,577
		7,002,285,100	**5,885,114,416**	**4,182,490,278**	**3,724,518,486**

*Lock in status of EBL sponsored Mutual Funds	Trading Started	Lock in period	Lock in expiry
EBL First Mutual Fund (Sponsor Unit)	8/19/2009	20 Years	8/18/2029
EBL NRB Mutual Fund (Sponsor Unit)	5/23/2011	20 Years	5/22/2031
First Bangladesh Fixed Income Fund (Sponsor Unit)	3/19/2012	20 Years	3/18/2032

10% of all three EBL sponsored MFs are to be under lock-in status for 20 years (initially it was 10 years but extended subsequently) from the date of prospectus issued.

6.a.2 Remaining maturity grouping of investments

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
On demand		3,662,000	2,691,900	3,662,000	2,691,900
In not more than one month		847,939,189	1,011,805,698	847,939,189	1,011,805,698
In more than one month but not more than three months		7,722,832,995	3,792,364,941	4,085,041,792	1,166,900,218
In more than three months but not more than one year		23,939,835,399	9,681,929,340	23,939,835,399	9,681,929,340
In more than one year but not more than five years		25,561,904,017	26,230,123,485	25,561,904,017	26,230,123,485
In more than five years		39,584,447,174	52,313,271,773	39,584,447,174	52,313,271,773
		97,660,620,773	**93,032,187,136**	**94,022,829,570**	**90,406,722,413**

7 Loans and advances

Accounting policy

Loans and advances (initial recognition):

Loans and advances comprise of non-derivative financial assets with fixed or determinable payments and are not quoted in an active market. These are recognised at gross amount on the date when they are originated. The group has not designated any loans and advances upon initial recognition as at fair value through profit and loss account or other comprehensive income.

After initial recognition, loans, advances and interest receivables are subsequently measured at amortised cost using effective interest rate (EIR) over the relevant periods. The amortised cost of a financial asset is the amount at which the asset is measured at initial recognition less principal repayments, using EIR method. The EIR is the rate that exactly discounts estimated future cash receipts (estimates cash flows considering all contractual terms of the instrument but not future credit losses) during the expected life of the financial instrument.

Loans and advances (classification and provisioning):

Classification of loans into substandard/doubtful/bad-loss category and general provision (GP) on unclassified loans (0.25% to 2%), certain off balance-sheet exposures (0.5% to 1%); special GP for COVID-19 (1% to 2%) and specific provision (SP) on classified loans (5% to 100%) including rescheduled loans are made on the basis of quarter-end review and in compliance with BRPD Circular no.14/2012, BRPD circular no. 03/2019, BRPD circular no. 16/2020, BRPD circular no. 19/2021, BRPD circular no. 14/2022 and subsequent BRPD circulars and circular letters as issued by Bangladesh Bank time to time. Provisions and interest suspense are separately shown under other liabilities as per First Schedule of Bank Company Act 1991 (as amended up to date), instead of netting off with loans. Details of rate for provisioning is given below:

Existing rate of loan provision:

Particulars	Rates of provision
General provision on:	
Unclassified (including SMA) small and medium enterprise	0.25%
Unclassified (including SMA) Loans to BHs/MBs/SDs against shares etc.	2%
Unclassified (including SMA) loans for housing finance	1%
Unclassified consumer financing including credit card (other than housing finance)	2%
Unclassified (including SMA) other loans and advances	1%
Short term agri credit and micro credit	1%
Special General Provision: COVID -19	1%-2%
Off-balance sheet exposures (excluding Bills for collection)	0%-1%
Specific provision on:	
Substandard loans other than short term agri credit, micro credit and CMSME	20%
Doubtful loans other than short term agri credit, micro credit and CMSME	50%
Substandard & doubtful loans: short term agri credit and micro credit	5%
Substandard loans: CMSME	5%
Doubtful loans: CMSME	20%
Bad/Loss loans and advances	100%

Loans and advances (write-off):

Loans and advance are written off to the extent that there is no realistic prospect of recovery in the proximate future, classified as bad/loss for 3 years at a stretch, and adequate provision is maintained as per BRPD circular no. 01 dated 6 February 2019. No loans and advances are written off partially and without prior approval of the board of directors in compliance with the said circular. At each reporting period end, the bank assesses loans and advances to be written off in compliance with BB guideline.

Loans and advances (recovery from written off):

The Bank takes necessary legal measures against default borrowers for recovery against written off loans and advances as per relevant BB guidelines and Artha Rin Adalat Act-2003. Legal cost incurred against those borrowers are initially charged to the profit and loss account of the bank.

However, recovery including any legal cost against written off loans and advances are recognised in profit and loss account as earned and on settlement basis. In 2023, the bank made a recovery of BDT 473 million from written off loans and advances and presented in profit and loss account as a netting off component from specific provision.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Details of loans and advances:					
Loans, cash credits, overdrafts etc.	7.1	318,673,232,509	260,686,467,101	319,911,853,079	263,817,658,813
Bills purchased and discounted	7.2	37,231,661,887	50,398,266,460	33,445,079,214	45,097,944,098
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**

7.a Consolidated loans and advances by group entities

	Notes	Group 2023	Group 2022
Eastern Bank PLC. (Parent)		353,356,932,292	308,915,602,911
EBL Securities Limited		3,736,378,318	3,823,671,260
EBL Investments Limited		51,795,004	54,203,443
EBL Finance (HK) Limited		3,786,582,673	5,300,322,362
		360,931,688,287	**318,093,799,976**
Less: Inter company elimination		(5,026,793,891)	(7,009,066,415)
		355,904,894,396	**311,084,733,561**

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
7.1 Loans, cash credits, overdrafts etc.					
Inside Bangladesh					
Loans - general		263,438,011,747	216,408,060,820	263,438,011,747	216,408,060,820
Cash credit		3,134,410,350	2,067,129,447	3,134,410,350	2,067,129,447
Overdraft		52,475,254,950	43,496,868,346	48,687,081,628	39,618,993,643
Less: Inter company elimination (with EBLSL borrowings)		(374,444,537)	(1,285,591,512)	-	-
		318,673,232,509	**260,686,467,101**	**315,259,503,724**	**258,094,183,910**
Outside Bangladesh					
Overdraft-EBL Finance (HK) Limited		4,652,349,354	5,723,474,903	4,652,349,354	5,723,474,903
Less: Inter company elimination (with borrowing)		(4,652,349,354)	(5,723,474,903)	-	-
		318,673,232,509	**260,686,467,101**	**319,911,853,079**	**263,817,658,813**
7.2 Bills purchased and discounted					
Inside Bangladesh					
Local bills /documents		33,262,497,687	44,836,762,722	33,262,497,687	44,836,762,722
Foreign bills /documents		182,581,527	261,181,376	182,581,527	261,181,376
		33,445,079,214	**45,097,944,098**	**33,445,079,214**	**45,097,944,098**
Outside Bangladesh					
Bills financed & UPAS [by EBL Finance (HK) Ltd]		3,786,582,673	5,300,322,362	-	-
		37,231,661,887	**50,398,266,460**	**33,445,079,214**	**45,097,944,098**
7.2.1 Bills purchased and discounted (on the basis of residual maturity grouping)					
On demand		10,928,219,750	5,075,897,258	9,816,783,798	4,542,071,521
Within one month		4,974,457,582	10,097,923,032	4,468,538,858	9,035,937,154
In more than one month but less than three months		11,762,107,468	15,596,815,692	10,565,862,388	13,956,518,182
In more than three months but less than six months		7,663,895,095	13,624,661,893	6,884,451,715	12,191,773,320
Above six months		1,902,981,992	6,002,968,585	1,709,442,454	5,371,643,921
		37,231,661,887	**50,398,266,460**	**33,445,079,214**	**45,097,944,098**
7.a.1 Residual maturity grouping of loans and advances (including bills purchased & discounted)					
Receivable					
On demand		21,901,381,216	13,371,485,270	21,670,587,634	13,371,485,270
In not more than one month		21,254,716,467	20,689,658,861	21,030,737,345	20,610,051,767
In more than one month but not more than three months		55,407,491,831	50,426,539,336	54,823,615,711	50,316,347,499
In more than three months but not more than one year		143,227,750,199	134,889,100,264	141,718,436,921	132,909,768,546
In more than one year but not more than five years		84,324,445,258	66,001,201,850	84,324,445,258	66,001,201,850
In more than five years		29,789,109,425	25,706,747,979	29,789,109,425	25,706,747,979
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**

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7.a.2 As per BRPD circular no. 04 dated 04 January 2021 and BRPD circular letter no. 35 dated 06 July 2021, in order to validate financial statements for credit sanction (fresh/renewal) to the clients under relationship of Corporate Banking, the Bank has verified DVC mentioned in audited financials with DVS (Document Verification System) developed by ICAB (The Institute of Chartered Accountants of Bangladesh) for 100% cases and has preserved with loan file accordingly. Current status of the Bank is as follows:

Particulars	Compliance Status	
	% of compliance as per BRPD Circular Letter 04*	% of compliance as per BRPD Circular Letter 35**
Complied files in 2023 under the relationship of Corporate Banking	100%	100%

* BRPD Circular Letter no. 04: Regarding preservation of audited financial statements/statutory audit report for credit sanction (fresh/renewal) where applicable.

** BRPD Circular Letter no. 35: Regarding verification of audited financial statements through the data available in the Document Verification System (DVS) developed by ICAB.

7.a.3 As per Bangladesh Bank SMESPD circular no. 05 dated 14 August 2022, in order to promote CMSME sector, EBL has continued cluster base financing to certain potential products/services countrywide for last couple of years. As of the reporting date, the bank has loan outstanding of BDT 1,688.57 million that was financed to the different clustes following Bangladesh Bank Cluster Financing Policy.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
7.b Loans and advances on the basis of significant concentration					
7.b.1 Loans and advances to Directors, executives and others					
Advance to Directors and their allied concerns		247,856	384,955	247,856	384,955
Advances to Managing Director		9,705,786	10,725,568	9,705,786	10,725,568
Advances to other executives and staffs		1,673,488,801	1,645,251,235	1,673,488,801	1,645,251,235
Advances to customers (Group wise)		289,092,472,500	260,722,005,971	286,544,510,397	258,552,875,321
Industrial loans and advances		65,128,979,452	48,706,365,833	65,128,979,452	48,706,365,832
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
7.b.2 Large loan details (Loans extended to any customer exceeding 10% of the Bank's total capital)					
* Total Loans and Advances (BDT million)				145,372	161,610
Number of Customers				20	25
Classified amount thereon				-	-

* This amount represents total loans and advances (comprising funded and non funded facilities) to each customer exceeding BDT 4,688.97 million which is equivalent to 10% of total capital of the bank as at 31 December 2023.

	Group 2023	Group 2022	Bank 2023	Bank 2022
7.b.3 Industry-wise concentration of loans and advances (including bills purchased and discounted)				
Agri and micro credit through NGO	15,916,622,681	21,434,208,317	15,916,622,681	21,434,208,317
Commercial and trading	47,311,641,548	38,619,270,185	47,311,641,548	38,619,270,185
Construction	17,241,982,540	9,901,819,827	17,241,982,540	9,901,819,827
Cement and ceramic industries	7,321,250,062	5,506,735,518	7,321,250,062	5,506,735,518
Chemical and fertilizer	5,825,764,395	4,547,798,423	5,825,764,395	4,547,798,423
Crops, fisheries and livestock	1,319,202,312	629,467,998	1,319,202,312	629,467,998
Electronics and electrical goods	7,613,568,882	6,048,765,067	7,613,568,882	6,048,765,067
Food and allied industries	17,768,094,297	23,443,538,196	17,768,094,297	23,443,538,196
Consumer finance	41,652,350,495	36,774,625,528	37,864,177,173	32,896,750,825
Metal and steel products	26,819,196,920	22,284,789,692	26,819,196,920	22,284,789,692
Pharmaceutical industries	9,478,016,987	6,275,522,955	9,478,016,987	6,275,522,955
Power and fuel	18,657,776,944	14,293,116,796	18,657,776,944	14,293,116,796
Rubber and plastic industries	4,488,175,913	4,779,740,278	4,488,175,913	4,779,740,278
Readymade garments industry	44,256,445,651	44,155,307,591	40,469,862,978	38,854,985,229
Ship building & breaking industry	3,712,835,140	3,640,377,487	3,712,835,140	3,640,377,487
Sugar and edible oil refinery	13,693,311,327	10,401,002,652	13,693,311,327	10,401,002,652
Transport and e-communication	8,456,906,174	6,506,344,038	8,456,906,174	6,506,344,038
Textile mills	19,951,104,901	14,792,286,481	19,951,104,901	14,792,286,481
Other manufacturing or extractive industries	30,126,384,365	23,234,154,591	30,126,384,365	23,234,154,591
Others	14,294,262,861	13,815,861,942	19,321,056,753	20,824,928,357
	355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
7.b.4 Sector - wise concentration of loans and advances (including bills purchased and discounted)				
Government sector	-	-	-	-
Public sector	1,631,782,911	529,508,788	1,631,782,911	529,508,788
Private sector	354,273,111,485	310,555,224,774	351,725,149,382	308,386,094,124
	355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
7.b.5 Geographic location-wise concentration of loans and advances (including bills purchased and discounted)				
Inside Bangladesh				
Dhaka Division	278,130,164,495	241,878,710,712	274,716,435,710	239,286,427,520
Chattogram Division	60,103,741,219	50,335,280,791	60,103,741,219	50,335,280,791
Sylhet Division	2,838,343,046	2,507,748,826	2,838,343,046	2,507,748,826
Rajshahi Division	4,174,778,880	4,398,432,839	4,174,778,880	4,398,432,839
Khulna Division	5,058,635,269	5,079,425,201	5,058,635,269	5,079,425,201
Rangpur Division	705,075,216	556,751,276	705,075,216	556,751,276
Barishal Division	467,103,084	454,597,772	467,103,084	454,597,772
Mymensingh Division	640,470,515	573,463,782	640,470,515	573,463,782
	352,118,311,723	**305,784,411,199**	**348,704,582,938**	**303,192,128,008**
Outside Bangladesh				
EBL Finance (HK) Ltd.	3,786,582,673	5,300,322,362	4,652,349,354	5,723,474,903
	355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**

7.b.6 Geographic location and business segment-wise concentration of loans and advances (including bills purchased and discounted) as on 31-12-2023

	Total Bank (Solo)			
	Corporate banking	Retail and SME banking (including staff)	2023	2022
Division				
Dhaka Division	223,631,341,851	51,085,093,859	274,716,435,710	239,286,427,520
Chattogram Division	43,770,478,185	16,333,263,034	60,103,741,219	50,335,280,791
Sylhet Division	12,975,484	2,825,367,562	2,838,343,046	2,507,748,826
Rajshahi Division	2,462,388,577	1,712,390,303	4,174,778,880	4,398,432,839
Khulna Division	706,146,663	4,352,488,606	5,058,635,269	5,079,425,201
Rangpur Division	25,032,754	680,042,462	705,075,216	556,751,276
Barishal Division	-	467,103,084	467,103,084	454,597,772
Mymensingh Division	14,713,548	625,756,967	640,470,515	573,463,782
Outside Bangladesh	4,652,349,354	-	4,652,349,354	5,723,474,903
	275,275,426,416	**78,081,505,877**	**353,356,932,292**	**308,915,602,911**

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
7.b.7 Business segment-wise concentration of loans and advances (including bills purchased and discounted)					
Corporate banking		244,886,622,706	189,806,248,465	246,126,833,924	191,514,992,519
Offshore banking		29,148,592,491	48,833,524,980	29,148,592,491	48,833,524,980
Retail and SME (S) banking		80,186,484,612	70,788,983,312	76,398,311,290	66,911,108,609
Executives & Staffs		1,683,194,587	1,655,976,802	1,683,194,587	1,655,976,802
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
7.b.8 Loans and advances (as categorised in CL Statement)					
Inside Bangladesh					
Continuous loan (CL-2)					
Consumer Financing (CF)		14,074,657,981	13,519,850,772	10,286,484,659	9,641,976,069
Small & Medium Enterprise (SME)		4,528,332,276	5,952,613,659	4,528,332,276	5,952,613,659
Loans to BHs/MBs/SDs against Shares		686,106,122	842,440,995	1,060,550,659	2,128,032,507
Other than SMEF, CF, BHs/MBs/SDs		31,297,362,284	23,957,085,765	31,297,362,284	23,957,085,765
		50,586,458,663	**44,271,991,191**	**47,172,729,878**	**41,679,708,000**
Demand loan (CL-3)					
Small & Medium Enterprise (SME)		2,960,376,392	6,841,544,809	2,960,376,392	6,841,544,809
Other than SMEF, CF, BHs/MBs/SDs		166,020,153,154	145,856,810,441	166,020,153,154	145,856,810,441
		168,980,529,546	**152,698,355,250**	**168,980,529,546**	**152,698,355,250**
Term loan (CL-4)					
Consumer Financing (including staff, other than HF)		18,854,874,957	16,436,693,823	18,854,874,957	16,436,693,823
Housing Financing (HF)		8,722,817,559	6,818,087,563	8,722,817,559	6,818,087,563
Small & Medium Enterprise		22,262,690,136	19,736,410,886	22,262,690,136	19,736,410,886
Other than SMEF, CF, BHs/MBs/SDs		76,901,034,980	62,754,630,732	76,901,034,980	62,754,630,732
		126,741,417,632	**105,745,823,004**	**126,741,417,632**	**105,745,823,004**
Short term agri credit and microcredit (CL-5)					
Short term agri credit		5,809,905,882	3,068,241,753	5,809,905,882	3,068,241,753
		5,809,905,882	**3,068,241,753**	**5,809,905,882**	**3,068,241,753**
Outside Bangladesh					
Loans, cash credits, overdrafts etc.		3,786,582,673	5,300,322,362	4,652,349,354	5,723,474,903
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
7.b.9 Security/Collateral-wise concentration of loans and advances (including bills purchased and discounted)					
Collateral of movable/immovable assets		109,061,465,149	87,396,708,884	109,061,465,149	87,396,708,884
Local banks and financial institutions guarantee		15,214,963,986	15,105,791,588	11,428,381,313	9,805,469,226
Government guarantee		491,472,034	529,508,788	491,472,034	529,508,788
Export documents		32,012,578,782	27,314,539,474	32,012,578,782	27,314,539,474
Fixed deposit receipts (FDR)-own bank		28,618,465,350	29,636,108,688	28,618,465,350	29,636,108,688
Personal guarantee		20,440,753,996	17,085,179,371	20,440,753,996	17,085,179,371
Other securities (Hypothecation charges)		150,065,195,099	134,016,896,767	151,303,815,669	137,148,088,479
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
7.b.10 Classification status of loans and advances					
Unclassified					
Standard (excluding Staff Loan)		338,461,635,602	296,168,842,382	336,324,866,628	294,480,449,749
Special Mention Accounts (SMA)		4,407,742,876	4,200,106,648	4,407,742,876	4,200,106,648
		342,869,378,477	**300,368,949,030**	**340,732,609,504**	**298,680,556,397**
Classified					
Sub-standard		1,152,310,504	1,351,814,635	1,152,310,504	1,351,814,635
Doubtful		876,509,568	594,275,922	876,509,568	594,275,922
Bad/Loss		9,323,501,260	7,113,717,172	8,912,308,130	6,632,979,155
	7.b.11	**11,352,321,332**	**9,059,807,729**	**10,941,128,202**	**8,579,069,712**
Staffs (HR Loan)		**1,683,194,587**	**1,655,976,802**	**1,683,194,587**	**1,655,976,802**
		355,904,894,396	**311,084,733,561**	**353,356,932,292**	**308,915,602,911**
Percentage of Classified Loans & Advances/NPL		**3.19%**	**2.91%**	**3.10%**	**2.78%**

7.b.10.a The amount reported above under SMA category includes certain loan accounts with an aggregate outstanding of BDT 3,253.44 million as at 31-12-2023 (BDT 2,238.22 million as at 31-12-2022) which has not been reported as classified as at year-end on the basis of stay order from the Honorable High Court Division of the Supreme Court of Bangladesh. As at year-end 2023, an aggregate amount of BDT 2,378.79 million (BDT 1,924.70 million as at 31-12-2022) has been kept as total provision.

	Group 2023	Group 2022	Bank 2023	Bank 2022
7.b.11 Movement of classified loans and advances				
Opening balance	9,059,807,729	10,356,087,877	8,579,069,712	9,978,675,012
Addition during the year	3,482,606,020	3,042,678,870	3,552,150,907	2,939,353,718
Reduction during the year (on write-off, rescheduling or adjustment)	(1,190,092,417)	(4,338,959,019)	(1,190,092,417)	(4,338,959,019)
	11,352,321,332	**9,059,807,729**	**10,941,128,202**	**8,579,069,712**

	Bank (Solo)			
	2023		2022	
	Taka	%	Taka	%
7.b.11.a Industry- wise concentration of Classified Loans & Advances				
Commercial and trading	4,469,131,833	40.85%	3,691,491,335	43.03%
Crops, fisheries & livestock	58,794,493	0.54%	55,499,896	0.65%
Electronics & electrical goods	-	0.00%	2,895,446	0.03%
Consumer finance	924,843,474	8.45%	929,432,036	10.83%
Metal & steel products	21,580,388	0.20%	88,519,192	1.03%
Readymade garments industry	1,919,008,881	17.54%	1,759,250,833	20.51%
Ship breaking industry	1,172,144,688	10.71%	1,172,144,688	13.66%
Sugar, edible oil refinery & food processing	340,654,978	3.11%	145,981,414	1.70%
Transport & communication	26,458,906	0.24%	31,582,688	0.37%
Textile mills	1,207,039,650	11.03%	13,962,306	0.16%
Others	801,470,911	7.33%	688,309,878	8.02%
	10,941,128,202	**100.00%**	**8,579,069,712**	**100.00%**

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
7.b.12 Particulars of loans and advances					
i) Debts considered good in respect of which the bank is fully secured		335,698,273,614	293,912,388,741	333,150,311,510	291,743,258,091
ii) Debts considered good for which the bank holds no other security than the debtor's personal security		7,940,652,619	6,617,057,740	7,940,652,619	6,617,057,740
iii) Debts considered good and secured by the personal security of one or more parties in addition to the personal security of the debtors.		12,265,968,166	10,555,287,084	12,265,968,166	10,555,287,084
iv) Debts adversely classified; for which no provision is created.		-	-	-	-
		355,904,894,398	**311,084,733,564**	**353,356,932,295**	**308,915,602,915**
v) Debts due by directors or officers of the bank or any of them either jointly or severally with any other persons.		1,683,442,443	1,656,361,757	1,683,442,443	1,656,361,757
vi) Debts due by companies and firms in which the directors of the bank have interests as directors, partners or managing agent or in case of private companies as members.		-	-	-	-
vii) Maximum total amount of advances, including temporary advances made at any time during the period to directors or managers or officers of the bank or any of them either severally or jointly with any other persons.		1,683,442,443	1,656,361,757	1,683,442,443	1,656,361,757
viii) Maximum total amount of advances, including temporary advances, granted during the period to the companies or firms in which the directors of the bank have interests as directors, partners or managing agents or, in case of private companies as members .		-	-	-	-
ix) Due from other banking companies		-	-	-	-
x) Information in respect of classified loans and advances		-	-	-	-
a) Classified loans for which interest/profit not credited to income		11,352,321,332	9,059,807,729	10,941,128,202	8,579,069,712
(i) (Decrease)/Increase of provision (specific)		964,615,929	2,071,796,367	964,615,929	2,071,796,367
(ii) Amount of loans written off		416,021,547	2,528,417,843	416,021,547	2,528,417,843
(iii) Amount recovered from loans written off		473,190,325	793,358,712	473,190,325	793,358,712
b) Amount of provision kept against loans classified as bad/loss		8,202,572,325	6,588,621,225	8,202,572,325	6,588,621,225
c) Amount of interest creditable to the interest suspense account		3,362,449,028	2,925,099,761	3,186,485,304	2,750,271,719
xi) Cumulative amount of written off loans:					
Opening Balance		16,148,676,535	13,620,258,692	16,128,560,221	13,600,142,378
Amount written off during the year:					
Principal amount		356,748,180	2,291,795,389	356,748,180	2,291,795,389
Interest suspense		59,273,366	236,622,454	59,273,366	236,622,454
Balance of written off loans and advances		**16,564,698,082**	**16,148,676,535**	**16,544,581,768**	**16,128,560,221**

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
7.b.13 Cumulative amount of recovery from written off loans (including BCCI loans)		**5,561,991,353**	**5,088,801,028**	**5,561,991,353**	**5,088,801,028**
7.b.14 Cumulative amount of written off loans for which law suits have been filed (note 7.b.14.1)		**19,635,938,826**	**19,081,371,753**	**19,635,938,827**	**19,081,371,753**
7.b.14.1 Cumulative amount of written off loans (including legal and other charges)	7.b.14.1a				
Opening balance		19,081,371,752	15,754,488,554	19,081,371,753	15,754,488,555
During the year		554,567,074	3,326,883,198	554,567,074	3,326,883,198
Closing balance		**19,635,938,826**	**19,081,371,752**	**19,635,938,827**	**19,081,371,753**
7.b.14.1.a Cumulative number of written off loan accounts against which lawsuits have been filed					
Opening balance				8,770	8,282
During the year				230	488
Closing balance				**9,000**	**8,770**

8 Fixed assets including land, building, furniture and fixtures

Accounting policy:

Fixed assets (other than lease items)
The group applies IAS 16 *Property, Plant and Equipment* for its own assets which are held for current and future use in the business and are expected to be used for more than one year.

Recognition and measurement
Fixed assets except land are stated at cost less accumulated depreciation and impairment loss (if any) as per IAS 16. Land is recognised at cost at the time of acquisition and subsequently measured at revalued amount which is the fair value at the time of revaluation done by independent valuer and any increase (by netting of decrease of value within same class) on revaluation is shown as equity component until the asset is disposed off.
The cost of an item of fixed assets is recognised as an asset if it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably.

The cost of an item of fixed assets comprises:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- the initial estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

Subsequent costs
Subsequent costs are capitalised only when it is probable that the future economic benefits associated with the costs will flow to the entity and cost can be measured reliably. The carrying amount of the replaced portion is derecognised. The costs of day-to-day servicing of fixed assets, i.e. repairs and maintenance is charged to profit and loss account as expense when incurred.

Depreciation
Depreciation is charged at the rates stated below on all the items of fixed assets on the basis of estimated useful lives as determined in the fixed asset policy of the Bank. In all cases depreciation is calculated on the straight line method. Charging depreciation commences from the month of acquisition (for full month) and ceases in the month when the assets are disposed. No depreciation is charged on capital-work-in-progress until the usage of the assets.

The rates and useful lives at which fixed assets are depreciated for current and comparative years are given below:

Assets Category	Estimated useful lives (Years)	Rate of depreciation/ amortization per annum
Building	40	2.50%
Furniture and Fixture	10	10.00%
Machineries and equipment	5	20.00%
Electromechanical equipment	20	5.00%
Digital banking equipment	8	12.50%
Computer and network equipment	5	20.00%
Vehicle	8	12.50%
Software	5	20.00%

Capital-work-in-progress
Costs incurred for software development, licensing and implementation; hardware up-gradation and related other costs incurred as capital expenditures are initially recognised as capital-work-in-progress as per IAS 16, until the development or implementation work is completed and the asset is ready for intended use. This asset is stated at cost and depreciation/amortization of the asset is charged from the date of its intended use.

Derecognition of fixed assets
The carrying amount of an item of fixed assets is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from derecognition of an item of fixed assets is recorded in profit and loss account when the item is derecognised.

Intangible assets
Intangible asset is an identifiable non-monetary asset without physical substance. The Group classifies its intangible assets as per IAS 38 *Intangible assets* which comprises the value of all licensed computer software including core banking software of the Bank, cards management software, cheque processing software (i.e. BEFTN), software of subsidiaries and other integrated customised software for call centre, ATM service, Finance and HR operations i.e. PMS, FAM, ESS etc.

Recognition, subsequent expenditure and measurement
The Group recognises an intangible asset if it is probable that future economic benefits that are attributable to the assets will flow to the entity and the cost of the asset can be measured reliably in accordance with IAS 38 *Intangible Assets*. The Group does not have any intangible assets with indefinite useful lives.
Subsequent expenditure on intangible asset of the Group is capitalised only when it increases the future economic benefits embodied in the specific assets to which it relates; otherwise is charged as expense when incurred.
Intangible assets are derecognised on disposal or when no future economic benefits are expected from their use. Gain or loss arising from derecognition of an intangible asset is measured as the difference between the net disposal proceed and the carrying amount of that intangible asset and are recognised in profit and loss account.

Core banking software of EBL
The core banking software used by EBL (not by subsidiaries) represents the value of application software licensed for the use of the Bank. The value of the software is carried at cost less accumulated amortization and impairment loss (if any). Initial cost comprises license fees paid at the time of purchase and other directly attributable costs incurred for customising the software for its intended use. The value of the software is amortized using the straight line method over the estimated useful life of 5 (five) years commencing from the month when the application of the software is made available for use.

Details of fixed assets are presented in note 8 and **Annexure - A** of these financial statements.

Leases:

As per IFRS 16 *Leases*, the bank has made recognition, measurement and disclosure in the financial statements both as Lessee and Lessor from the date of commencement or 01 January 2019 (date of initial application).

Bank as lessee
The bank assesses at initiation of a contract whether the contract is, or contains a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange of consideration, then the bank considers the contract as a lease contract.
The bank as a lessee applies a single recognition and measurement approach for all leases, except for short-term leases, or, and lease of low value assets. The bank recognises lease liabilities to make lease payment and right-of-use (ROU) assets representing the right to use the underlying assets.
If tenor of a lease contract does not exceed twelve months from the date of initiation/application, the bank considers the lease period as short term in line with the recognition threshold of ROU assets as per Fixed Asset Policy of the bank. In case of low value, the Bank, on lease-by-lease basis, elected a single threshold on the basis of materiality level as per Fixed Assets Policy. The reason behind considering the materiality level is that the bank operates many ATM booths with short tenure (not over 12 months) and single contracts; recording of which as ROU assets would inflate the balance sheet both in assets and liabilities.

Right-of-use assets (RoU)
The bank recognises the right-of-use assets (RoU) at the commencement date of the lease (i.e. the date the underlying asset is available for use). RoU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted for any measurement of lease liabilities. The cost of ROU assets includes the amount of lease liabilities recognised, initial direct cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the lease term, or remaining period of the lease term.
The bank assessed all live lease contracts in 2023 and recognised as RoU assets of all leases, except short tenure and low value assets as per the Banks' own policy set as per IFRS 16 *Leases*. When leases under IFRS 16 was first time adopted by the bank, the bank followed modified retrospective approach of adoption with the date of initial application of 01 January 2019. However, in 2023, the bank reassessed all RoU assets recorded earlier considering a cut-off date i.e. 01 January 2023.

Lease Liabilities (Bank as a lessee)
At the commencement of the lease, the bank recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the bank and payment of penalties for terminating the lease.
In 2023 the bank reassessed all lease payments of existing contracts for remaining period considering a cut-off date i.e. 01 January 2023. The lease liabilities are presented in the note 13.11 of these financial statements.

Bank as a lessor

Leases where the bank does not transfer substantially all of the risk and benefit of ownership of any asset are classified as operating assets. Rental income is recorded as earned based on the contractual term of the lease. However, the Bank did not hold any such assets in 2023.

Recognition of consideration made under contract in exchange of use of rental premises/assets:

As per IFRS 16 Leases, when consideration is made by the bank under contract in exchange of use of rental premises or assets for a period not exceeding a period of twelve months and/or the present value of the obligation plus initial payment under contract does not exceed the threshold of the bank, and substantially all the risk and benefit of ownership of those rental premises/assets does not transfer to the bank, then the bank considers the payment (other than advance payment) as rental expense.
Therefore, EBL recognised those payments against contracts that do not qualify as lease item under IFRS 16 as rental expense in 2023 which is presented in note 28 of the financial statements for the year ended 31 December 2023. These are short term and low value contracts for ATM booths, godown premises that do not meet the materiality threshold for recognition of lease assets.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Details of Fixed Assets at Cost (revalued amount in case of lands)					
Freehold lands and land development		4,096,317,583	4,060,365,301	4,001,543,757	4,060,365,301
Buildings and floor spaces		1,482,009,421	1,407,955,522	1,482,009,421	1,407,955,522
Capital-work-in-progress*		29,841,778	87,317,957	29,841,778	87,317,957
General machineries and equipment		851,216,949	765,814,455	850,079,155	753,299,256
Computer and network equipment		1,248,227,548	1,146,676,644	1,246,994,116	1,126,811,111
Digital banking equipment		382,328,420	315,212,920	382,328,420	315,212,920
Electromechanical equipment		345,278,517	345,278,517	345,278,517	345,278,517
Furniture and fixtures		767,088,244	743,909,005	759,016,307	706,575,683
Vehicles		222,069,392	232,000,872	222,069,392	206,251,139
Right-of-use assets (Lease assets)	8.01	2,731,222,409	2,592,971,706	2,646,484,012	2,514,374,390
Software		1,106,870,492	943,462,304	1,106,870,492	938,627,850
Total cost		**13,262,470,754**	**12,640,965,203**	**13,072,515,368**	**12,462,069,646**
Accumulated depreciation and amortization		(4,680,237,085)	(4,057,479,698)	(4,555,211,066)	(3,961,270,904)
Written down value at 31 December		**8,582,233,669**	**8,583,485,506**	**8,517,304,302**	**8,500,798,743**

*** Capital-work-in-progress**

Initial payment made for automation or upgradation of bank's different software is recognised as capital-work-in-progress as per IAS 16, until the project/development work is completed and/or the asset is ready for intended use. These assets are stated at cost and depreciation of these assets will be charged from the date of intended use.

Details of the fixed assets are presented in 'Annexure-A'.

8.01 Right-of-use assets (RoU)

Right-of-Use assets (RoU) comprise of lease liabilities which is the present value of lease payments against rented premises less incentive, plus initial direct payment and dismantling cost etc. Any contractual obligation for use of any rented/leased premises or assets for a period exceeding twelve months and/or exceeding the threshold for low value asset, and substantially transfer risks and benefits related to ownership of those rented premises/assets to the bank, are recognised as RoU assets as per IFRS 16 'Leases'.

	Group 2023	Group 2022
8.a Consolidated fixed assets of group entities		
Eastern Bank PLC. (Parent)	8,517,304,302	8,500,798,743
EBL Securities Limited	44,723,321	51,390,914
EBL Investments Limited	9,256,606	12,406,984
EBL Finance (HK) Limited	2,566,112	8,277,950
EBL Asset Management Limited	8,383,328	10,610,915
	8,582,233,669	**8,583,485,506**
Less: Inter company elimination	-	-
	8,582,233,669	**8,583,485,506**

9 Other assets

Accounting policy:

As per BRPD circular no. 14 dated 25 June 2003, other assets have been presented separately in the balance sheet and categorized as 'income generating' and 'non-income generating' in notes to the financial statements. These assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the entity and costs are reliably measured. Other assets include investment in subsidiaries, Trading Right Entitlement Certificate (TREC) of DSE & CSE, advance for revenue and capital expenditure, stocks of stationary and stamps, security deposits to government agencies, other receivables etc, as per BRPD circular no. 14/2003.

Investment in subsidiaries

Investment in subsidiaries is accounted for under the cost method of accounting in accordance with IAS 27 *Consolidated and separate financial statements*, IFRS 3 *Business combination* and IFRS 10 *Consolidated financial statements*. Impairment of investment in subsidiaries is made as per the provision of IAS 36 *Impairment of Assets*.

In 2023, the bank has done impairment assessment of its investment in the largest subsidiary company 'EBL Securities Limited' following guideline of IAS 36 *Impairment of Assets*. As value in use (using discounted cash flow method) is higher than carrying value of investment, no impairment is required to be recognised as on balance sheet date.

Impairment of assets

An asset is impaired when its carrying value exceeds its recoverable amount as per IAS 36 *Impairment of assets*. At the end of each reporting period, the Bank and its subsidiaries review the carrying value of financial and non-financial assets (other than investment in subsidiaries) and assess whether there is any indication that an asset may be impaired and/or whenever events or changes in circumstances indicate that the carrying value of the asset may not be recovered. If any such indication exists, the bank and the subsidiaries make an estimate of the recoverable amount of the asset. The carrying value of the asset is reduced to its recoverable amount if the recoverable amount is less than its carrying amount with associated impairment losses recognised in the profit and loss account. However, impairment of any financial assets is measured by relevant Bangladesh Bank circulars/instructions and IFRS 9.

Deferred tax

Deferred tax assets or liabilities are recognised by the Bank on deductible or taxable temporary differences between the carrying amount of assets and liabilities used for financial reporting and the amount used for taxation purpose as required by IAS 12 *Income taxes* and BRPD circular no.11 dated 12 December 2011. Deferred tax assets is recognised for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which they can be used. Deferred tax assets and liabilities are reviewed at each reporting period and are measured at the applicable tax rate as per tax laws that are expected to be applied when the assets is realised and liability is settled. Any unrecognised deferred tax assets or liabilities are reassessed at each reporting period and recognised only if that has become probable that future taxable profit or loss will be available against which they can be used or settled.

Details of deferred tax assets or liabilities and amount recognised in profit and loss account for deferred tax income or expense are given in note 9.10 in the financial statements.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Details of other assets					
Income generating:					
Investment in subsidiary-EBL Securities Limited	9.1	-	-	2,217,400,000	1,967,400,000
Investment in subsidiary-EBL Investments Limited	9.2	-	-	679,999,900	399,999,900
Investment in subsidiary-EBL Finance (HK) Limited	9.3	-	-	14,779,352	14,779,352
Investment in subsidiary-EBL Asset Management Limited	9.4	-	-	249,999,900	249,999,900
Fair value of TREC to EBLSL and Shares of DSE	9.5.a	595,337,112	595,337,112	-	-
Fair value of TREC to EBLSL and Shares of CSE	9.5.b	245,379,755	245,379,755	-	-
Non- Income generating:					
Receivable from subsidiaries	9.6	-	-	839,199	4,043
Stock of stationeries		47,496,348	16,965,387	47,496,348	16,965,387
Stamps on hand		3,791,797	4,657,487	3,782,647	4,648,337
Advance to staff for expenses	9.7	1,925,594	683,483	1,270,656	683,483
Security deposits with govt./non govt. agencies		22,519,105	24,243,874	9,024,224	9,024,224
Interest, fees and dividend receivables	9.8	1,649,771,465	1,709,239,391	1,654,086,136	1,832,856,670
Sundry receivables	9.9	2,373,025,726	1,492,076,216	2,371,464,393	1,491,849,209
Advance rent		64,012,304	55,446,991	61,469,593	55,027,291
Prepayments and advance to vendors		428,699,915	349,504,083	424,530,620	340,600,550
Deferred tax assets (net of liabilities)	9.10	2,920,461,653	2,423,604,499	2,827,294,867	2,332,586,280
Other assets of subsidiaries	9.11	2,067,885	55,912,726	-	-
		8,354,488,660	**6,973,051,006**	**10,563,437,836**	**8,716,424,628**

	Group 2023	Group 2022
9.a Consolidated other assets of group entities		
Eastern Bank PLC. (Parent)	10,563,437,836	8,716,424,628
EBL Securities Limited	964,131,010	999,719,079
EBL Investments Limited	33,451,931	17,070,756
EBL Finance (HK) Limited	2,542,711	2,383,359
EBL Asset Management Limited	8,598,706	8,819,178
	11,572,162,194	9,744,416,999
Less: Inter company elimination	(3,217,673,533)	(2,771,365,993)
	8,354,488,660	**6,973,051,006**

9.1 Investment in subsidiary-EBL Securities Limited

EBL acquired its securities brokerage subsidiary in two phases (2010 and 2011) at a total cost of BDT 479.90 million and injected afterwards BDT 1,737.50 million as fresh capital.

9.2 Investment in subsidiary-EBL Investments Limited

This fully owned subsidiary of EBL was incorporated on 30 December 2009. Its authorized capital is BDT 1,000 million and paid up capital of BDT 680 million as on 31 December 2023. It was awarded merchant banking license by BSEC on 27 January 2013 and started its full fledged merchant banking operations since then.

9.3 Investment in subsidiary-EBL Finance (HK) Limited

EBL Finance (HK) Limited, the fully owned foreign subsidiary of EBL, was incorporated on 28 November 2011 with an initial authorized capital of HKD 1.41 million (equivalent to BDT 14.78 million). Afterwards, in 2019 HKD 10.00 million was transferred to capital account from retained earnings.This subsidiary commenced its full fledged operations in Hongkong from early 2013.

9.4 Investment in subsidiary-EBL Asset Management Limited

Another fully owned subsidiary of EBL was incorporated on 9 January 2011 with an initial authorized capital of BDT 250 million. It has fully subscribed paid up capital of BDT 250 million and has been registered under BSEC on 25 May 2017. It started full fledged operations on asset management, capital market, equity investment etc. since then.

9.5 Fair value measurement of TREC and Shares of both DSE and CSE (held by EBLSL)

As per Exchange Demutualization Act 2013, EBLSL was awarded Trading Right Entitlement Certificate (TREC) as well as ordinary shares of both the bourses i.e. DSE and CSE in exchange of membership licenses under Demutualization Scheme ('the Scheme'). Subsequently, under a purchase agreement between demutualized DSE and strategic partner China Consortium, EBLSL sold out 25% of its holding to China Consortium at a negotiated price of BDT 21 per share (Face value: BDT 10 each). As of 31-12-2023, Share composition of DSE and CSE held by EBLSL was as follows:

Particulars	No of Shares held	Face Value (BDT)
Dhaka Stock Exchange PLC.	5,411,329	10.00
Chittagong Stock Exchange PLC.	4,287,330	10.00
Total	**9,698,659**	**10.00**

Earlier, EBLSL carried out a valuation by ACNABIN, chartered accountants, to determine the fair value of TREC and Shares of both the bourses i.e. DSE and CSE. The value of TREC was determined applying varying weights to the results of three valuation approaches i.e. Cost approach, Market approach and Income approach. Fair value of DSE shares was determined on the basis of recent transaction price made between DSE and China Consortium but face value of CSE shares was taken as fair value as there was no offer price from any third party. However, EBL management expects the fair value of TREC and Shares of DSE and CSE altogether is to be similar to net realizable value in line with present growth pattern of business and outlook of EBLSL. The valuation result of TREC and Shares held by EBLSL under the above methodologies are as follows:

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
9.5.a Fair value of DSE-TREC and Shares (held by EBLSL)					
Value of TREC (Trading Right Entitlement Certificate) held by EBLSL		481,427,540	481,427,540		
Value of Shares (5,411,329 Ns @BDT 21.05, face value is BDT 10 each)		113,909,572	113,909,572		
		595,337,112	**595,337,112**		
9.5.b Fair value of CSE-TREC and Shares (held by EBLSL)					
Value of TREC (Trading Right Entitlement Certificate) held by EBLSL		201,500,000	201,500,000		
Value of Shares (4,287,330 Ns @BDT 10.23, face value is BDT 10 each)		43,879,755	43,879,755		
		245,379,755	**245,379,755**		
9.6 Receivable from Subsidiaries					
Receivable from:					
EBL Securities Limited (in trading account)				839,199	-
EBL Finance (HK) Ltd.				-	4,043
				839,199	**4,043**
9.7 Advance to staff for expenses					
Due for					
Less than three months		1,270,656	683,483	1,270,656	683,483
More than three months but less than six months		-	-	-	-
More than six months but less than nine months		-	-	-	-
More than nine months but less than twelve months		-	-	-	-
More than twelve months		-	-	-	-
		1,270,656	**683,483**	**1,270,656**	**683,483**
9.8 Interest, fees and dividend receivables					
Interest receivable on placement/margin loans*		71,173,960	74,630,790	70,481,738	74,337,892
Income receivable on government securities		855,660,395	870,256,654	850,228,822	870,256,654
Interest receivable on non-government securities		246,123,508	149,521,947	246,123,508	149,521,947
Interest receivable under stimulus package (subsidized by BB)		131,898,430	251,698,713	131,898,430	251,698,713
Fees, commission and charges receivable		50,748,045	59,765,967	34,677,045	53,304,967
Dividend receivable		344,166,927	438,363,783	320,676,593	433,736,498
		1,699,771,265	1,844,237,854	1,654,086,136	1,832,856,670
Less: Inter unit/company elimination		(49,999,800)	(134,998,463)	-	-
		1,649,771,465	**1,709,239,391**	**1,654,086,136**	**1,832,856,670**

* Margin loans by subsidiaries.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
9.9 Sundry receivables					
Excise duty receivable from customers		26,139,734	49,307,889	26,118,975	49,307,889
Protested Bills to be recovered		106,165,646	106,226,598	106,165,646	106,226,598
AIT recoverable from customers		55,300,000	76,500,000	55,300,000	76,500,000
Cards and ATM transactional/settlement account		1,552,824,347	861,381,441	1,552,824,347	861,381,441
Receivable (net off) from Bangladesh Bank for SP, WEDB, DIB, DPB etc.	9.9.a	261,589,504	182,502,094	261,589,504	182,502,094
Other receivables (Margin, remittance, Bidding Money, IPO Subscription etc)		371,006,496	216,158,195	369,465,922	215,931,188
		2,373,025,726	**1,492,076,216**	**2,371,464,393**	**1,491,849,209**
9.9.a Receivable (net off) from Bangladesh Bank for SP, WEDB, DIB, DPB etc.					
Receivable from Bangladesh Bank for SP, WEDB, DIB, DPB etc.					
For sale of Sanchaypatra		295,813,504	175,094,833	295,813,504	175,094,833
For sale of WEDB, DIB, DPB etc.		-	16,907,261	-	16,907,261
		295,813,504	**192,002,094**	**295,813,504**	**192,002,094**
Payable to Bangladesh Bank					
For encashment of Sanchaypatra		34,224,000	9,500,000	34,224,000	9,500,000
For encashment of WEDB, DIB & DPB		-	-	-	-
		34,224,000	9,500,000	34,224,000	9,500,000
		261,589,504	**182,502,094**	**261,589,504**	**182,502,094**
9.10 Deferred tax asset (net off liability)					
Deferred tax asset	9.10.b	3,342,244,826	2,801,109,992	3,249,078,040	2,710,090,884
Deferred tax liability	9.10.c	421,783,173	377,505,492	421,783,173	377,504,603
		2,920,461,653	**2,423,604,499**	**2,827,294,867**	**2,332,586,280**
9.10.a Consolidated deferred tax asset (net off liability)					
Eastern Bank PLC. (Parent)		2,827,294,867	2,332,586,280		
EBL Securities Limited		83,886,799	83,635,885		
EBL Investments Limited		6,306,723	5,478,675		
EBL Asset Management Limited		2,973,264	1,903,659		
		2,920,461,653	**2,423,604,499**		
9.10.b Deferred tax asset (Bank only)					
On specific provision maintained against B/L loans	9.10.b.1			3,075,964,622	2,470,732,959
On lease contracts-IFRS 16	9.10.b.2			37,258,981	18,603,487
On actuarial re-measurement loss on defined benefit plans	18			135,854,438	220,754,438
				3,249,078,040	**2,710,090,884**
9.10.b.1 On specific provision maintained against B/L loans					
Cumulative provision made against Bad/Loss loans				8,559,320,506	8,880,420,346
Adjustment of corresponding provision on write off				356,748,180	2,291,799,121
Deductible temporary difference				**8,202,572,325**	**6,588,621,225**
Tax rate				37.50%	37.50%
Deferred tax asset				**3,075,964,622**	**2,470,732,959**
Opening deferred tax asset				2,470,732,959	2,352,347,541
Deferred tax (income)	38			**(605,231,663)**	**(118,385,418)**
9.10.b.2 On lease contracts-IFRS 16:					
Lease obligation					
Accounting base				1,230,148,615	1,259,216,399
Tax base				-	-
Taxable temporary difference				**1,230,148,615**	**1,259,216,399**
Tax rate				37.50%	37.50%
Deferred tax asset on lease obligation				**461,305,731**	**472,206,150**
Opening deferred tax asset on lease obligation				472,206,150	-
Deferred tax expense/(income)				**10,900,419**	**(472,206,150)**
Right of Use Assets (RoU)					
Accounting base				1,561,683,233	1,670,520,975
Tax Base				430,891,901	460,913,874
Taxable temporary difference				**1,130,791,333**	**1,209,607,101**
Tax rate				37.50%	37.50%
Deferred tax liability on RoU Assets				**424,046,750**	**453,602,663**
Opening deferred tax liability on RoU Assets				453,602,663	-
Deferred tax expense/(income)				**(29,555,913)**	**453,602,663**
Net deferred tax (income)	38			**(18,655,494)**	**(18,603,487)**
9.10.c Deferred tax liability (Bank only)					
On fixed assets (excluding land) between tax base and carrying value	9.10.c.1			92,460,598	160,316,569
On land properties due to revaluation surplus	9.10.c.2			240,092,631	162,408,212
On employee benefits (IAS 19)	9.10.c.3			89,229,944	54,779,822
				421,783,173	**377,504,603**
9.10.c.1 On fixed assets (except land) in WDV between tax base and carrying value					
Carrying amount of fixed assets				2,907,824,185	2,671,963,740
Tax base				2,661,262,591	2,244,452,889
Taxable temporary difference				**246,561,594**	**427,510,851**
Tax rate				37.50%	37.50%
Deferred tax liability				**92,460,598**	**160,316,569**
Opening deferred tax liability				160,316,569	123,535,089
Deferred tax (income)/expense	38			**(67,855,972)**	**36,781,480**
9.10.c.2 On land properties due to revaluation surplus					
Cost of land				1,478,336,541	1,510,582,428
Revaluation surplus				2,523,207,315	2,549,622,873
Total value of land				**4,001,543,856**	**4,060,205,301**
Tax rate (on transfer value as per section 125 of the ITA 2023)				6.00%	4.00%
Deferred tax liability				**240,092,631**	**162,408,212**

As per SRO no. 329-Ain/Income Tax-22/2023 dated 30 November 2023, rate of source tax for transfer of properties is 6% or 8% or slab rates for per Katha land on area wise transfer value whichever is higher. Considering the circumstances, we have applied 6% rate on total value of land.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
9.10.c.3 On employee benefits-IAS 19					
on gratuity fund					
Opening deferred tax liability				46,162,319	-
Deferred tax expense/(income) on employee benefits				15,161,170	46,162,319
Closing deferred tax liability				**61,323,488**	**46,162,319**
on superannuation fund					
Opening deferred tax liability				8,617,503	-
Deferred tax expense/(income) on employee benefits				19,288,953	8,617,503
Closing deferred tax liability				**27,906,456**	**8,617,503**
Deferred tax liability on employee benefits				**89,229,944**	**54,779,822**

Deferred tax assets/(liabilities) have been recognised and measured as per IAS-12 *Income Taxes* and BRPD circular # 11 dated 12 December 2011.
Deferred tax asset on provision against diminution of value of quoted securities has not been recognised as adjustment of loss (for set off against gain under the same head) u/s 70 of ITA 2023 is uncertain due to market volatility.
There is no other material temporary timing difference in classified assets/liabilities for which deferred tax asset/liability is required to be accounted for in the year.

	Group 2023	Group 2022
9.11 Other assets of subsidiaries		
Trade receivable from DSE & CSE	1,687,748	55,564,199
Other receivables (trade account etc.)	5,035,518	4,532,862
	6,723,266	60,097,061
Less: Inter company elimination (with deposit account)	(4,655,381)	(4,184,335)
	2,067,885	**55,912,726**

10 Non-banking assets

Accounting policy:

Non banking asset (NBA) is acquired due to failure of borrower to repay the loan in time taken against mortgaged properties. NBA is recognised in the financial statements on the basis of third party valuation and in compliance with the NBA Policy guided by Bangladesh Bank (BRPD circular no. 22 dated 20 September 2021).
As on the reporting date, the Bank has been awarded absolute ownership on few mortgaged properties (mostly land) through the verdict of the honorable court under section 33 (7) of the Artharin Adalat Act 2003 but those are yet to be recognized in the financial statements as non-earning assets in compliance with the said BB circular.

Non earning assets

Details of NBAs awarded to the Bank are given in 'Annexure- D1'.

11 Borrowing from banks, financial institutions and agents

Accounting policy:

Borrowing from other banks, financial institutions and agents include interest bearing borrowings which are stated in the financial statements at principal outstanding. Interest payable on such borrowings are reported under other liabilities.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Details of Borrowing:					
Inside Bangladesh (including subordinated bond)	11.1	48,877,412,370	46,247,488,181	44,878,463,127	43,646,417,069
Outside Bangladesh	11.2	26,789,379,256	32,349,940,242	26,789,379,256	32,349,940,243
		75,666,791,626	**78,597,428,423**	**71,667,842,383**	**75,996,357,312**

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Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
11.a Consolidated borrowings from Banks, FIs by group entities					
Eastern Bank PLC. (Parent)		71,667,842,383	75,996,357,312		
EBL Securities Limited		4,316,645,557	3,886,662,623		
EBL Finance (HK) Limited		4,554,611,200	5,639,799,087		
EBL Investments Limited		56,748,223	-		
		80,595,847,363	**85,522,819,022**		
Less: Inter company elimination		(4,929,055,737)	(6,925,390,599)		
		75,666,791,626	**78,597,428,423**		
11.1 Borrowing from - Inside Bangladesh					
Demand Borrowing:					
Banks		5,815,705,038	10,757,087,155	1,499,059,481	6,870,424,532
NBFIs		-	-	-	-
		5,815,705,038	10,757,087,155	1,499,059,481	6,870,424,532
Less: Inter unit/company elimination		(1,544,253,776)	(8,156,016,043)	(1,169,809,239)	(6,870,424,532)
		4,271,451,262	**2,601,071,112**	**329,250,242**	**-**
Term Borrowing:					
Banks		8,013,609,423	14,925,812,817	3,402,250,000	9,286,013,730
NBFIs		-	-	-	-
		8,013,609,423	**14,925,812,817**	**3,402,250,000**	**9,286,013,730**
Less: Inter unit/company elimination		(4,554,611,200)	(5,639,799,087)	-	-
		3,458,998,223	**9,286,013,730**	**3,402,250,000**	**9,286,013,730**
Subordinated bond & other borrowings under schemes: From Bangladesh Bank & others					
Investment Promotion & Financing Facility (IPFF)		1,163,956,941	249,096,628	1,163,956,941	249,096,628
Export Development Fund (EDF)		19,780,927,152	22,104,430,432	19,780,927,152	22,104,430,432
Refinance scheme under BADP		-	-	-	-
Refinance scheme under SMESPD		2,354,841,693	2,059,585,845	2,354,841,693	2,059,585,845
Second Crop Diversification Project		458,716,050	560,652,950	458,716,050	560,652,950
SME Foundation Pre-finance		-	6,825,000	-	6,825,000
Long Term Financing Facility (LTFF)		477,468,150	626,512,121	477,468,150	626,512,121
Stimulus Fund - Wages & Salaries		-	152,782,617	-	152,782,617
Refinance scheme-others		9,757,236,961	2,562,824,633	9,757,236,961	2,562,824,633
Green Transformation fund		133,815,938	87,693,114	133,815,938	87,693,114
Non-Convertible Subordinated Bond	11.1.a	7,020,000,000	5,950,000,000	7,020,000,000	5,950,000,000
		41,146,962,884	**34,360,403,339**	**41,146,962,884**	**34,360,403,339**
		48,877,412,370	**46,247,488,181**	**44,878,463,127**	**43,646,417,069**

11.1.a Non-Convertible Subordinated Bond

The Bank with due approval from Bangladesh Bank and BSEC issued 03 (three) 7-year unsecured and non-convertible subordinated bonds through private placement to enhance Tier-II capital: 1st Subordinated Bond of BDT 2,500 million in 2015, 2nd Subordinated Bond of BDT 5,000 million in 2019 and 3rd Subordinated Bond of BDT 5,000 million in 2022 (BDT 4,020 million subscribed till 31-12-2023). Among these bonds, 1st Subordinated bond was fully redeemed and rest two bonds are redeemable at the end of 3rd, 4th, 5th, 6th and 7th year of maturity at 20% per year. Coupon rates of both the live instruments (2nd and 3rd) are variable with a floor and ceiling rate. These two instruments have been rated AA1 and AA in the long term by CRAB and CRISL respectively. Although these are recognized component of Tier -II capital, the outstanding amount of these Bonds is shown as borrowing as per BB guidelines/instruction. Following is the list of subscribers to these Bonds on current outstanding basis:

	Group 2023	Group 2022	Bank 2023	Bank 2022
EBL 1st Subordinated Bond				
Bank & NBFI	-	-	-	-
Other than Bank & NBFI	-	-	-	-
	-	-	-	-
EBL 2nd Subordinated Bond				
Bank & NBFI	2,670,000,000	3,560,000,000	2,670,000,000	3,560,000,000
Other than Bank & NBFI	330,000,000	440,000,000	330,000,000	440,000,000
	3,000,000,000	**4,000,000,000**	**3,000,000,000**	**4,000,000,000**
EBL 3rd Subordinated Bond				
Bank & NBFI	2,250,000,000	700,000,000	2,250,000,000	700,000,000
Other than Bank & NBFI	1,770,000,000	1,250,000,000	1,770,000,000	1,250,000,000
	4,020,000,000	**1,950,000,000**	**4,020,000,000**	**1,950,000,000**
	7,020,000,000	**5,950,000,000**	**7,020,000,000**	**5,950,000,000**

11.2 Borrowing from - Outside Bangladesh

	Group 2023	Group 2022	Bank 2023	Bank 2022
Non-interest bearing:				
Citibank NA, USA	-	440,939,185	-	440,939,185
Standard Chartered Bank, Germany	-	159,954	-	159,954
	-	**441,099,139**	**-**	**441,099,139**
Interest bearing:				
Abu Dhabi Commercial Bank, UAE	1,097,500,000	2,582,317,500	1,097,500,000	2,582,317,500
Asian Development Bank (ADB), Philippines	-	121,520,821	-	121,520,821
Bank Muscat, Muscat	329,250,000	723,048,900	329,250,000	723,048,900
CaixaBank, S.A., Spain	2,743,750,000	5,267,927,700	2,743,750,000	5,267,927,700
Citibank NA, Singapore	1,646,250,000	2,065,854,000	1,646,250,000	2,065,854,000
Commercial Bank of Dubai	1,426,750,000	1,136,219,700	1,426,750,000	1,136,219,700
Commercial Bank of Qatar	-	516,463,500	-	516,463,500
Deutsche Investitions-und Entwicklungsgesellschaft MBH (DEG)	1,646,250,000	2,582,317,500	1,646,250,000	2,582,317,500
HDFC Bank, India	1,097,500,000	1,549,390,500	1,097,500,000	1,549,390,500
International Islamic Trade Finance Corporation (ITFC)	868,591,312	-	868,591,312	-
JP Morgan Chase, Singapore	1,697,960,935	2,949,144,107	1,697,960,935	2,949,144,107
KfW IPEX-Bank GmbH, Frankfurt, Germany	2,750,035,312	2,534,497,939	2,750,035,312	2,534,497,939
Mashreq Bank, Dubai	2,743,750,000	2,582,317,500	2,743,750,000	2,582,317,500
Mashreq Bank, Hongkong	2,743,750,000	-	2,743,750,000	-
National Bank of Ras Al-Khaimah, UAE	2,195,000,000	1,342,805,100	2,195,000,000	1,342,805,100
OEEB, Development Bank, Austria	1,317,000,000	1,652,683,200	1,317,000,000	1,652,683,200
Standard Chartered Bank, Singapore	291,041,696	1,048,613,087	291,041,696	1,048,613,087
State Bank of India, Hongkong	-	206,585,400	-	206,585,400
United Bank Limted, UAE	-	877,987,950	-	877,987,950
Wells Fargo, USA	2,195,000,000	2,169,146,700	2,195,000,000	2,169,146,700
	26,789,379,256	**31,908,841,103**	**26,789,379,256**	**31,908,841,104**
	26,789,379,256	**32,349,940,242**	**26,789,379,256**	**32,349,940,243**

11.a.1 Remaining maturity grouping of Borrowings

	Group 2023	Group 2022	Bank 2023	Bank 2022
Payable				
On demand	5,069,778,521	2,911,446,219	798,327,259	310,375,107
In not more than one month	4,930,049,853	15,662,181,836	7,601,921,418	17,222,824,504
In more than one month but not more than three months	21,944,961,648	19,418,585,916	19,545,592,102	17,857,943,250
In more than three months but not more than one year	35,126,529,854	31,733,602,676	35,126,529,854	31,733,602,676
In more than one year but not more than five years	8,540,794,235	8,677,092,066	8,540,794,235	8,677,092,066
In more than five years	54,677,515	194,519,709	54,677,515	194,519,709
	75,666,791,626	**78,597,428,423**	**71,667,842,383**	**75,996,357,312**

12 Deposits and other accounts

Accounting policy:

Deposits and other accounts include non-interest bearing current deposits redeemable at call, interest bearing short-term deposits, savings deposits and fixed deposits which are initially measured at the consideration received. These items are subsequently measured and accounted for at the gross value of the outstanding balance in accordance with the contractual agreements with the counterparties.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Current deposits and other accounts etc.	12.1	61,508,377,092	48,977,808,908	62,260,915,018	49,608,497,830
Bills payable	12.2	2,198,324,105	1,073,551,209	2,198,324,105	1,073,551,209
Savings bank deposits	12.3	80,525,188,456	75,127,325,490	80,525,188,456	75,127,325,490
Fixed deposits	12.4	169,066,601,996	130,692,541,410	169,066,601,996	130,692,541,410
Special notice deposits (SND)		51,466,835,725	60,455,307,927	52,052,696,112	60,595,389,174
		364,765,327,373	**316,326,534,944**	**366,103,725,686**	**317,097,305,113**

As on the reporting date, the bank had no Bearer certificates of deposits.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
12.a Group entity- wise consolidated deposits and other accounts					
Eastern Bank PLC. (Parent)		366,103,725,686	317,097,305,113		
Subsidiary Companies		-	-		
		366,103,725,686	**317,097,305,113**		
Less: Inter company elimination		(1,338,398,313)	(770,770,169)		
		364,765,327,373	**316,326,534,944**		
12.1 Current deposits and other accounts					
Current deposits		24,312,705,930	22,610,554,589	25,065,243,856	23,241,243,511
Margin on facilities (LC, LG, Acceptance etc.)		34,160,867,732	24,316,690,931	34,160,867,732	24,316,690,931
Interest accrued on deposits		3,034,803,431	2,050,563,389	3,034,803,431	2,050,563,389
		61,508,377,092	**48,977,808,908**	**62,260,915,018**	**49,608,497,830**
12.2 Bills payable					
Payment order issued		2,193,403,129	1,068,630,233	2,193,403,129	1,068,630,233
Demand draft issued		4,920,976	4,920,976	4,920,976	4,920,976
		2,198,324,105	**1,073,551,209**	**2,198,324,105**	**1,073,551,209**
12.3 Savings bank deposits					
Transactional deposit accounts		69,676,753,873	64,043,087,243	69,676,753,873	64,043,087,243
Scheme deposit accounts	12.3.a	10,848,434,584	11,084,238,246	10,848,434,584	11,084,238,246
		80,525,188,456	**75,127,325,490**	**80,525,188,456**	**75,127,325,490**
12.3.a Scheme deposit accounts					
EBL confidence account		4,648,717,931	4,886,068,609	4,648,717,931	4,886,068,609
EBL child future plan account		780,279,985	899,385,345	780,279,985	899,385,345
EBL millionaire scheme account		2,459,160,245	2,597,131,436	2,459,160,245	2,597,131,436
EBL millionaire scheme women account		824,641,238	802,201,765	824,641,238	802,201,765
EBL aspire account		55,772,096	62,742,392	55,772,096	62,742,392
EBL kotipoti account		940,107,691	804,144,610	940,107,691	804,144,610
EBL multiplier account		1,002,799,482	899,055,764	1,002,799,482	899,055,764
Retail equity builder account		136,955,916	133,508,326	136,955,916	133,508,326
		10,848,434,584	**11,084,238,246**	**10,848,434,584**	**11,084,238,246**
12.4 Fixed deposits					
Term deposit account		168,921,782,103	130,646,364,324	168,921,782,103	130,646,364,324
RFCD account		4,503,361	5,097,661	4,503,361	5,097,661
NFCD account		140,316,532	41,079,425	140,316,532	41,079,425
		169,066,601,996	**130,692,541,410**	**169,066,601,996**	**130,692,541,410**
12.b Deposit concentration					
Deposit from banks	12.b.1	1,346,910,313	727,173,450	1,346,910,313	727,173,450
Deposit from other than banks		363,418,417,061	315,599,361,494	364,756,815,374	316,370,131,663
		364,765,327,373	**316,326,534,944**	**366,103,725,686**	**317,097,305,113**
12.b.1 Deposit from banks					
Bangladesh Development Bank PLC.		130	130	130	130
Bank Asia Limited		118,315,967	116,793,213	118,315,967	116,793,213
Community Bank Bangladesh PLC		6,942,570	24,668,871	6,942,570	24,668,871
First Security Islami Bank PLC.		35,235,775	24,466,525	35,235,775	24,466,525
Meghna Bank PLC.		1,754,660	440,923	1,754,660	440,923
Midland Bank Limited		2,204	2,338	2,204	2,338
Modhumoti Bank PLC.		25,163	25,518	25,163	25,518
Mutual Trust Bank PLC		384,964,279	-	384,964,279	-
National Bank Limited		173,472,952	165,996,075	173,472,952	165,996,075
NCC Bank PLC		529,823	528,800	529,823	528,800
NRB Bank Limited		205,499,022	98,202,567	205,499,022	98,202,567
NRB Commercial Bank PLC.		18,888,983	38,397,013	18,888,983	38,397,013
One Bank PLC.		68,061,257	-	68,061,257	-
SBAC Bank PLC		36,559,061	23,313,695	36,559,061	23,313,695
Shimanto Bank PLC.		6,146,308	5,883,132	6,146,308	5,883,132
Southeast Bank PLC.		153,566,481	151,494,190	153,566,481	151,494,190
Trust Bank Limited		136,945,678	76,960,459	136,945,678	76,960,459
		1,346,910,313	**727,173,450**	**1,346,910,313**	**727,173,450**
12.c Deposits on the basis of significant concentration					
12.c.1 Sector-wise concentration of Deposits and other accounts					
Government sector		4,508,075,487	4,323,623,845	4,508,075,487	4,323,623,845
Other public sector		18,829,367,646	25,288,641,255	18,829,367,646	25,288,641,255
Private sector		341,427,884,241	286,714,269,844	342,766,282,554	287,485,040,013
		364,765,327,373	**316,326,534,944**	**366,103,725,686**	**317,097,305,113**
12.c.2 Business segment-wise concentration of Deposits and other accounts					
Corporate banking		111,582,123,586	101,086,444,843	112,920,521,899	101,857,215,012
Offshore banking		591,235,735	293,331,634	591,235,735	293,331,634
Retail and SME (S) banking		250,393,643,948	213,873,207,257	250,393,643,948	213,873,207,257
Others- Bills Payables		2,198,324,105	1,073,551,209	2,198,324,105	1,073,551,209
		364,765,327,373	**316,326,534,944**	**366,103,725,686**	**317,097,305,113**
12.d Residual maturity grouping of Deposits					
From banks					
Payable:					
On demand		217,559,954	117,456,835	217,559,954	117,456,835
Within one month		96,028	51,844	96,028	51,844
In more than one month but less than six months		1,671,714	1,353,017	1,671,714	1,353,017
In more than six months but less than one year		834,418	1,271,431	834,418	1,271,431
In more than one year but within five years		2,355,013	607,040,323	2,355,013	607,040,323
In more than five years but within ten years		1,124,393,186	-	1,124,393,186	-
		1,346,910,313	**727,173,450**	**1,346,910,313**	**727,173,450**
From other than banks					
Payable:					
On demand		20,544,300,968	19,449,942,184	20,544,300,968	19,449,942,184
Within one month		22,676,584,345	16,939,409,326	23,429,122,271	17,247,717,393
In more than one month but less than three months		67,556,536,253	57,262,962,721	68,142,396,640	57,725,424,822
In more than three months but less than one year		84,452,894,048	61,527,166,896	84,452,894,048	61,527,166,896
In more than one year but within five years		168,043,765,654	158,997,280,475	168,043,765,654	158,997,280,475
In more than five years but within ten years		144,335,793	1,422,599,892	144,335,793	1,422,599,892
		363,418,417,061	**315,599,361,494**	**364,756,815,374**	**316,370,131,663**
		364,765,327,373	**316,326,534,944**	**366,103,725,686**	**317,097,305,113**
Unclaimed deposit aging 10 years or more		**62,002,299**	**72,127,902**	**62,002,299**	**72,127,902**

13 Other liabilities

Accounting policy:
Other liabilities comprise items such as provision for loans and advances/investments, provision for taxes, interest payable on borrowing, interest suspense and accrued expenses etc. Individual item-wise liabilities are recognised as per the applicable guidelines of Bangladesh Bank and International Financial Reporting Standards.

Provision for current tax expense
Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date and any adjustment to the tax payable in respect of previous years.
Provision for current income tax of the Bank has been made on taxable income @ 37.5 % considering major disallowances of expenses and concessional rates on certain incomes (15% on gain from govt. securities, 10% on capital gain of shares & mutual funds and 20% on dividend income) as per Income Tax Act 2023. Tax provision of the Group entities is made on taxable income of subsidiaries at different rates applicable as per the ITA 2023 and the tax authority of the country where it is incorporated. Details of provisioning are stated in note 13.3 of these financial statements.

Assessment for uncertainty over income tax treatments (under IFRIC 23):
At each reporting period, the Bank assesses uncertain tax treatment (if any) separately or together in line with Income Tax Act 2023. The Bank applies its own judgment and past records of tax assessment and demand in identifying uncertainties over income tax treatments. Since the Bank is being operated as complex financial intermediary to provide comprehensive financial solutions, it assesses whether the interpretation of IFRIC 23 *Uncertainty over income tax treatments* has any impact particularly on those relating to transfer pricing, payment under credit facilities etc., in its consolidated financial statements. The Bank believes that its tax treatments (including those for the subsidiaries) is more likely to be accepted by the tax authority. Therefore, this interpretation does not have any impact on the consolidated financial statements of the Bank.

Provision for loans and advances
Provision for loans and advances is made on the basis of quarter-end review by the management and in compliance with BRPD Circular no.14/2012, BRPD circular no. 03/2019, BRPD circular no. 16/2020, BRPD circular no. 19/2021, BRPD circular no. 14/2022 and subsequent BRPD circulars and circular letters as issued by Bangladesh Bank time to time. Details of provisioning are stated in note 13.4 of these financial statements.

Provision for off-balance sheet exposures
In compliance with BRPD circular no. 06 dated 25 April 2023, the Bank has been maintaining adequate provision against off-balance sheet exposures (mainly contingent assets/liabilities).

Provision against investment in capital market
Based on DOS circular letter no. 1 dated 24 May 2023, provision for diminution of value of quoted shares, mutual funds (closed-end) and bonds has been made on 'portfolio basis' netting off gain; provision for diminution of value of unquoted shares and mutual funds has been made on the basis of net worth (Assets - Liabilities) of shares and surrender price of mutual funds respectively; and the provision amount has placed under other liabilities. Details are stated in note 13.8 of these financial statements.

Provision for other assets
Provision for other assets is made following BRPD circular No. 4 dated 12 April 2022. Required provision is maintained on other assets which are outstanding for one year or more or classified as Bad/Loss. Details of provisioning are stated in note 13.6 of these financial statements.

Provision for nostro accounts
Provision for unsettled transactions in nostro accounts is made as per FEPD circular no. FEPD (FEMO)/01/2005-677 dated 13 September 2005 and subsequent BRPD circular no. 04/2022 of Bangladesh Bank. As on the reporting date, the Bank has no unsettled debit transactions outstanding for more than 6 months and no provision has been made in this regard.

Provision for liabilities and accrued expenses
In compliance with IAS 37 *Provisions, contingent liabilities and contingent assets*, provisions for other liabilities and accrued expenses are recognised in the financial statements when the Bank has a legal or constructive obligation as a result of past event and 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.

Retirement/post-employment benefits
The Bank contributes to a defined contribution plan (Provident Fund) and two defined benefit plans (gratuity fund and superannuation fund) in compliance with the provisions of IAS 19 *Employee benefits*. Three local subsidiaries i.e. EBLSL, EBLIL & EBLAML of the Bank have also been maintaining provident fund and gratuity fund under separate trustee boards.

Defined contribution plans
Post-employment benefit plans under which rate of contributions into the plan is fixed. Any payment out of the plan to eligible outgoing members is based on the size of the 'fund' that comprises cumulative contributions made into the scheme and investment returns on scheme assets. The Group maintains defined contribution plan i.e. provident fund for its employees under separate trustee board.

Provident fund
The Bank operates a contributory provident fund (recognised by National Board of Revenue or NBR on 31 July 1997) for its permanent employees funded by the employees (10% of basic salary) and the Bank equally. The Bank's contribution is made each month and recorded under salary and allowances. This fund is managed by a separate trustee board i.e. 'EBL Employees Provident Fund Trust' and any investment decision out of this fund is made separately by that independent Board of Trustees. Subsidiaries of the Bank also operate separate contributory provident funds for its permanent employees funded by both the employees and organisation equally.

Amount charged in profit and loss account as expense on defined contribution plan of the group is detailed in note 27 of these financial statements.

Defined benefit plans
Post-employment benefit plans those define the amount that outgoing members will receive from the plans on separation on the bases of length of service and salary levels.

Contributions are made by the Bank into the scheme based on actuarial valuation. The Bank has an obligation to make up any shortfall in the plan, thereby bearing the risk of the plan under performing. The Bank maintains two defined benefit plans i.e. gratuity fund and superannuation fund for its employees under two separate trustee boards. Three local subsidiaries (EBLSL, EBLIL & EBLAML) also maintain defined benefit plan i.e. 'Gratuity fund' under separate trustee boards.

Gratuity fund
The Bank operates a funded gratuity scheme recognised by NBR with effect from 1 January 1997. This fund is managed separately by 'EBL Employees Gratuity Fund Trust' and any investment decision out of this fund is also made by this Board of Trustees. The benefit is paid on separation to the eligible employees i.e. who have completed at least 5 (five) years of continuous service. As per the Bank's policy, eligible employees are provided with the benefit equal to the latest monthly basic salary multiplied by applicable rates that varies as per service length.

Contribution to gratuity fund is made monthly on the basis of actuarial valuation made each year, or immediately after any major change in the salary structure that could impact the periodic amount of contributions. The last actuarial valuation was carried out on 31 December 2023 by Air Consulting Limited and as per their recommendation the Bank charged BDT 173.20 million to the Profit & Loss Account in 2023 as current service cost. The bank also continued to contribute at 18.50% (BDT 370.32 million) of basic salary to the gratuity fund in 2023 as per actuarial recommendation.

Superannuation fund
The Bank operates a recognised superannuation fund effective from 20 November 1999 which is governed by the trust deed of 'EBL Employees Superannuation Fund Trust'. As per the trust deed, benefit is payable to the eligible employees of the Bank as per their grade, length of service etc. As per the last valuation by Air Consulting Limited carried out on 31 December 2023, the Bank charged current service cost of BDT 6.6 million to the Profit & Loss Account in 2023. The bank also continued to contribute BDT 25.50 million to the superannuation fund in 2023 as per actuarial recommendation.

Details i.e. actuarial liability, valuation method, service cost, required contribution etc. of defined benefit plans and amount recognized in profit & loss account are stated in note 13.12of these financial statements.

Workers profit participation fund
Consistent with widely accepted industry practice and in line with section 11(1) of the Bank Company Act 1991 (as amendment up to date) and subsequent clarification given by Bank & Financial Institutions Division (BFID), Ministry of Finance, no provision has been made by the Bank in the reporting period against Workers Profit Participation Fund (WPPF).

Other long-term benefits
The Bank's obligation in respect of long term benefit other than gratuity fund and superannuation fund is the amount of future benefits that employees have earned i.e. earned leave encashment in return for their service in the current and prior periods. The nature of this benefit to the eligible employees is encashment of earned leave up to maximum 90 days which is calculated based on last basic salary, house rent and medical allowance and is paid at the time of paying end service benefit. The Bank has kept required provision against liability for earned leave encashment as per actuarial valuation.

The Group does not have any other long term employee benefit plans.

Short term benefits
Short term employee benefits i.e. group insurance policy, hospitalisation facilities etc. are expensed as the related service is provided to the eligible employees as per EBL people management policy. Liability is recognised only for the amount expected to be paid if the Group has a present legal or constructive obligation to pay any amount as a result of past service provided by the employees and the obligation can be estimated reliably.

Dividend payments
Interim dividend is recognised only when the shareholders' right to receive payment is established. Final dividend is recognised when it is approved by the shareholders in AGM. However, the proposed dividend for the year 2023 has not been recognised as a liability in the balance sheet in accordance with IAS 10 *Events after the reporting period*. Dividend payable to the Bank's shareholders is recognised as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive payment is established.

Amount in BDT

Details of other liabilities	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Privileged creditors (payable to Government)	13.1	1,094,838,203	1,084,389,883	1,094,838,203	1,084,389,883
Acquirer liabilities	13.2	1,633,497,357	1,311,132,405	1,633,497,357	1,311,132,405
Sundry creditors		936,226,223	168,331,491	936,226,223	168,331,491
Security deposit		17,694,733	11,648,999	17,694,733	11,648,999
Current tax liability/(assets)	13.3	2,922,981,725	2,242,395,712	2,913,480,872	2,198,190,233
Provision for loans, advances and OBS exposures (other than OBO)	13.4	13,951,753,586	12,085,878,904	13,612,832,864	11,784,321,945
Provision for loans, advances and OBS exposures (for OBO)	13.4.a	2,154,489,366	2,125,480,485	2,154,489,366	2,125,480,485
Special general provision -COVID-19 (for DBO and OBO)	13.4.b	383,309,368	542,245,936	383,309,368	542,245,936
Interest suspense account	13.5	3,362,449,028	2,925,099,761	3,186,485,304	2,750,271,719
Provision for protested bill and others	13.6	252,245,548	263,739,323	252,245,548	263,739,323
Provision for start-up fund	13.7	200,391,631	138,891,631	200,391,631	138,891,631
Provision for rebate to good borrowers		46,100,257	46,100,257	46,100,257	46,100,257
Provision for loss on revaluation of shares (net)	13.8	1,162,629,530	991,718,520	755,611,210	593,294,880
Advance interest/commission received		16,805,715	24,654,179	16,356,229	23,925,705
Expenses payable		788,321,719	794,868,915	758,264,315	758,713,442
Interest payable on borrowing	13.9	593,201,439	540,661,488	593,201,439	539,487,075
Miscellaneous liabilities/payables	13.10	1,106,318,893	1,809,998,964	1,105,541,862	1,806,961,781
Lease liabilities (present value of lease payments)	13.11	1,269,136,265	1,314,531,028	1,230,148,615	1,259,216,399
Net Benefit Obligation	13.12	124,331,982	443,692,007	124,331,982	443,692,007
Other liabilities of subsidiaries	13.13	783,365,724	317,395,329	-	-
		32,800,088,291	**29,182,855,215**	**31,015,047,378**	**27,850,035,594**
13.a Group entity-wise consolidated other liabilities					
Eastern Bank PLC. (Parent)		31,015,047,378	27,850,035,594		
EBL Securities Limited		1,743,217,320	1,327,679,831		
EBL Investments Limited		47,864,133	67,907,480		
EBL Finance (HK) Limited		114,735,951	135,918,643		
EBL Asset Management Limited		32,456,453	24,194,254		
		32,953,321,235	**29,405,735,802**		
Less: Inter company elimination		(153,232,943)	(222,880,587)		
		32,800,088,291	**29,182,855,215**		
13.1 Privileged creditors (payable to Government)					
Tax deducted at source (TDS)		634,982,256	466,014,130	634,982,256	466,014,130
VAT deducted at source (VDS)		69,287,468	82,450,132	69,287,468	82,450,132
Excise duty deducted from customer accounts		390,568,479	535,925,620	390,568,479	535,925,620
		1,094,838,203	**1,084,389,883**	**1,094,838,203**	**1,084,389,883**

13.2 Acquirer liabilities

These liabilities are temporary in nature arisen from prepaid, debit and credit card transactions. Transactions are settled next day with relevant parties and reconciled monthly. Major balance includes 'Acquirer Cash' which is a liability to relevant parties arisen due to withdrawal of cash by EBL cardholders from Q-Cash/VISA ATMs (not owned by EBL):

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Prepaid (Lifestyle, travel etc) card liability		1,118,853,647	1,010,591,794	1,118,853,647	1,010,591,794
Credit card liability		51,882,133	40,615,578	51,882,133	40,615,578
Debit card liability		39,428,484	64,981,260	39,428,484	64,981,260
Acquirer cash and other liabilities		423,333,093	194,943,773	423,333,093	194,943,773
		1,633,497,357	**1,311,132,405**	**1,633,497,357**	**1,311,132,405**
13.3 Current tax liability / (assets)					
Provision for tax					
Opening balance		4,558,964,903	5,172,364,687	4,219,259,510	4,847,617,920
Settlement/adjustment for previous years		(2,993,473,175)	(3,792,151,316)	(2,954,691,985)	(3,661,713,218)
Provision for tax made during the year	13.3.1	4,429,602,554	3,178,751,532	4,337,020,911	3,033,354,808
		5,995,094,283	**4,558,964,903**	**5,601,588,437**	**4,219,259,510**
Balance of income tax paid					
Opening balance		2,316,569,191	1,803,791,177	2,021,069,277	1,511,759,437
Settlement/adjustment for previous years		(2,953,730,616)	(3,750,228,675)	(2,954,691,985)	(3,661,713,218)
Paid during the year	13.3.2	3,709,273,984	4,263,006,688	3,621,730,273	4,171,023,059
		3,072,112,559	**2,316,569,191**	**2,688,107,565**	**2,021,069,277**
		2,922,981,725	**2,242,395,712**	**2,913,480,872**	**2,198,190,233**
13.3.1 Income tax expenses/Provision for tax					
Current tax expenses					
Current year		4,361,174,650	3,153,729,787	4,266,646,442	3,008,333,063
Adjustment for Previous years		68,427,904	25,021,746	70,374,469	25,021,746
		4,429,602,554	**3,178,751,533**	**4,337,020,911**	**3,033,354,808**

Details of the Tax status are presented in **Annexure-H**.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.3.2 Advance tax paid / deducted at source during the year					
Withholding tax deducted at source		693,945,256	660,355,604	642,053,377	568,371,974
Advance tax paid in cash		3,015,328,728	3,602,651,085	2,979,676,896	3,602,651,085
		3,709,273,984	**4,263,006,688**	**3,621,730,273**	**4,171,023,059**

13.3.a Reconciliation of effective tax rate (Bank)	Bank 2023 %	Bank 2023 Taka	Bank 2022 %	Bank 2022 Taka
Profit before income tax as per profit and loss account		9,788,928,349		8,095,384,869
Income tax as per applicable tax rate	37.5%	3,670,848,131	37.5%	3,035,769,326
Factors affecting the tax charged in current year				
On non deductible expenses	11.26%	1,101,933,889	2.72%	220,202,948
Tax savings on Govt. treasury securities	-2.26%	(221,521,592)	0.30%	24,122,835
Tax savings from reduced tax rates (on dividend income)	-2.16%	(211,500,259)	-2.80%	(226,761,998)
Tax savings from reduced tax rates (on sale of quoted securities)	-0.03%	(2,739,258)	-0.25%	(19,978,303)
Deferred tax income (net)	-6.71%	(657,293,006)	-0.56%	(45,427,604)
Total income tax expenses	**37.59%**	**3,679,727,905**	**36.91%**	**2,987,927,205**

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.4 Provision for loans, advances and OBS exposures (other than OBO)					
A) Specific provision movement					
Opening balance		7,244,306,424	7,908,397,581	6,942,749,466	7,609,785,899
On fully provided debt written off during the year		(356,758,543)	(2,291,799,121)	(356,758,543)	(2,291,799,121)
On recovery from loans written off earlier		473,190,325	793,358,712	473,190,325	793,358,712
Specific provision charged (net of recovery) for the year	13.4.1	400,136,840	834,349,252	362,773,076	831,403,975
Provision held at the end of the year		**7,760,875,046**	**7,244,306,424**	**7,421,954,324**	**6,942,749,466**
B) General provision movement on loans and advances					
Opening balance		3,472,778,073	3,152,833,797	3,472,778,073	3,152,833,797
Provision made during the year	13.4.1	1,295,235,573	319,944,276	1,295,235,573	319,944,276
Provision held at the end of the year		**4,768,013,646**	**3,472,778,073**	**4,768,013,646**	**3,472,778,073**
C) General provision movement on off-balance sheet exposures					
Opening balance		1,368,794,407	1,249,675,955	1,368,794,407	1,249,675,955
Provision made during the year	13.4.1	54,070,488	119,118,452	54,070,488	119,118,452
Provision held at the end of the year		**1,422,864,894**	**1,368,794,407**	**1,422,864,894**	**1,368,794,407**
Provision for loans, advances and OBS exposures (other than OBO)		**13,951,753,586**	**12,085,878,904**	**13,612,832,864**	**11,784,321,945**
13.4.a Provision for loans, advances and OBS exposures (for OBO)					
General provision on loans and advances		269,546,909	473,136,156	269,546,909	473,136,156
General provision on off-balance sheet exposures		10,719,066	12,049,953	10,719,066	12,049,953
Specific provision on loans and advances		1,874,223,391	1,640,294,377	1,874,223,391	1,640,294,377
		2,154,489,366	**2,125,480,485**	**2,154,489,366**	**2,125,480,485**
13.4.b Special General Provision: COVID-19					
Special General Provision: COVID-19 (for DBO)		378,264,809	491,415,756	378,264,809	491,415,756
Special General Provision: COVID-19 (for OBO)		5,044,559	50,830,180	5,044,559	50,830,180
		383,309,368	**542,245,936**	**383,309,368**	**542,245,936**

Amount in BDT

As per BRPD circular no. 19/2021 and subsequent circular letter nos. 50/2021, 51/2021, 52/2021, 53/2021; and BRPD circular no. 14/2022 and subsequent circular letter nos. 51/2022 and 53/2022 loan status of certain eligible borrowers has been kept "Unclassified" upon receiving 15% and 50% payment against total dues for the year 2021 and 2022 respectively. Special General Provision (GP) for COVID-19 (@1.5% in 2021 and 2% in 2022) has been maintained against those loans except CMSME loan (1% against CMSME loans) in addition to the general provision routinely required. Besides, Special GP for COVID-19 @ 1% had been maintained in 2020 for those accounts which enjoyed payment by deferral (PBD) facilities as per BRPD circular letter no. 56/2020 and subsequent BB clarification letter ref. BRPD(P-1) 661/13/2021-117 dated 05 January 2021. However, the bank released Special GP for COVID-19 of BDT 161.09 million in 2023 upon adjustment of outstanding amount of the accounts which enjoyed deferral facilities in 2020, 2021 and 2022.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Total Provision (SP,GP & Special GP) for loans, advances and OBS exposures (Note: 13.4+13.4.a+13.4.b)		**16,489,552,320**	**14,753,605,326**	**16,150,631,599**	**14,452,048,366**
13.4.a.1 Provision for loans, advances and OBS exposures (including OBO):					
General provision on loans and advances		5,037,560,555	3,945,914,228	5,037,560,555	3,945,914,228
Special General Provision-COVID-19		383,309,368	542,245,936	383,309,368	542,245,936
General provision on off-balance sheet exposures		1,433,583,960	1,380,844,359	1,433,583,960	1,380,844,359
Specific provision on loans and advances		9,635,098,437	8,884,600,801	9,296,177,716	8,583,043,843
		16,489,552,320	**14,753,605,326**	**16,150,631,599**	**14,452,048,367**

13.4.1 Provision for loans and advances charged during the year	2023 (Bank) DBO	2023 (Bank) OBO	2023 Total	2022 Total
General Provision on loans and advances	1,295,235,573	(228,314,923)	1,066,920,650	344,986,171
Special General Provision-COVID-19	(113,150,930)	(47,944,340)	(161,095,270)	(225,086,025)
General Provision on off-balance sheet exposures	54,070,488	(2,040,812)	52,029,675	119,471,033
General Provision charged during the year	**1,236,155,131**	**(278,300,076)**	**957,855,055**	**239,371,179**
Specific Provision charged during the year	835,963,401	128,652,528	964,615,929	2,071,796,367
Recovery from loans written off earlier	(473,190,325)	-	(473,190,325)	(793,358,712)
Specific Provision (net of recovery) for the year*	**362,773,076**	**128,652,528**	**491,425,604**	**1,278,437,655**
Total Provision for loans and advances charged during the year	**1,598,928,207**	**(149,647,548)**	**1,449,280,659**	**1,517,808,834**

* Specific provision charged during the year has been presented after netting of recovery from written off loans as per BRPD circular no. 14, dated 25 June 2003.

13.4.2 Maintenance of provision on loans and advances including OBS exposures (Solo):

Required provision on loans & advances and OBS exposures:		
General provision on unclassified accounts (including SMA)	3,818,504,354	3,031,079,131
Special General Provision: COVID-19	383,309,368	542,245,936
Specific provision on classified accounts	6,267,489,468	4,666,559,710
Specific provision on stay order accounts	2,256,739,698	1,924,702,321
Specific provision on rescheduled accounts	771,948,550	1,991,781,812
General Provision on off-balance sheet exposures	1,433,583,960	1,380,844,359
Total required provision on loans and advances including OBS exposures	**14,931,575,398**	**13,537,213,269**
Total maintained provision on loans and advances and OBS exposures	**16,150,631,599**	**14,452,048,366**
Surplus provision*	**1,219,056,201**	**914,835,097**

* General provision maintained on qualitative ground for some loan accounts in addition to the requirement to strengthen the provision base of the bank.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.5 Interest suspense account					
Opening balance		2,925,099,761	2,939,008,519	2,750,271,719	2,750,794,589
Amount transferred during the year		1,698,965,432	3,080,772,731	1,697,829,751	3,094,158,619
Amount recovered during the year *		(1,215,330,382)	(2,885,860,558)	(1,215,330,382)	(2,885,860,558)
Amount written off during the year		(59,273,366)	(236,622,454)	(59,273,366)	(236,622,454)
Foreign currency adjsutment		12,987,583	27,801,522	12,987,583	27,801,522
Balance at the end of the year		**3,362,449,028**	**2,925,099,761**	**3,186,485,304**	**2,750,271,719**

* Interest receivable on margin loan having negative equity (extended by subsidiaries) is included in the consolidated interest suspense account.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.6 Provision for protested bill and others					
Opening balance		263,739,323	219,304,150	263,739,323	219,304,150
Provision made during the year		9,716,279	44,435,173	9,716,279	44,435,173
Adjusted during the year		(21,210,053)	-	(21,210,053)	-
Balance at the end of the year		**252,245,548**	**263,739,323**	**252,245,548**	**263,739,323**
13.7 Provision for start-up fund					
Opening Balance		138,891,631	87,805,631	138,891,631	87,805,631
Provision made during the year		61,500,000	51,086,000	61,500,000	51,086,000
Balance at the end of the year		**200,391,631**	**138,891,631**	**200,391,631**	**138,891,631**

As per BB SMESPD circular no. 04 dated 29 March 2021 and subsequent SMESPD circular letter no. 05 dated 26 April 2021, the bank has been maintaining a provision for startup fund @ 1% of profit after tax each year since 2020.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.8 Provision for diminution of value of equity securities					
Opening balance		991,718,520	408,519,732	593,294,880	256,437,323
Provision charged/ (released) during the year		170,911,010	583,198,788	162,316,330	336,857,556
Balance at the end of the year		**1,162,629,530**	**991,718,520**	**755,611,210**	**593,294,880**

Provision for diminution (gain net off) of value of quoted shares, unqouted shares and mutual funds has been made as per DOS circular no. 4, dated 24 November 2011 and DOS circular letter no. 1 dated 24 May 2023.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.9 Interest payable on borrowing					
Interest payable on Borrowing (including subordinated bond)		457,003,405	260,382,165	359,300,151	175,514,006
Interest payable on Borrowing-Offshore		233,901,287	363,973,069	233,901,287	363,973,069
		690,904,693	**624,355,234**	**593,201,439**	**539,487,075**
Less: Inter unit/company elimination (with interest receivable account)		(97,703,254)	(83,693,746)	-	-
		593,201,439	**540,661,488**	**593,201,439**	**539,487,075**
13.10 Miscellaneous liabilities/payables					
Received under compromise settlement of classified & w/off loans		195,085,050	266,621,709	195,085,050	266,621,709
NRB remittance payable		1,596,461	384,230,975	1,596,461	384,230,975
Interest suspense for term placement		1,860,000	1,860,000	1,860,000	1,860,000
Unclaimed dividend account	13.10.a	48,094,321	35,810,491	48,094,321	35,810,491
Other liabilities (FDD payable, unclaimed insturment, etc.)		859,683,061	1,121,475,789	858,906,030	1,118,438,606
		1,106,318,893	**1,809,998,964**	**1,105,541,862**	**1,806,961,781**

13.10.a Unclaimed dividend account
Unclaimed dividend is the residual amount of declared dividend which is yet to be claimed by the shareholders. As per the directive of BSEC (ref: SEC/SRMIC/165-2020/part-1/166 dated 06 July 2021) the bank has deposited unclaimed/undistributed/unsettled dividend amount of BDT 62,472,595.57 till the year 2017 to Capital Market Stabilization Fund (CMSF). The bank has been maintaining year-wise separate bank accounts for unclaimed dividends and present outstanding of that accounts is BDT 48,094,321.31 (as of 31-12-2023) out of which BDT 46,187,091.76 is cash dividend and BDT 1,907,229.55 is the fractional amount of stock dividend.

13.11 Lease liabilities (present value of lease payments)
The bank, as per IFRS 16, recognized lease liabilities which is the present value of lease payments to be made over the lease term from the date of commencement or 01 January 2019 (date of initial application), whichever is later. The lease payments include fixed and variable lease payments (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the bank and payment of penalties for terminating the lease. The lease payments have been discounted using Treasury bond rate of similar tenors i.e. 3 -10 years as implicit borrowing rate on applicable point of time. For example, 5 years T-bond rate ranging from 8.20% – 10.5% have been used at the time of execution of those contracts having weighted average lease tenor of 5 years or more.

13.12 Net defined benefit obligation
Net defined benefit obligation is the net result of post employment benefit plans which is measured as per actuarial valuation under IAS 19 *Employee Benefits*. Valuation is carried out on *Projected unit credit method* as recommended by International Accounting Standard (IAS) 19. Under this method, the valuation is done considering both 'future service cost' which an employee shall obtain in normal course of service and *past service cost* which is the difference between assets built up from past contributions and accrued liabilities (i.e. benefits earned by members as a result of service as of valuation date).

Amount in BDT

	Notes	Bank: Gratuity Fund	Superannuation Fund	2023	2022
Defined benefit obligation	13.12.a	2,340,984,043	133,335,713	2,474,319,756	2,484,019,756
Less: Fair value of plan assets	13.12.b	2,211,686,596	138,301,179	2,349,987,775	2,040,327,749
		129,297,448	**(4,965,466)**	**124,331,982**	**443,692,007**

13.12.a Defined benefit obligation

The amount of obligation for gratuity fund is determined considering present value of last basic salary multiplied by applicable rates as per service length which is discounted on actuarial financial and demographical assumptions/factors such as interest rate, salary growth rate, mortality rate, probable length of service etc.

The amount of obligation for superannuation fund is determined on the occurence of certain pre-defined events which is related with employee rank (not salary) and certain threshold level of service being reached i.e. survival or withdrawal probabilities.

Amount in BDT

	Notes	Bank: Gratuity Fund	Superannuation Fund	2023	2022
Opening balance (as per audited FS)		2,338,384,043	145,635,713	2,484,019,756	2,397,119,756
Interest cost		245,500,000	15,300,000	260,800,000	213,400,000
Current service cost		173,200,000	6,600,000	179,800,000	191,044,599
Paid to outgoing employees		(196,400,000)	(27,500,000)	(223,900,000)	(248,300,000)
Adjustment with opening balance		-	-	-	(8,244,599)
Remeasurement gain/(loss)	13.12.a.1	(219,700,000)	(6,700,000)	(226,400,000)	(61,000,000)
		2,340,984,043	**133,335,713**	**2,474,319,756**	**2,484,019,756**

13.12.b Fair value of plan assets
IAS 19 prescribes a fair valuation of fund assets and where market price is not available, fair value of the fund assets is estimated. Here, fair value of plan assets is not readily available, hence historical book value (audited) of fund assets is considered as fair value of plan assets of the funds.

Amount in BDT

	Bank: Gratuity Fund	Superannuation Fund	2023	2022
Opening balance (as per audited FS)	1,904,846,537	135,481,211	2,040,327,749	1,746,303,625
Interest income	143,203,605	6,643,490	149,847,095	135,600,000
Contribution to the fund	370,326,387	25,500,000	395,826,387	414,924,124
Adjustment for opening balance	-	-	-	(8,200,000)
Amortization expense and other cost	(10,289,934)	(1,823,522)	(12,113,456)	-
Paid to outgoing employees	(196,400,000)	(27,500,000)	(223,900,000)	(248,300,000)
	2,211,686,596	**138,301,179**	**2,349,987,775**	**2,040,327,749**

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
13.12.a.1 Remeasurement loss (as per actuarial report)					
Opening balance		512,526,750	76,151,750	588,678,500	649,678,500
Remeasurement (loss) adjustment		(219,700,000)	(6,700,000)	(226,400,000)	(61,000,000)
		292,826,750	**69,451,750**	**362,278,500**	**588,678,500**
13.13 Other liabilities of subsidiaries					
Accounts payable (trading)		781,209,540	315,413,359		
Sundry creditors		7,685,848	6,168,732		
Dividend payable		50,000,000	135,000,079		
		838,895,388	**456,582,170**		
Less: Intra group outstanding balances					
Share trading account		(5,494,580)	(4,188,378)		
Dividend & other accounts		(50,035,084)	(134,998,463)		
		(55,529,664)	**(139,186,841)**		
		783,365,724	**317,395,329**		

13.b Nostro reconciliation
Following BRPD circular no. 04, dated 12 April 2022, the Bank is not required to maintain provision on the unreconciled debit balance as at balance sheet date as there was no unreconciled debit entry aging more than six months.

14 Share Capital

Authorized and issued capital
The authorized capital of the Bank is the maximum limit of share capital that the Bank is authorized by its Memorandum and Articles of Association to issue (allocate) among shareholders. Part of the authorized capital usually remains unissued. The part of the authorized capital already issued to shareholders is referred to as the issued share capital of the Bank.

Paid-up capital
The paid-up capital represents the amount of Bank's capital that has been contributed by ordinary shareholders. The ordinary shareholders are entitled to receive dividend as recommended by the Board and subsequently approved by the shareholders from time to time in the Annual General Meeting (AGM).

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 utilised as per the provision of section 57 of the Companies Act 1994. Currently, the Bank does not have any share premium.

A) Authorized capital

	Group 2023	Group 2022	Bank 2023	Bank 2022
2,500,000,000 ordinary shares of BDT 10 each	**25,000,000,000**	**25,000,000,000**	**25,000,000,000**	**25,000,000,000**

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Amount in BDT

B) Issued, subscribed and fully paid up capital	2023	2022	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Issued against cash	129,345,000	129,345,000		1,293,450,000	1,293,450,000	1,293,450,000	1,293,450,000
Issued as bonus share	1,077,889,715	943,752,525		10,778,897,150	9,437,525,250	10,778,897,150	9,437,525,250
	1,207,234,715	**1,073,097,525**		**12,072,347,150**	**10,730,975,250**	**12,072,347,150**	**10,730,975,250**

Detail of the raising paid up capital is presented in **Annexure-G**.

14.1 Slab wise list as on 31 December

Pursuant to clause (cha) of the Memorandum of Association and Article 4 of the Articles of Association of the Bank and clause 4 of BCCI Reconstruction Scheme 1992 and subsequent amendments, the Authorized Capital of the Bank is BDT 25,000,000,000 and issued/subscribed/fully paid up capital is BDT 12,072,347,150 denominated by BDT 10 per share. Detailed break down of paid up capital of BDT 12,072,347,150 as on 31 December 2023 is as follows:

Percentage of group wise shareholding:

Shareholders group	2023 No. of shares	2023 % of shareholding	2023 Taka	2022 No of Shares	2022 % of shareholding	2022 Taka
Directors	370,217,723	30.67%	3,702,177,230	329,082,425	30.67%	3,290,824,250
General public	266,204,206	22.05%	2,662,042,060	223,463,019	20.82%	2,234,630,190
Institutions	567,517,404	47.01%	5,675,174,040	514,801,129	47.97%	5,148,011,290
Foreign investors	3,295,382	0.27%	32,953,820	5,750,952	0.54%	57,509,520
	1,207,234,715	**100.00%**	**12,072,347,150**	**1,073,097,525**	**100.00%**	**10,730,975,250**

Range-wise distribution of the subscribed share as of 31 December 2023:

Range	No. of shareholders	No. of shares	(%) of shareholding
1 - 500	3,228	515,758	0.04%
501 - 5000	3,154	5,386,456	0.45%
5001 - 10000	441	3,055,623	0.25%
10001 - 20000	373	5,220,646	0.43%
20001 - 30000	132	3,301,725	0.27%
30001 - 40000	64	2,221,652	0.18%
40001 - 50000	42	1,903,452	0.16%
50001 - 100000	110	7,817,340	0.65%
100001 - 1000000	225	77,938,173	6.46%
1000001 - Above	118	1,099,873,890	91.11%
	7,887	**1,207,234,715**	**100.00%**

Status of shareholding (shares of EBL) as on 31 December 2023 by Managing Director/CEO, CS, CFO, Head of Internal Control and Compliance and top five salaried executives is shown in the following table:

Name	Designation	No. of shares held
Managing Director/CEO, CS, CFO & HoICC and their spouses & minor children		
Ali Reza Iftekhar	Managing Director	337,500
Mahmoodun Nabi Chowdhury	DMD, Head of ICC & CAMLCO	-
Masudul Hoque Sardar	Chief Financial Officer	-
Md. Abdullah Al Mamun	Company Secretary	-
Executives (Top five salaried executives other than Managing Director/CEO, CS, CFO & HoICC)		
Ahmed Shaheen	Additional Managing Director	-
Riad Mahmud Chowdhury	DMD & Head of Corporate Banking	12,713
Mehdi Zaman	DMD, Head of Treasury, FIs & Offshore Banking	-
M. Khorshed Anowar	DMD, Head of Retail & SME Banking	-
Mahdiar Rahman	SEVP, Head of Relationship Unit 04, Corporate Banking	4,236

Shares held by any shareholder to the extent of 10% or more Nil

14.2 Capital to risk weighted assets ratio (CRAR):

As per the 'Revised Guidelines on Risk Based Capital Adequacy (RBCA)' issued by Bangladesh Bank in December 2014, all scheduled banks are required to calculate Capital to Risk Weighted Assets Ratio based on 'Solo' as well as 'Consolidated' basis since early 2015. Here, regulatory capital base is quite different from accounting capital. Regulatory capital consists of Tier-1 (Common Equity Tier 1 and Additional Tier 1) and Tier 2 capital. Assessing regulatory capital in relation to overall risk exposures of a bank is an integrated and comprehensive process. EBL has been generating most of its incremental capital from retained profit (stock dividend and statutory reserve transfer etc.) and occasional issue of subordinated debt and right shares to support incremental growth of Risk Weighted Assets (RWA). Besides regulatory capital requirement, the Bank maintains surplus capital which will act as buffer for absorbing all material risks and to support foreseen business growth activities.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Common Equity Tier -1 Capital					
Paid up capital		12,072,347,150	10,730,975,250	12,072,347,150	10,730,975,250
Statutory reserve		12,072,347,150	10,730,975,250	12,072,347,150	10,730,975,250
General reserve		619,656,770	603,493,370	603,493,370	603,493,370
Dividend equalization reserve		356,040,000	356,040,000	356,040,000	356,040,000
Retained earnings		13,140,164,307	11,047,500,739	12,601,350,495	10,505,742,233
Regulatory adjustments:		**38,260,555,377**	**33,468,984,609**	**37,705,578,165**	**32,927,226,103**
Goodwill and all other intangible assets (WDV of Software)		(398,122,152)	(366,163,417)	(396,548,701)	(365,483,278)
Reciprocal crossholdings in the CET 1 capital		(423,279,237)	(299,565,246)	(353,850,560)	(260,502,007)
Investment in own CET1 capital (mutual fund)		(17,720,000)	(12,465,000)	(17,720,000)	(12,465,000)
Deferred tax asset (95% as per BB Circular)		(2,922,166,391)	(2,347,196,311)	(2,922,166,391)	(2,347,196,311)
		34,499,267,597	**30,443,594,634**	**34,015,292,514**	**29,941,579,507**
Tier -2 Capital					
General provision		6,854,453,883	5,869,004,524	6,854,453,883	5,869,004,524
Subordinated debt*		6,020,000,000	4,950,000,000	6,020,000,000	4,950,000,000
		12,874,453,883	**10,819,004,524**	**12,874,453,883**	**10,819,004,524**
Regulatory adjustment:		-	-	-	-
		12,874,453,883	**10,819,004,524**	**12,874,453,883**	**10,819,004,524**
A. Total regulatory capital		**47,373,721,480**	**41,262,599,158**	**46,889,746,397**	**40,760,584,030**
B. Total risk weighted assets (RWA)		320,571,154,765	285,992,736,517	311,848,622,611	279,015,847,153
C. Minimum capital requirement (MCR) (10% on B)		32,057,115,477	28,599,273,652	31,184,862,261	27,901,584,715
D. Surplus capital (A - C)		**15,316,606,003**	**12,663,325,506**	**15,704,884,136**	**12,858,999,315**

Capital to risk weighted assets ratio (CRAR)

	Minimum requirement 2023	Minimum requirement 2022	Group 2023	Group 2022	Bank 2023	Bank 2022
On Tier-1 capital to RWA	6.00%		10.76%	10.64%	10.91%	10.73%
Capital to RWA ratio (CRAR)	Against standard of minimum 10% with capital conservation buffer of 2.50%		14.78%	14.43%	15.04%	14.61%

*Subordinated debt outstanding reported in the Balance Sheet (2023: BDT 7,020 Million; 2022: BDT 5,950 Million) differs with the amount reported as Tier 2 capital (2023: BDT 6,020 Million; 2022: BDT 4,950 Million) due to amortizing 20% of the subscribed amount at the beginning of each of the last 5 years of the instrument's life in compliance with Bangladesh Bank guidelines on Risk Based Capital Adequacy.

15 Statutory Reserve

In compliance with the provision of section 24 of the Bank Company Act 1991 (as amended up to date), the Bank is to transfer at least 20% of its profit before tax (PBT) to statutory reserve each year until the sum of statutory reserve and share premium (if any) equal the paid-up capital of the Bank. In 2023, the bank has transferred BDT 1,341.37 million to statutory reserve account in compliance with the said provision.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Opening balance		10,730,975,250	9,538,644,670	10,730,975,250	9,538,644,670
Transferred from profit during the year		1,341,371,900	1,192,330,580	1,341,371,900	1,192,330,580
Closing balance		**12,072,347,150**	**10,730,975,250**	**12,072,347,150**	**10,730,975,250**

16 Dividend equalization reserve

As per BRPD Circular No. 18 dated 20 October 2002, Banks had to transfer an equal amount of net profit (amount by which cash dividend exceeds 20%) to Dividend Equalization Account while paying cash dividend in excess of 20%. This is treated as 'Core Capital' of the Bank.

However, bank's current dividend decision is made in compliance with DOS Circular no. 01 dated 07 February 2021 wherein banks' dividend payment capacity is tagged and capped in relation to CRAR of the respective banks.

17 Assets revaluation reserve (land and other assets)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Reserve for revaluation of land properties	17.01	2,283,114,684	2,387,214,661	2,283,114,684	2,387,214,661
Reserve for revaluation of treasury securities (HFT)	17.02	76,575,876	180,117,148	76,575,876	180,117,148
Reserve for amortization of treasury securities (HTM)	17.03	157,719,209	83,093,607	157,719,209	83,093,607
Reserve for fair value of TRECs to EBLSL and Shares of DSE and CSE	17.04	85,418,367	85,418,367	-	-
		2,602,828,136	**2,735,843,783**	**2,517,409,769**	**2,650,425,416**

17.01 Reserve for revaluation of land properties

When carrying amount of same class of assets is increased as a result of revaluation, the increased amount of the entire class of same assets netting off deferred tax liability (as per IAS 12 *Income tax*), is credited directly to equity under the heading of assets revaluation reserve as per IAS 16 *Property, plant and equipment*. Apart from financial assets, the Bank revalues its lands following relevant circulars of Bangladesh Bank and Bangladesh Securities & Exchange Commission.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Opening balance of reserve		2,549,622,873	2,549,622,873	2,549,622,873	2,549,622,873
Reserve made / (adjusted) during the year		(26,415,558)	-	(26,415,558)	-
		2,523,207,315	2,549,622,873	2,523,207,315	2,549,622,873
Less: Deferred tax liability	9.10.c.2	240,092,631	162,408,212	240,092,631	162,408,212
Net of deferred tax liability		**2,283,114,684**	**2,387,214,661**	**2,283,114,684**	**2,387,214,661**

17.01.a Details of land properties and revaluation result as of 31 December 2023:

Particulars of land	Year of acquisition	Purpose for holding of land	Cost of Land (incl. development cost)	Revalued amount	Revaluation surplus/ (deficit)
33 CA, Agrabad, Chottagram (Size: 13.43 Katha or 22.17 Decimal)	Feb 1983	Regional Head Office	Acquired as BCCI property	443,400,000	443,400,000
New 100 Gulshan Avenue, Dhaka (Size: 26.24 Katha or 43.312 Decimal)	Nov 2002	Corporate Head Office	95,624,950	2,099,975,757	2,004,350,807
Plot-832/B, Block-I, Bashundhara R/A, Dhaka (Size: 100 Katha or 165 Decimal)	July 2008	Proposed Bashundhara Branch, Central Godown and Archive	329,645,603	802,913,303	473,267,700
Plot-19, Block-A, Bashundhara R/A, Dhaka (Size: 5 Katha or 8.25 Decimal)	Nov 2008	Proposed branch, Cards center and others.	52,578,163	52,160,000	(418,163)
Rupayan Point, Plot # 1/11 Lalmatia Housing, Dhaka (Size: 7.75 Katha or 12.787 Decimal)	Jun 2013	Proposed branch, Zonal office for SME & Corporate business, operations etc.	533,986,690	251,875,000	(282,111,690)
Polash Bari, Ashulia, Savar, Dhaka (Size: 379.69 Katha or 626.50 Decimal)	Nov 2011	Proposed Residential Training Academy	466,501,135	351,219,697	(115,281,438)
			1,478,336,541	**4,001,543,757**	**2,523,207,216**

17.02 Reserve for revaluation of treasury securities (HFT)

Reserve for revaluation of HFT securities is recognised as per the instruction/circular of Bangladesh Bank vide DOS circular Letter No 05 dated 26 May 2008 and subsequent clarifications on 28 January 2009. Any increase in the value of such securities categorised as HFT 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.

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Opening balance		180,117,148	-	180,117,148	-
Addition during the year		377,777,111	452,498,093	377,777,111	452,498,093
Adjustment made during the year		(481,318,383)	(272,380,945)	(481,318,383)	(272,380,945)
Closing balance		**76,575,876**	**180,117,148**	**76,575,876**	**180,117,148**

17.03 Reserve for amortization of treasury securities (HTM)

Reserve for amortization of HTM securities is recognised as per the instruction/circular of Bangladesh Bank vide DOS circular Letter No 05 dated 26 May 2008 and subsequent clarifications on 28 January 2009. When the value of a government treasury security categorised as HTM increases as a result of amortization, the amount thus increased is recognised directly to equity as reserve for amortization.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Opening balance		83,093,607	29,260,251	83,093,607	29,260,251
Addition during the year		99,334,258	55,421,940	99,334,258	55,421,940
Adjustment made during the year		(24,708,655)	(1,588,584)	(24,708,655)	(1,588,584)
Closing balance		**157,719,209**	**83,093,607**	**157,719,209**	**83,093,607**

17.04 Reserve for fair value of TRECs to EBLSL and Shares of DSE and CSE (held by EBLSL under Demutualization Scheme)

	Notes	Group 2023	Group 2022
Fair value of DSE-TREC held by EBLSL		481,427,540	481,427,540
Fair value of CSE-TREC held by EBLSL		201,500,000	201,500,000
Fair value of Shares of DSE (5,411,329 shares @ BDT 10)		113,909,572	113,909,572
Fair value of Shares of CSE (4,287,330 shares @ BDT 10)		43,879,755	43,879,755
		840,716,867	**840,716,867**
Less:			
Value of DSE Membership booked earlier		553,798,500	553,798,500
Value of CSE Membership booked earlier		201,500,000	201,500,000
		755,298,500	**755,298,500**
Revaluation reserve		**85,418,367**	**85,418,367**

18 Actuarial re-measurement gain/(loss) on defined benefit plans

Actuarial re-measurement gain/(loss) results from increase in the present value of the defined benefit obligation (Gratuity Fund and Superannuation Fund) due to changes in actuarial assumptions and experience adjustment which has been shown as equity component as element of OCI as per IAS 19 *Employee Benefits*.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Opening balance		(588,678,500)	(649,678,500)	(588,678,500)	(649,678,500)
Re-measurement loss adjustment		226,400,000	61,000,000	226,400,000	61,000,000
		(362,278,500)	**(588,678,500)**	**(362,278,500)**	**(588,678,500)**
Less: Adjustment with deferred tax assets		135,854,438	220,754,438	135,854,438	220,754,438
		(226,424,063)	**(367,924,063)**	**(226,424,063)**	**(367,924,063)**

19 Foreign currency translation difference gain/(loss)

Assets and liabilities of EBL Offshore Banking Operation and EBL Finance (HK) Ltd (on consolidation) have been presented into Taka (which is the functional currency of the Bank) using year-end standard mid rate of exchange of the Bank @ USD 1 = BDT 109.75 and HKD 1= BDT 14.0458. Yearly incomes and expenses are translated using monthly average exchange rate (USD 1= 107.4661 BDT & HKD 1 =BDT 13.7246). The net cumulative result of the exchange rate difference has been presented separately as equity component as per IAS 21 (para 39).

Amount in BDT

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
20 Surplus in profit and loss account					
Opening balance		11,047,500,738	9,504,261,953	10,505,742,232	8,975,293,908
Profit for the year		6,122,419,552	5,120,586,680	6,109,200,444	5,107,457,664
Transfer from asset revaluation reserve due to sale of land		10,523,111	-	10,523,111	-
Transfer to General Reserve		(16,163,400)	-	-	-
Transfer to statutory reserve		(1,341,371,900)	(1,192,330,580)	(1,341,371,900)	(1,192,330,580)
Bonus share issued		(1,341,371,900)	(1,192,330,580)	(1,341,371,900)	(1,192,330,580)
Cash dividend paid		(1,341,371,900)	(1,192,330,580)	(1,341,371,900)	(1,192,330,580)
Foreign currency adjustment for offshore		7	(356,155)	408	(17,600)
		13,140,164,307	**11,047,500,738**	**12,601,350,495**	**10,505,742,232**

21 Contingent liabilities

Accounting policy:

Contingent liabilities which include certain guarantees and letters of credit pledged as collateral are possible obligations that may arise from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not within the control of the Bank. Contingent liabilities are recognised in the financial statements and disclosed in the face of balance sheet under off-balance sheet items as per the guidelines of BRPD circular No. 14 dated 25 June 2003.

Details of contingent liabilities:

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Acceptance and endorsements	21.1	65,894,652,512	61,495,322,122	65,894,652,512	61,495,322,122
Letters of guarantee	21.2	60,601,051,774	44,488,068,707	60,601,051,774	44,488,068,707
Irrevocable letters of credit	21.3	53,626,364,704	41,911,963,642	53,626,364,704	41,911,963,642
Bills for collection	21.4	17,713,324,276	15,298,846,071	17,713,324,276	15,298,846,071
Forward assets purchased and forward deposits placed (against FCY)	21.5	-	501,704,953	-	501,704,953
Undrawn formal standby facilities, credit lines and other commitments	21.6	1,400,000,000	1,400,000,000	1,400,000,000	1,400,000,000
		199,235,393,266	**165,095,905,495**	**199,235,393,268**	**165,095,905,495**

21.1 Acceptance and endorsements

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Acceptances (Back to Back)		16,322,730,986	14,371,493,855	16,322,730,986	14,371,493,855
Acceptances (ULC-Cash)		77,309,482,871	85,896,166,916	77,309,482,871	85,896,166,916
		93,632,213,858	**100,267,660,771**	**93,632,213,858**	**100,267,660,771**
Acceptances (ULC-Cash)- Offshore Banking Operation		630,977,654	699,451,062	630,977,654	699,451,062
		94,263,191,512	100,967,111,833	94,263,191,512	100,967,111,833
Less: Bills financed on own acceptance		(28,368,539,000)	(39,471,789,711)	(28,368,539,000)	(39,471,789,711)
		65,894,652,512	**61,495,322,122**	**65,894,652,512**	**61,495,322,122**

As per BRPD circular letter no 09 dated 27 May 2019, bill financed on own acceptance worth BDT 28,368.54 million has been reported as funded outstanding; hence the same has been excluded from non-funded exposures and thus no provision has been maintained.

21.2 Letters of guarantee

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Directors		192,900	192,900	192,900	192,900
Government		4,996,327	624,752,527	4,996,327	624,752,527
Banks and other financial institutions		31,049,894,155	21,838,858,255	31,049,894,155	21,838,858,255
Others (Customers etc.)		29,545,968,393	22,024,265,024	29,545,968,393	22,024,265,024
		60,601,051,774	**44,488,068,707**	**60,601,051,774**	**44,488,068,707**
Letters of guarantee-Offshore Banking Operation		-	-	-	-
		60,601,051,774	**44,488,068,707**	**60,601,051,774**	**44,488,068,707**

As per BRPD circular no 06 dated 25 April 2023, General provision has been maintained against Letter of Guarantee except those against which counter guarantee has been issued by Multilateral Development Banks/International Banks having BB rating grade equivalent 1 to 4.

21.3 Irrevocable letters of credit

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Letters of credit - Cash sight		13,824,649,683	7,279,257,198	13,824,649,683	7,279,257,198
Letters of credit - Cash usance		22,131,057,345	22,237,967,645	22,131,057,345	22,237,967,645
Letters of credit - Back to back		17,229,728,684	11,889,194,593	17,229,728,684	11,889,194,593
		53,185,435,711	**41,406,419,436**	**53,185,435,711**	**41,406,419,436**
Letters of credit (Cash sight)-Offshore Banking Operation		172,747,584	123,889,206	172,747,584	123,889,206
Letters of credit (Cash usance)-Offshore Banking Operation		268,181,408	381,655,000	268,181,408	381,655,000
		53,626,364,704	**41,911,963,642**	**53,626,364,704**	**41,911,963,642**

21.4 Bills for collection

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Foreign Documentary Bills Collection		3,743,304,541	2,802,361,433	3,743,304,541	2,802,361,433
Local Documentary Bills Collection		13,221,181,179	11,909,297,617	13,221,181,179	11,909,297,617
		16,964,485,720	**14,711,659,050**	**16,964,485,720**	**14,711,659,050**
Bills for collection- Offshore Banking Operation		748,838,556	587,187,021	748,838,556	587,187,021
		17,713,324,276	**15,298,846,071**	**17,713,324,276**	**15,298,846,071**

As per BRPD circular no 06 dated 25 April 2023, general provision on Bills for Collection has been waived. As such, no general provision on outstanding Bills for Collection worth BDT 17,713.32 million has been maintained on the reporting date.

21.5 Forward assets purchased and forward deposits placed (against FCY)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Forward assets purchased		-	501,704,953	-	501,704,953
Forward deposits placed		-	-	-	-
		-	**501,704,953**	**-**	**501,704,953**

As per BRPD instruction, 1% general provision on outstanding Forward Assets Purchased is maintained.

21.6 Undrawn formal standby facilities, credit lines and other commitments

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Under one year		1,400,000,000	1,400,000,000	1,400,000,000	1,400,000,000
One year and over		-	-	-	-
		1,400,000,000	**1,400,000,000**	**1,400,000,000**	**1,400,000,000**

As per BRPD instruction, 1% general provision on outstanding undrawn commitment worth BDT 1,400 million has been maintained.

22 Interest income

Recognition policy:

Interest on unclassified loans and advances (except those of rescheduled and stay order accounts), money at call, placements and foreign currency balances is recognised as income on accrual basis. Interest on classified loans and advances (including rescheduled and stay order accounts) is credited to interest suspense account with actual receipt of interest therefrom credited to income as and when received as per BRPD Circular no.14/2012, BRPD circular no. 03/2019, BRPD circular no. 16/2020, BRPD circular no. 19/2021, BRPD circular no. 14/2022 and subsequent BRPD circulars and circular letters issued by Bangladesh Bank time to time.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Interest on loans and advances		25,868,761,550	19,375,638,907	25,117,873,500	18,754,873,394
Interest on money at call and on short notice		433,690,326	123,922,874	433,690,326	123,922,874
Interest on placement with banks and FIs		1,137,368,802	882,528,986	1,137,368,802	870,453,139
Interest on foreign currency balances		69,135,757	13,204,870	69,135,757	13,204,870
		27,508,956,435	**20,395,295,637**	**26,758,068,385**	**19,762,454,277**
Less: Inter unit/company elimination		(638,833,876)	(508,420,417)	(217,044,796)	(193,786,913)
		26,870,122,559	**19,886,875,220**	**26,541,023,589**	**19,568,667,364**

23 Interest paid on deposits, borrowings and others

Recognition policy:

Interest paid on borrowings and deposits are calculated on actual days basis by dividing 360 days in a year and recognised on accrual basis. Interest on lease liabilities are accounted for as per IFRS 16 *Leases*. Interest cost netting off interest income on defined benefit plans are accounted for as per IAS 19 and latest actuarial reports.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Interest on deposits	23.01	13,513,547,582	10,186,638,445	13,513,547,582	10,186,638,445
Interest on borrowings from Banks & FIs	23.02	4,766,448,069	2,735,546,003	4,052,248,779	2,266,438,321
Interest on borrowings from BB & others	23.03	820,363,228	459,088,188	820,363,228	459,088,188
Interest on lease liabilities		102,408,988	76,002,896	100,456,681	72,771,911
Interest on margin		431,814	434,416	431,814	434,416
Net interest cost (on Gratuity Fund)	23.04	112,586,329	70,700,000	112,586,329	70,700,000
Net interest cost (on Superannuation Fund)	23.05	10,480,032	7,100,000	10,480,032	7,100,000
		19,326,266,042	**13,535,509,948**	**18,610,114,445**	**13,063,171,281**
Less: Inter unit/company elimination		(638,833,876)	(508,420,417)	(217,044,796)	(193,786,913)
		18,687,432,166	**13,027,089,532**	**18,393,069,649**	**12,869,384,368**

23.01 Interest on deposits

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Interest on savings and current deposits		1,761,938,303	1,887,430,350	1,761,938,303	1,887,430,350
Interest on special notice deposits (SND)		2,490,543,747	2,335,350,083	2,490,543,747	2,335,350,083
Interest on term deposits		9,261,065,532	5,963,858,011	9,261,065,532	5,963,858,011
		13,513,547,582	**10,186,638,445**	**13,513,547,582**	**10,186,638,445**

23.02 Interest on borrowings from Banks & FIs

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Interest on demand borrowing (including overnight borrowing)		977,777,150	716,351,149	638,156,519	443,608,778
Interest on term borrowing		3,094,792,018	1,642,667,848	2,720,213,359	1,446,302,537
Interest on subordinated bond		513,543,259	349,567,510	513,543,259	349,567,510
Inter-bank repo (repurchase agreement)		180,335,642	26,959,497	180,335,642	26,959,497
		4,766,448,069	**2,735,546,003**	**4,052,248,779**	**2,266,438,321**

23.03 Interest on borrowings from BB & others

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Borrowing under IPFF		20,653,837	1,001,173	20,653,837	1,001,173
Borrowing under EDF		593,455,010	267,316,652	593,455,010	267,316,652
Borrowing under LTFF		27,357,550	46,806,777	27,357,550	46,806,777
Borrowing under BADP (refinance scheme)		-	1,434,687	-	1,434,687
Borrowing under SMESPD (refinance scheme)		83,810,103	28,220,429	83,810,103	28,220,429
Second crop diversification project		14,908,272	17,966,379	14,908,272	17,966,379
Borrowing under pre-shipment credit refinancing scheme		77,209,484	96,037,042	77,209,484	96,037,042
Borrowing under Green Transformation Fund (GTF)		2,968,971	305,051	2,968,971	305,051
		820,363,228	**459,088,188**	**820,363,228**	**459,088,188**

23.04 Net interest cost (on Gratuity Fund)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Interest expense on defined benefit obligation (for Gratuity Fund)		255,789,934	200,000,000	255,789,934	200,000,000
Less: Interest income on plan assets (for Gratuity Fund)		143,203,605	129,300,000	143,203,605	129,300,000
		112,586,329	**70,700,000**	**112,586,329**	**70,700,000**

23.05 Net interest cost (on Superannuation Fund)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Interest expense on defined benefit obligation (for Superannuation Fund)		17,123,522	13,400,000	17,123,522	13,400,000
Less: Interest income on plan assets (for Superannuation Fund)		6,643,490	6,300,000	6,643,490	6,300,000
		10,480,032	**7,100,000**	**10,480,032**	**7,100,000**

24 Investment income

Recognition policy:

Income on investments in government and other securities, debentures and bonds are accounted for on accrual basis as per the provisions of *Conceptual Framework for Financial Reporting*, IFRS 9 and relevant Bangladesh Bank guidelines.

Dividend income from investment in equity instruments and from subsidiaries is recognised at the time when it is declared, can be reliably measured and right to receive the payment is established. Income on perpetual bond is recognised upon receiving the rate confirmation from the trustees so as the dividend amount is reliably measured and is probable that the economic benefit will flow to the bank.

Non-interest investment income i.e. gain/loss arising from trading in government securities (HFT), quoted and unquoted shares & mutual funds is recognised in profit and loss account at the time of effecting the transactions except those which are restricted by Bangladesh Bank.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Dividend income	24.1	1,145,623,100	1,115,352,258	1,208,572,908	1,295,782,848
Interest on reverse REPO		698,787,779	680,447,250	698,787,779	680,447,250
Interest on govt. treasury bonds		3,908,528,689	3,811,728,174	3,908,528,689	3,811,728,174
Interest on Non-Government Securities		871,279,407	909,182,750	871,279,407	909,182,750
Gain/(loss) from government securities*		984,540,408	(64,327,561)	984,540,408	(64,327,561)
Net gain/(loss) on sale of quoted securities		83,111,195	273,893,247	9,960,937	72,648,373
		7,691,870,577	**6,726,276,119**	**7,681,670,127**	**6,705,461,835**

*As per instruction/circular of Bangladesh Bank vide DOS circular letter no 05 dated 26 May 2008 and subsequent clarifications on 28 January 2009.

24.1 Dividend Income

	Notes	Group 2023	Group 2022
Eastern Bank PLC.	24.1.a	1,208,572,908	1,295,782,848
EBL Securities Limited		73,107,708	44,063,773
EBL Investments Limited		6,551,855	9,854,482
EBL Asset Management Limited		9,445,882	3,337,936
		1,297,678,353	**1,353,039,039**
Less: Elimination-dividend from subsidiaries			
EBL Securities Limited		99,999,600	149,998,224
EBL Asset Management Limited		-	40,000,000
EBL Finance (HK) Limited		52,055,653	47,688,557
		152,055,253	**237,686,781**
		1,145,623,100	**1,115,352,258**

24.1.a Dividend Income- Eastern Bank PLC.

	Notes	Bank 2023	Bank 2022
Dividend from investment in quoted/unquoted shares and bonds		1,056,517,255	1,058,096,067
Dividend from subsidiaries		152,055,653	237,686,781
		1,208,572,908	**1,295,782,848**

Though the issuer of the perpetual bonds has a right to cancel any coupon payments to bondholders on a condition of non-payment of dividend to equity holders, the track record of our investee entities in terms of consistent dividend payments backed by good asset quality, strong capital base, good profitability and efficient liquidity management does not necessitate us to expect that they will cancel the coupon payments. Therefore, during the year, the bank recognized dividend income of BDT 62,782,628 on accrual basis.

25 Commission, exchange and brokerage

Recognition policy:

Fees and commission income arising from services provided by the Bank are recognised as income on accrual basis as per IFRS 15 *Revenue from contracts with customers*. Fees and commission charged to customers on trade finance i.e. L/C, L/G, acceptance and other general banking services i.e. card services, management fees, arrangement fees, locker charges etc. are recognised as income when a performance obligation is satisfied by transferring a promised service to customer by the bank, and at the time of effecting the transactions except those which are received in advance.

Exchange gain includes all gains and losses from foreign currency day-to-day transactions, conversions and revaluation of non monetary items.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Fees, commission and charges	25.1	3,123,566,018	2,856,104,626	3,015,678,332	2,778,174,073
Exchange gain (net of exchange loss)	25.2	1,390,786,808	1,326,823,595	1,383,228,980	1,314,700,998
Brokerage commission	25.3	266,778,928	389,638,253	-	-
		4,781,131,754	**4,572,566,473**	**4,398,907,312**	**4,092,875,070**

Amount in BDT

25.1 Fees, commission and charges

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Loan processing fees		290,432,048	290,122,761	290,432,048	290,122,761
Service charges (Periodic & Ad-hoc)		554,766,876	459,583,639	464,859,360	397,104,076
Early settlement fees		13,321,336	13,994,353	13,321,336	13,994,353
Cards fees & charges (net of cards direct expenses)	25.1.a	738,936,301	819,187,106	738,936,301	819,187,106
Commission on general banking (PO, FDD, remittance, etc)		22,834,423	33,148,703	22,834,423	33,148,703
Commission on Automated Challan System (ACS)		62,792,802	36,758,788	62,792,802	36,758,788
Commission on trade business (LG, LC, Acceptance)		1,440,482,232	1,203,309,277	1,422,502,062	1,187,858,287
		3,123,566,018	**2,856,104,626**	**3,015,678,332**	**2,778,174,073**

25.1.a Cards fees and charges (net off cards direct expenses)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Fees and charges:					
Debit, Prepaid Cards, etc.		410,532,018	327,234,297	410,532,018	327,234,297
Credit cards:					
Annual and transactional fees		327,640,334	285,716,781	327,640,334	285,716,781
Late payment and overlimit fees		221,263,907	308,962,529	221,263,907	308,962,529
Cash advance fees		4,270,407	2,930,090	4,270,407	2,930,090
Interchange reimbursement (IRF) and aquiring fees		351,269,031	286,465,620	351,269,031	286,465,620
Risk assurance premium		134,060,479	117,109,643	134,060,479	117,109,643
Merchant service commission		661,967,517	507,901,265	661,967,517	507,901,265
Replacement fees and others		293,912	316,908	293,912	316,908
		2,111,297,604	**1,836,637,134**	**2,111,297,604**	**1,836,637,134**
Cards direct expenses					
Membership and Priority Pass		747,600,919	553,408,211	747,600,919	553,408,211
Acquiring and IRF charges		527,394,862	381,358,114	527,394,862	381,358,114
Insurance expense		16,537,691	15,046,623	16,537,691	15,046,623
Other service charges (ATM card usage, cash back, reward etc.)		80,827,830	67,637,080	80,827,830	67,637,080
		1,372,361,303	**1,017,450,027**	**1,372,361,303**	**1,017,450,027**
		738,936,301	**819,187,106**	**738,936,301**	**819,187,106**

25.2 Exchange gain (net off exchange loss)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Exchange gain other than cards business		8,914,759,917	18,060,453,922	8,761,511,275	17,892,481,904
Less: Exchange loss		7,662,519,214	16,820,316,329	7,516,828,400	16,664,466,908
		1,252,240,703	**1,240,137,593**	**1,244,682,875**	**1,228,014,996**
Exchange gain from cards business		325,455,644	285,704,716	325,455,644	285,704,716
Less: Exchange loss		186,909,540	199,018,714	186,909,540	199,018,714
		138,546,104	**86,686,002**	**138,546,104**	**86,686,002**
		1,390,786,808	**1,326,823,595**	**1,383,228,980**	**1,314,700,998**

25.3 Brokerage commission

	Notes	Group 2023	Group 2022
Brokerage commission (DSE and CSE)		286,386,080	405,972,545
Brokerage commission (Dealer)		6,298,418	7,470,383
Settlement fees & commission		7,663,045	16,246,029
Management & trustee fees		7,291,819	17,502,530
		307,639,362	**447,191,487**
Less: Direct expenses			
Laga and Howla charges		24,121,063	34,869,532
CDBL charges		16,739,371	22,683,702
		40,860,434	**57,553,234**
		266,778,928	**389,638,253**

26 Other operating income

Recognition policy:

Other operating incomes are recognised on accrual basis as per the provisions of IFRS 15 '*Revenue from contracts with customers*' and relevant Bangladesh Bank guidelines.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Rebate earnings		139,504,164	147,975,460	139,504,164	147,975,460
Postage charges recovered		14,394,588	12,958,078	14,394,588	12,958,078
Swift charges recovered		75,900,443	71,082,891	75,900,443	71,082,891
Service charges (others)		9,756,339	8,993,117	9,756,339	8,993,117
Locker rent		24,522,751	22,906,373	24,522,751	22,906,373
Gain on disposal of fixed assets		6,652,296	4,298,696	6,609,696	4,298,696
Other fees and income		36,287,359	25,793,368	28,609,952	23,583,473
		307,017,940	**294,007,985**	**299,297,933**	**291,798,090**

Lapse and forfeiture account of EBL Employees Provident Fund of BDT 10.24 million (BDT 10.75 million in 2022) has been reverted to the bank and recognized as 'other income' as per the notification no. 179/FRC/FRM/ Notification /2020/2 dated 07 July 2020 issued by Financial Reporting Council (FRC). Lapse & forfeiture amount of BDT 6.35 million of subsidiaries are also included in consolidated 'other income'.

Commission, fees and charges received against export and export related services are VAT exempted as per service code S056 of SRO 189-AIN/2019/46-MUSHAK, dated 13 June 2019.

Management and other expenses

Recognition policy:

Expenses incurred by the group are recognised on accrual basis when a performance obligation is satisfied by receiving a promised service by the bank as per IFRS 15 '*Revenue from contracts with customers*', IAS 19 '*Employee Benefits*', IFRS 16 '*Leases*', '*Conceptual Framework for Financial Reporting*' and relevant local laws.

Expenses incurred by the bank shown in these financial statements are inclusive of VAT where applicable as per VAT and Supplementary Duty Act 2012 and rules 2016.

Amount in BDT

27 Salary & allowances (excluding those of MD)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Basic salary		2,095,732,467	1,880,402,328	1,980,734,380	1,784,125,350
Other salary & allowances		2,154,012,682	1,884,678,607	2,103,702,235	1,835,785,655
Festival bonus		393,849,795	362,966,235	385,490,095	347,286,685
Incentive bonus		510,000,000	523,679,112	499,000,000	514,000,000
Contribution to provident fund		198,712,050	176,780,810	190,140,988	171,867,765
Current service cost - Gratuity Fund	27.1	173,213,188	185,744,599	173,200,000	185,744,599
Current service cost - Superannuation Fund	27.2	6,600,000	5,300,000	6,600,000	5,300,000
		5,532,120,181	**5,019,551,691**	**5,338,867,697**	**4,844,110,054**

The number of regular employees engaged for the whole year or part thereof who received a minimum total remuneration of BDT 36,000 p.a. was 2,642 at the end of December 2023 and 2,333 at the end of December 2022.

27.1 Current service cost - gratuity fund (Bank only)

The current service costs of the defined benefit plans are determined as per the actuarial valuation report which involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates, future pension increase, etc. Due to the long-term nature of these plans, such estimates are subject to significant uncertainty, hence the bank carries actuarial valuation each year.

The last valuation was carried out on 31 December 2023 by Air Consulting Limited and as per their recommendation the Bank charged BDT 173.20 million to the Profit & Loss Account in 2023 as current service cost. The bank also continued to contribute 18.50% of basic salary to the gratuity fund in 2023 as per actuarial recommendation.

27.2 Current service cost - superannuation fund (Bank only)

Contribution to superannuation fund is made as per actuarial valuation of the fund. Valuation is carried out on 'Projected unit credit method' as per International Accounting Standard (IAS) 19 *Employee Benefits* to determine the present value of obligations and the related current service cost and, where applicable past service cost. The amount of obligation is determined on the occurence of certain pre-defined events which is related with employee rank (not salary) and certain threshold level of service being reached i.e. survival or withdrawal probabilities.

As per the the latest valuation by Air Consulting Limited carried out on 31 December 2023, the Bank charged current service cost of BDT 6.60 million to the Profit & Loss Account in 2023. The bank also continued to contribute BDT 25.50 million to the superannuation fund in 2023 as per actuarial recommendation.

Amount in BDT

28 Rent, taxes, insurance, utilities etc.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Rents, rates and taxes - premises & equipment*		207,866,150	206,158,963	201,422,261	202,696,895
Insurance premium**		192,545,619	165,478,737	186,075,644	163,609,414
Utilities (except telecommunication)		136,726,814	123,887,733	134,857,456	117,598,588
		537,138,583	**495,525,433**	**522,355,361**	**483,904,897**

* As per IFRS 16 *Leases*, the Bank recorded interest expense on lease liabilities (note 23) and depreciation on RoU assets (note 35) instead of charging rental expense (excluding VAT) of BDT 540.68 million in 2023 (BDT 474.92 million in 2022) against rented premises treated as lease assets and shown in the balance sheet as RoU assets under note 35.

** The major portion of insurance premium (BDT 178.32 million in 2023 and BDT 154.27 million in 2022) was paid to Bangladesh Bank as per DOS circular letter no 1 dated 10 January 2007 and Circular no. DID-02/2012 dated 02 October 2012 in exchange of coverage of deposits up to certain threshold in case the bank goes bankrupt. The rest of the premium covers Property, Cash security etc.

29 Legal & professional expenses

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Professional fees (consultancy, advisory, certification,CPV etc.)		22,116,215	19,417,139	20,704,390	18,745,180
Lawyers' professional fees		27,885,611	25,389,681	27,885,611	24,828,348
Other legal expenses (Court expense, auction notice etc.)		79,452,965	86,208,455	79,423,457	86,206,651
		129,454,791	**131,015,275**	**128,013,458**	**129,780,179**

30 Postage, stamp, telecommunication etc.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Telephone - office (including SMS service)		111,130,871	84,055,876	111,117,923	83,779,365
Network link, Internet, swift and DR maintenance cost		62,225,710	62,515,226	62,181,610	60,229,176
Postage and courier charges		45,641,210	27,712,788	39,623,420	22,594,300
Stamp and court fees		762,295	632,288	762,295	632,288
		219,760,086	**174,916,178**	**213,685,248**	**167,235,129**

31 Stationery, printing, advertisement, business promotion etc.

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Printing and stationery		106,970,467	70,442,429	105,104,201	68,642,528
Advertisement (Print & electronic media, POC materials etc.)		63,366,017	53,253,210	62,644,061	53,198,875
Business promotional expenses for Skylounge		274,190,341	113,150,261	274,190,341	113,150,261
Business promotional expenses for Priority and others		115,804,374	58,135,302	111,903,294	55,162,722
		560,331,200	**294,981,202**	**553,841,898**	**290,154,386**

32 Managing Director's salary and allowances (Bank only)

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Basic salary		21,203,738	20,003,524	21,203,738	20,003,524
Allowances		4,200,000	4,200,000	4,200,000	4,200,000
Bonus (Festival and Incentive)		4,463,020	4,267,000	4,463,020	4,267,000
Bank's contribution to provident fund		2,120,373	2,000,352	2,120,373	2,000,352
		31,987,131	**30,470,876**	**31,987,131**	**30,470,876**

33 Directors' fees and expenses

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Meeting attendance fees		2,911,700	2,816,900	2,411,200	2,314,400
Other expenses (refreshment, conveyance etc.)		1,047,096	1,280,410	1,047,096	1,280,410
		3,958,796	**4,097,310**	**3,458,296**	**3,594,810**

Each director of the Bank was paid BDT 8,000 per board or board committee meeting attended in 2023 as per BRPD circular letter no. 11 dated 4 October 2015.

34 Audit Fees

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Statutory and corporate governance audit fees		3,466,966	2,356,069	1,443,900	1,159,156
VAT on audit fees (i.e. 15%)		266,417	193,272	210,000	149,022
		3,733,383	**2,549,341**	**1,653,900**	**1,308,178**

35 Repairs, maintenance and depreciation

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Depreciation: (Annexure 'A')					
Building and floor spaces		36,239,358	35,198,888	36,239,358	35,198,888
Machinery and equipments		56,088,636	55,525,423	49,440,203	54,347,421
Computer and network equipment		118,435,429	117,605,857	116,638,029	116,806,837
Digital banking equipment		34,676,063	21,489,311	34,676,063	21,489,311
Electromechanical equipment		17,263,926	17,192,049	17,263,926	17,192,049
Vehicles		11,717,800	30,540,797	11,717,800	28,795,677
Furniture and fixtures		46,718,827	48,794,736	46,554,252	45,290,599
Software		137,177,220	76,925,506	137,177,220	75,778,598
Right of use (RoU) assets (Lease assets)		500,684,395	446,594,093	474,022,972	420,623,356
		959,001,653	**849,866,662**	**923,729,822**	**815,522,738**
Repairs, maintenance and spare parts					
Machinery and equipment		62,802,572	45,119,340	61,503,999	44,821,298
Vehicles		18,539,590	10,938,411	17,388,429	9,533,072
Furniture and fixtures		27,582,844	18,605,484	26,010,741	18,605,484
Rented premises- general		94,934,721	72,274,368	94,075,733	69,004,469
Rented premises-electricity & lighting		35,928,191	23,395,515	35,928,191	23,395,515
Computer and network equipment		11,141,486	11,672,817	10,425,946	10,739,959
Software maintenance		223,518,537	199,474,227	222,002,507	198,657,452
		474,447,941	**381,480,163**	**467,335,546**	**374,757,250**
		1,433,449,593	**1,231,346,824**	**1,391,065,367**	**1,190,279,987**

36 Other expenses

	Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
Business travelling and conveyance		68,965,572	54,922,337	65,487,479	53,400,981
Bank charges		68,091,343	57,952,722	65,864,809	56,645,428
Cards production & POS acquiring cost		54,826,186	11,987,249	54,826,186	11,987,249
CSR expenses (including donation)		326,369,852	143,548,250	326,301,229	143,548,250
Fees and subscriptions		8,565,416	4,843,963	7,403,474	4,333,404
Recruitment and training expenses		13,500,582	12,339,296	13,447,036	11,205,590
Entertainment and recreation		52,750,148	42,918,948	49,452,224	38,481,254
Office securities (Cash carrying, office premises etc.)		199,804,487	177,835,575	198,711,087	176,885,175
Business and internal events		20,674,089	19,242,282	20,600,260	19,242,282
Reward and recognition		23,876,633	15,641,820	23,876,633	15,641,820
Sales and collection commission (DST, Agency, Dealers)		35,431,862	38,246,484	35,431,862	38,246,484
Expense for EBL Sub-ordinated bond		2,514,140	4,199,822	2,514,140	4,199,822
Other operating expenses (uniform, freight, books, shares etc)		28,477,085	29,234,575	28,452,973	29,189,322
Other expenses of subsidiaries	36.1	6,787,313	7,124,339	-	-
		910,634,709	**620,037,663**	**892,369,393**	**603,007,062**

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Eastern Bank PLC.

CONSOLIDATED & SEPARATE FINANCIAL STATEMENTS 2023 (AUDITED)

GOOD GOVERNANCE KEEPS US GOING

Amount in BDT

		Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
36.1	**Other expenses of subsidiaries**					
	Registration, renewal & IPO expense		144,435	1,348,925		
	Guarantee premium		4,644,025	4,658,100		
	Other expense and regulatory charges		1,998,853	1,117,314		
			6,787,313	**7,124,339**		

36.a Disclosures on Bank's cost savings initiatives as per BRPD circular letters 28, 30 and 35 dated 26 July 2022, 27 July 2022 and 05 September 2022 respectively

Having maintained one of the lowest Cost to Income Ratio (CTIR) among peer banks for years, EBL has been extremely vigilant about costs. Our CTIR has been hovering around 40% in recent years with 44.22% in 2023 despite facing rising inflation due to our persistent cost rationalization drive. Following Bangladesh Bank circulars, EBL further intensified its effort to rationalize costs and took several initiatives in 2023:

Expenses on Electricity and Fuel incurred by the bank during the period as follows:

Amount in BDT

Particulars	Bank Jan-Jun 2023	Bank Jul-Dec 2022
Electricity bills	47,345,421	50,339,117
Fuel for generators	4,717,306	7,378,799
Fuel for office vehicles	8,053,466	8,095,691
Total	**60,116,193**	**65,813,607**

Energy (electricity & fuel) cost saving initiatives: EBL curtailed allocated expenditure for fuel & electricity through strict compliance of office hours and host of other measures. Despite 45% plus increase of fuel price and increased demand of electricity due to channel expansion in 2023 (in 2023, EBL opened 2 branches, 10 sub-branches & 40 ATMs), EBL took following initiatives:

- Ensured maximum utilization of day light savings and execution of reduced office timing as per Bangladesh Bank instruction.
- Shutting down of EBL neon signs of branches/sub-branches/ATM (s) after 7.00 pm.
- Maintained AC temperate in the office premises not below 24 degree Celsius.
- Installed separate circuit breakers for each branches/sub-branches to ensure central control and prevent misuse of AC.
- Fuel consumption of pool vehicles was monitored rigorously on daily basis.
- Curtailed monthly allocated fuel for pool cars assigned for the high officials of the bank.

Expenses incurred by the bank on account of entertainment, travel, stationeries during the period as follows:

Amount in BDT

Particulars	Bank Jan-Jun 2023	Bank Jul-Dec 2022
Printing & stationeries expenses	55,581,817	36,175,986
Entertainment & recreation	25,809,245	16,872,527
Business traveling expenses	24,823,353	20,321,143
	106,214,415	**73,369,656**

Following cost savings initiatives were taken:

- Printing on both sides of paper and using of digital communication more.
- Encouraged sharing and recycling of table stationeries and cleaning materials.
- Avoiding any business meeting in premium restaurants or hotels.
- Curtailed own staff refreshments bank-wide.
- Extended use of existing assets and putting restriction on avoidable expenditure as much as possible.
- Curtailed purchase of 50% of budgeted number of laptop and desktop computers for official uses.

Amount in BDT

		Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
37	**Other provisions**					
	Provision charged/(released) for protested bill & others	13.6	(11,493,774)	44,435,173	(11,493,774)	44,435,173
	Provision for start-up fund	13.7	61,500,000	51,086,000	61,500,000	51,086,000
	Provision charged/(released) on revaluation of equity securities	13.8	170,911,010	583,198,788	162,316,330	336,857,556
			220,917,235	**678,719,960**	**212,322,556**	**432,378,729**
38	**Deferred tax expense/(income)- net**					
	Deferred tax (income)	9.10.b	(626,035,723)	(142,229,114)	(623,887,157)	(136,988,905)
	Deferred tax expense/(income)	9.10.c	(33,405,849)	91,561,302	(33,405,849)	91,561,302
			(659,441,572)	**(50,667,813)**	**(657,293,006)**	**(45,427,604)**

39 Earnings per share

Earnings per share (EPS) has been computed by dividing the profit after tax (PAT) by the weighted average number of ordinary shares outstanding as on 31 December 2023 as per IAS- 33 *Earnings Per Share*. Diluted EPS was not required to calculate as there was no dilution possibilities during the year.

		Group 31-Dec-23	Group 31-Dec-22	Bank 31-Dec-23	Bank 31-Dec-22
	Number of shares before bonus share issued	1,073,097,525	1,073,097,525	1,073,097,525	1,073,097,525
	Bonus shares issued	134,137,190	134,137,190	134,137,190	134,137,190
A.	**Weighted average number of ordinary shares outstanding**	**1,207,234,715**	**1,207,234,715**	**1,207,234,715**	**1,207,234,715**
B.	**Earnings Per Share (EPS)**				
	Net profit attributable to the shareholders of EBL	6,122,419,552	5,120,586,681	6,109,200,443	5,107,457,663
	Number of ordinary shares outstanding	1,207,234,715	1,207,234,715	1,207,234,715	1,207,234,715
	Earnings per share (EPS) (restated 2022)	5.07	4.24	5.06	4.23

Amount in BDT

		Notes	Group 2023	Group 2022	Bank 2023	Bank 2022
40	**Changes in other assets (Cash flow items)**					
	Opening Balance:					
	Investment in DSE (TREC and Shares of DSE)		595,337,112	595,337,112	-	-
	Investment in CSE (TREC and Shares of CSE)		245,379,755	245,379,755	-	-
	Receivable from subsidiaries		-	-	4,043	76,556,929
	Stock of stationeries		16,965,387	14,951,628	16,965,387	14,951,628
	Stamps on hand		4,657,487	5,364,587	4,648,337	5,355,437
	Advance to staff for expenses		683,483	820,689	683,483	820,689
	Security deposits-govt. agencies		24,243,874	19,926,181	9,024,224	9,024,224
	Interest and dividend receivables		1,709,239,390	1,615,863,808	1,832,856,670	1,935,455,355
	Sundry receivables		1,492,076,216	1,339,322,099	1,491,849,209	1,337,696,283
	Advance rent		55,446,991	62,717,244	55,027,291	60,137,688
	Prepayments and advance to vendors		349,504,083	405,568,145	340,600,550	341,696,309
	Deferred tax assets (net off liabilities)		2,423,604,499	2,395,811,691	2,332,586,280	2,310,033,677
	Other assets of subsidiaries		55,912,726	188,119,814	-	-
			6,973,051,004	**6,889,182,751**	**6,084,245,474**	**6,091,728,219**
	Closing Balance:					
	Investment in DSE (TREC and Shares of DSE)		595,337,112	595,337,112	-	-
	Investment in CSE (TREC and Shares of CSE)		245,379,755	245,379,755	-	-
	Receivable from subsidiaries		-	-	839,199	4,043
	Stock of stationeries		47,496,348	16,965,387	47,496,348	16,965,387
	Stamps on hand		3,791,797	4,657,487	3,782,647	4,648,337
	Advance to staff for expenses		1,925,594	683,483	1,270,656	683,483
	Security deposits-govt. agencies		22,519,105	24,243,874	9,024,224	9,024,224
	Interest and dividend receivables		1,649,771,465	1,709,239,390	1,654,086,136	1,832,856,670
	Sundry receivables		2,373,025,726	1,492,076,216	2,371,464,393	1,491,849,209
	Advance rent		64,012,304	55,446,991	61,469,593	55,027,291
	Prepayments and advance to vendors		428,699,915	349,504,083	424,530,620	340,600,550
	Deferred tax assets (net off liabilities)		2,920,461,653	2,423,604,499	2,827,294,867	2,332,586,280
	Other assets of subsidiaries		2,067,885	55,912,726	-	-
			8,354,488,659	**6,973,051,004**	**7,401,258,683**	**6,084,245,475**
	Adjustment for other non-cash items		(56,430,629)	(46,553,374)	(65,710,631)	(52,668,535)
	Net cash changes in other assets		**(1,437,868,284)**	**(130,421,630)**	**(1,382,723,839)**	**(45,185,793)**
41	**Changes in other liabilities (Cash flow items)**					
	Opening balances					
	Privileged creditors (payable to Government)		1,084,389,883	809,991,826	1,084,389,883	809,991,826
	Acquirer liabilities		1,311,132,405	1,286,229,244	1,311,132,405	1,286,229,244
	Sundry creditors		168,331,491	210,513,976	168,331,491	210,513,976
	Security deposit		11,648,999	5,797,180	11,648,999	5,797,180
	Current tax liability/(assets)		2,242,395,712	3,368,573,510	2,198,190,233	3,335,858,484
	Provision for loans, advances and OBS exposures (excluding OBO)		12,085,878,904	12,310,907,332	11,784,321,945	12,012,295,650
	Provision for loans, advances and OBS exposures (OBO)		2,125,480,485	1,332,329,766	2,125,480,485	1,332,329,766
	Special general provision -COVID-19		542,245,936	756,003,206	542,245,936	756,003,206
	Start-up fund		138,891,631	87,805,631	138,891,631	87,805,631
	Interest suspense account		2,925,099,761	2,939,008,519	2,750,271,719	2,750,794,589
	Provision for protested bill & others		263,739,323	219,304,150	263,739,323	219,304,150
	Provision for non-banking assets		-	-	-	-
	Provision for rebate to good borrowers		46,100,257	46,100,257	46,100,257	46,100,257
	Provision for loss on revaluation of shares (net)		991,718,520	408,519,732	593,294,880	256,437,323
	Advance interest/commission received		24,654,179	47,469,311	23,925,705	44,036,445
	Expenses payable		794,868,915	846,890,274	758,713,442	801,786,369
	Interest payable on borrowing		540,661,488	266,192,477	539,487,075	266,192,477
	Miscellaneous liabilities		1,809,998,964	982,488,812	1,806,961,781	976,920,826
	Lease liabilities (present value of lease payments)		1,314,531,028	752,382,202	1,259,216,399	743,558,930
	Net benefit obligation		443,692,007	650,816,131	443,692,007	650,816,131
	Other liabilities of subsidiaries		317,395,329	477,042,127	-	-
			29,182,855,217	**27,804,365,660**	**27,850,035,596**	**26,592,772,458**
	Closing balances					
	Privileged creditors (payable to Government)		1,094,838,203	1,084,389,883	1,094,838,203	1,084,389,883
	Acquirer liabilities		1,633,497,357	1,311,132,405	1,633,497,357	1,311,132,405
	Sundry creditors		936,226,223	168,331,491	936,226,223	168,331,491
	Security deposit		17,694,733	11,648,999	17,694,733	11,648,999
	Current tax liability/(assets)		2,922,981,725	2,242,395,712	2,913,480,872	2,198,190,233
	Provision for loans, advances and OBS exposures (excluding OBO)		13,951,753,586	12,085,878,904	13,612,832,864	11,784,321,945
	Provision for loans, advances and OBS exposures (OBO)		2,154,489,366	2,125,480,485	2,154,489,366	2,125,480,485
	Special general provision -COVID-19		383,309,368	542,245,936	383,309,368	542,245,936
	Start-up fund		200,391,631	138,891,631	200,391,631	138,891,631
	Interest suspense account		3,362,449,028	2,925,099,761	3,186,485,304	2,750,271,719
	Provision for protested bill & others		252,245,548	263,739,323	252,245,548	263,739,323
	Provision for rebate to good borrowers		46,100,257	46,100,257	46,100,257	46,100,257
	Provision for loss on revaluation of shares (net)		1,162,629,530	991,718,520	755,611,210	593,294,880
	Advance interest/commission received		16,805,715	24,654,179	16,356,229	23,925,705
	Expenses payable		788,321,719	794,868,915	758,264,315	758,713,442
	Interest payable on borrowing		593,201,439	540,661,488	593,201,439	539,487,075
	Miscellaneous liabilities		1,106,318,893	1,809,998,964	1,105,541,862	1,806,961,781
	Lease liabilities (present value of lease payments)		1,269,136,265	1,314,531,028	1,230,148,615	1,259,216,399
	Net benefit obligation		124,331,982	443,692,007	124,331,982	443,692,007
	Other liabilities of subsidiaries		783,365,724	317,395,329	-	-
			32,800,088,291	**29,182,855,217**	**31,015,047,378**	**27,850,035,594**
	Adjustment for other non cash items		7,439,429	(236,198,671)	8,419,131	(237,847,059)
	Net cash changes in other liabilities		**3,624,672,506**	**1,142,290,887**	**3,173,430,913**	**1,019,416,076**

42 Events after the reporting period

The Board of Directors of Eastern Bank PLC. recommended 25% dividend (12.5% cash and 12.5% stock) in the board meeting held on 10 March 2024 for the year 2023. Eligible shareholders (who hold EBL shares on the record date i. e. 02 April 2024) will be eligible to receive this dividend subject to shareholders' approval in AGM. The amount of recommended dividend amount is BDT 3,018,086,788.

		Group 31-Dec-23	Group 31-Dec-22	Bank 31-Dec-23	Bank 31-Dec-22
43	**Disclosures on calculation of NAV per share and NOCF per share as per BSEC directive:**				
	Net asset value (NAV)	40,525,924,443	35,761,628,008	39,767,446,008	35,045,444,496
	Net asset value per share (NAVPS) in BDT (restated 2022)	**33.57**	**29.62**	**32.94**	**29.03**
	Net operating cash flow (NOCF)	9,547,352,275	12,434,386,906	9,695,053,945	12,396,852,843
	Net operating cash flow per share (NOCFPS) in BDT (restated 2022)	**7.91**	**10.30**	**8.03**	**10.27**

Calculation of NAVPS: $\frac{\text{Net asset value}}{\text{No. of shares outstanding}}$

Calculation of NOCFPS: $\frac{\text{Net operating cash flow}}{\text{No. of shares outstanding}}$

Eastern Bank PLC.
Schedule of Fixed Assets
as at 31 December 2023

Annexure-A
Amount in BDT

Particulars	Cost: Balance on 01 January 2023	Cost: Revaluation Reserve	Cost: Addition during the year	Cost: Disposal during the year	Cost: Balance at 31 December 2023	Accumulated depreciation & amortization: Balance on 01 January 2023	Accumulated depreciation & amortization: Charge for the year	Accumulated depreciation & amortization: On disposal during the year	Accumulated depreciation & amortization: Balance at 31 December 2023	Net book value at 31 December 2023
Tangible assets:										
Land	4,060,365,301	-	2,913,303	(61,734,847)	4,001,543,757	-	-	-	-	4,001,543,757
Building and floor spaces	1,407,955,522	-	74,053,899	-	1,482,009,421	261,431,208	36,239,358	-	297,670,566	1,184,338,855
Capital work in progress	87,317,958	-	101,090,060	(158,566,239)	29,841,778	-	-	-	-	29,841,779
Machinery and equipments	753,299,257	-	138,525,328	(41,745,429)	850,079,155	641,557,049	49,440,203	(41,645,307)	649,351,946	200,727,210
Digital Banking Equipment	315,212,920	-	67,115,500	-	382,328,420	155,060,303	34,676,062	-	189,736,365	192,592,055
Electromechanical equipments	345,278,516	-	-	-	345,278,517	72,969,208	17,263,926	-	90,233,133	255,045,383
Computer and network equipments	1,126,811,111	-	159,609,855	(39,426,850)	1,246,994,116	806,608,349	116,638,029	(39,171,956)	884,074,421	362,919,694
Vehicles	206,251,139	-	22,181,367	(6,363,114)	222,069,392	161,464,311	11,717,801	(6,363,112)	166,818,999	55,250,393
Furniture and fixtures	706,575,683	-	62,111,650	(9,671,025)	759,016,307	445,182,491	46,554,252	(9,533,678)	482,203,065	276,813,242
Right of use assets (Lease assets)	2,514,374,390	-	387,640,382	(255,530,759)	2,646,484,012	843,853,414	477,252,236	(236,304,871)	1,084,800,779	1,561,683,233
Intangible assets:										
Software	938,627,850	-	168,242,642	-	1,106,870,492	573,144,572	137,177,220	-	710,321,792	396,548,700
At 31 December 2023	**12,462,069,646**	**-**	**1,183,483,985**	**(573,038,263)**	**13,072,515,368**	**3,961,270,904**	**926,959,086**	**(333,018,924)**	**4,555,211,066**	**8,517,304,302**
At 31 December 2022	**11,322,803,951**	**-**	**1,954,755,436**	**(815,489,741)**	**12,462,069,646**	**3,690,614,219**	**815,522,738**	**(544,866,050)**	**3,961,270,904**	**8,500,798,743**

Schedule of Fixed Assets Disposals
for the year 2023

Annexure-A1
Amount in BDT

Date	Particulars	Cost	Accumulated depreciation	Net book value	Sales value	Tax & VAT	Gain/(Loss)	Insurance claim received	Mode of Disposal	Buyer/ Highest bidder
20.07.23	Furniture & fixtures	9,144,015	9,143,551	464	1,642,000	267,302	1,374,095	-	Open Tender	M/S Sumon Enterprise
20.07.23	Machinery & equipment	13,537,297	13,537,158	139						
28.08.23	Computer & network equipment	38,915,052	38,914,443	609	1,395,000	227,093	1,166,753	-	Open Tender	M/S Bagdad Traders
28.08.23	Machinery & equipment	25,030,208	25,029,663	545						
05.12.23	Toyota Noah Microbus DM- CHA-53-9346	2,993,314	2,993,313	1	1,954,766	318,218	1,636,547	-	Open Tender	Mr. Apan Barua
05.12.23	Toyota Axio X DM-GA-39-8721	1,684,900	1,684,899	1	2,905,250	472,948	2,432,300	-	Open Tender	Mr. Md. Jahangir Khan
05.12.23	Toyota Axio X DM-GA-39-8722	1,684,900	1,684,899	1						
28.12.23	Computer & network equipment	511,798	257,513	254,285	3,027,432	-	-	2,536,826	Written off	Agrani Insurance Ltd.
28.12.23	Furniture & fixtures	527,010	390,127	136,883						
28.12.23	Machinery & equipment	3,177,922	3,078,484	99,438						
28.12.23	Land at Purbachol*	35,319,289	-	35,319,289	50,100,000	4,257,600	10,523,111	-	Open Tender	Mr. Zahed Rehan Iqbal
		132,525,705	**96,714,050**	**35,811,655**	**61,024,448**	**5,543,161**	**17,132,806**	**2,536,826**		

* As the sold land was revalued earlier, the gain on sale of land BDT 10,523,111 was transferred from Assets Revaluation Reserve to Retained Earnings directly as per para 96 of IAS 1 and para 41 of IAS 16.

Eastern Bank PLC. and its subsidiaries
Balance with other Banks and Financial Institutions (Group)
as at 31 December 2023

Annexure-B

Outside Bangladesh - (note-4.2)

Name of Banks and FIs	Currency	31 December 2023 Foreign Currency	31 December 2023 Exchange rate	31 December 2023 Amount in BDT	31 December 2022 Foreign Currency	31 December 2022 Exchange rate	31 December 2022 Amount in BDT
In deposit account with							
AB Bank PLC., Mumbai	USD	202,552	109.75	22,230,056	10,519	103.29	1,086,510
Al-Rajhi Bank, KSA	SAR	66,472	29.27	1,945,405	62,572	27.49	1,719,850
Bank of Bhutan, Bhutan	USD	8,457	109.75	928,196	8,567	103.29	884,947
Bank of China, China	CNY	63,980	15.37	983,385	239,075	14.80	3,539,239
Bank of Toykyo Mitshubishi, Japan	JPY	49,972,951	0.77	38,669,069	253,587,749	0.77	194,780,750
Citibank NA, USA	USD	6,750,531	109.75	740,870,809	-	-	-
Commerz Bank AG, Germany	EURO	4,972,155	120.80	600,645,298	4,044,167	109.61	443,298,125
Habib American Bank, USA	USD	1,864,203	109.75	204,596,274	109,584	103.29	11,319,182
HDFC Bank Limited, Hongkong	USD	131,976	109.75	14,484,402	482,175	103.29	49,805,149
HDFC Bank Limited, Hongkong	HKD	68,581	14.05	963,268	70,046	13.25	928,346
ICICI Bank, India	USD	10,097,029	109.75	1,108,148,898	1,798,831	103.29	185,806,076
ICICI Bank, India	INR	117,526	1.32	154,911	-	-	-
ICICI Bank Limited, Hongkong	USD	154,398	109.75	16,945,194	5,202,847	103.29	537,416,117
ICICI Bank Limited, Hongkong	HKD	2,197,146	14.05	30,860,675	1,343,898	13.25	17,811,214
JP Morgan Chase Bank NA, London	GBP	173,801	140.47	24,413,712	189,782	124.13	23,556,970
JP Morgan Chase Bank NA, Australia	AUD	769	75.17	57,798	2,906	69.60	202,283
JP Morgan Chase Bank, USA	USD	15,897,775	109.75	1,744,780,801	30,018,243	103.29	3,100,665,347
JP Morgan Chase Bank, Germany	EURO	1,228,930	120.80	148,456,926	41,239	109.61	4,520,398
Mashreqbank, USA	USD	1,478,499	109.75	162,265,221	638,935	103.29	65,997,299
Mashreq Bank, UAE	AED	260,046	29.89	7,771,698	87,157	28.13	2,451,517
Nepal Bangladesh Bank Limited, Nepal	USD	71,915	109.75	7,892,667	99,910	103.29	10,319,970
MCB Bank Limited, Pakistan	USD	250,267	109.75	27,466,854	69,440	103.29	7,172,648
National Commercial Bank - Jeddah	SAR	200,000	29.27	5,853,340	-	-	-
Nordea Bank, Norway	NOK	-	-	-	232,201	10.44	2,423,664
Standard Chartered Bank, Srilanka	USD	4,658	109.75	511,258	4,778	103.29	493,573
Standard Chartered Bank, India	USD	5,276,006	109.75	579,041,665	484,419	103.29	50,036,929
Standard Chartered Bank,USA	USD	49,678,988	109.75	5,452,268,920	28,013,066	103.29	2,893,545,238
Standard Chartered Bank, Singapore	SGD	44,130	83.15	3,669,388	17,869	76.53	1,367,523
Standard Chartered Bank, Germany	EURO	39,975	120.80	4,829,097	-	-	-
Wells Fargo Bank, USA	USD	9,774,425	109.75	1,072,743,103	3,621,501	103.29	374,074,617
Zurcher Kantonal Bank, Zurich, Switzerland	CHF	13,012	130.21	1,694,265	18,416	111.22	2,048,333
				12,026,142,551			**7,987,271,813**

Eastern Bank PLC. and its subsidiaries
Borrowing from Banks and Financial Institutions (Group)
as at 31 December 2023

Annexure-B1

Outside Bangladesh - (note-11.2)

Name of Banks and FIs	Currency	31 December 2023 Foreign Currency	31 December 2023 Exchange rate	31 December 2023 Amount in BDT	31 December 2022 Foreign Currency	31 December 2022 Exchange rate	31 December 2022 Amount in BDT
Abu Dhabi Commercial Bank, Dubai	USD	10,000,000	109.75	1,097,500,000	25,000,000	103.29	2,582,317,500
Asian Development Bank (ADB)	USD	-	-	-	1,176,471	103.29	121,520,821
Bank Muscat	USD	3,000,000	109.75	329,250,000	7,000,000	103.29	723,048,900
CaixaBank, S.A., Spain	USD	25,000,000	109.75	2,743,750,000	51,000,000	103.29	5,267,927,700
Citibank NA, Singapore	USD	15,000,000	109.75	1,646,250,000	20,000,000	103.29	2,065,854,000
Citibank NA, USA	USD	-	-	-	4,268,832	103.29	440,939,185
Commercial Bank of Dubai	USD	13,000,000	109.75	1,426,750,000	11,000,000	103.29	1,136,219,700
Commercial Bank of Qatar	USD	-	-	-	5,000,000	103.29	516,463,500
Deutsche Investitions-und Entwicklungsgesellschaft MBH (DEG)	USD	15,000,000	109.75	1,646,250,000	25,000,000	103.29	2,582,317,500
HDFC Bank, India	USD	10,000,000	109.75	1,097,500,000	15,000,000	103.29	1,549,390,500
International Islamic Trade Finance Corporation (ITFC)	USD	7,914,272	109.75	868,591,312	-	-	-
JP Morgan Chase, Singapore	USD	15,471,170	109.75	1,697,960,935	28,551,331	103.29	2,949,144,107
KfW IPEX-Bank GmbH, Frankfurt, Germany	USD	25,057,269	109.75	2,750,035,312	24,537,048	103.29	2,534,497,939
Mashreq Bank, Dubai	USD	25,000,000	109.75	2,743,750,000	25,000,000	103.29	2,582,317,500
Mashreq Bank, Hongkong	USD	25,000,000	109.75	2,743,750,000	-	-	-
National Bank of Ras Al-Khaimah	USD	20,000,000	109.75	2,195,000,000	13,000,000	103.29	1,342,805,100
OEEB Development Bank, Austria	USD	12,000,000	109.75	1,317,000,000	16,000,000	103.29	1,652,683,200
Standard Chartered Bank, Germany	USD	-	-	-	1,549	103.29	159,954
Standard Chartered Bank, Singapore	USD	2,651,861	109.75	291,041,696	10,151,861	103.29	1,048,613,087
State Bank of India, Hongkong	USD	-	-	-	2,000,000	103.29	206,585,400
United Bank Limited,UAE	USD	-	-	-	8,500,000	103.29	877,987,950
Wells Fargo, USA	USD	20,000,000	109.75	2,195,000,000	21,000,000	103.29	2,169,146,700
				26,789,379,256			**32,349,940,242**

Eastern Bank PLC.
Related party disclosures

Annexure-C

Two parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence Related party informations are given below.

i) Directors' interest in different entities

Name of Directors	Status with the Bank	Name of the firms/companies in which directors of the Bank are interested as proprietor, partner, director, managing agent, guarantor, employee etc.	Status	Percentage of holding/ interest in the concern
Md. Showkat Ali Chowdhury	Chairman	Need Fashion Wear & Textile Ltd.	Chairman	35.00%
		Chittagong Properties Holding Ltd.	Chairman	50.00%
		Finlay (International) Ltd.	Chairman	81.00%
		KAPS Bangladesh Ltd.	Chairman	12.50%
		JF (Bangladesh) Ltd.	Chairman	81.00%
		Port Link Housing Ltd.	Chairman	50.00%
		Finlay Properties Ltd.	Chairman	55.00%
		Z & Z Holdings Ltd.	Managing Director	0.01%
		Peninsula Housing & Development Ltd.	Director	36.00%
		Legend Property Development Ltd.	Managing Director	50.00%
		Z.N. Enterprise Ltd.	Managing Director	50.00%
		Zaran Off Dock Ltd.	Managing Director	30.00%
		Namreen Enterprise Ltd	Managing Director	50.00%
		ABC Steel Enterprise Ltd.	Managing Director	80.00%
		S.L. Steels Ltd.	Managing Director	50.00%
		Unique Refineries Ltd.	Managing Director	55.00%
		Port Link Logistics Centre Ltd.	Managing Director	25.00%
		South Asia Securities Ltd.	Director	7.10%
		Peninsular Shipping Services Ltd.	Director	25.00%
		Consolidated Tea & Plantation Ltd.	Director	6.25%
		The Consolidated Tea & Lands Company (Bangladesh) Limited	Director	6.25%
		Baraoora (Sylhet) Tea Co. (BD) Ltd.	Director	6.25%
		Eastern Industries Ltd.	Director	25.00%
		Bay Hill Hotel and Ressorts Ltd.	Director	40.00%
		S.N. Corporation	Partner	50.00%
		Z. A Enterprise Limited	Managing Director	50.00%
		T. A. Enterprise Limited	Managing Director	50.00%
		Associate Enterprise Limited	Managing Director	50.00%
M. Ghaziul Haque	Director	MGH Aviation Services Ltd.	Chairman	10.00%
		Last Mile Deliveries Limited	Chairman	5.00%
		Haytrans Bangladesh Limited	Chairman	10.00%
Mir Nasir Hossain	Director	Mir Akther Hossain Ltd.	Managing Director	14.90%
		Mir Ceramic Ltd.	Managing Director	88.00%
		Mir Telecom Ltd.	Managing Director	32.50%
		Mir Holdings Ltd.	Managing Director	50.00%
		Mir Pharmaceuticals Ltd.	Managing Director	50.00%
		Bangla Telecom Ltd.	Managing Director	40.00%
		Coloasia Limited	Managing Director	50.00%
		BTS Communications (BD) Limited	Managing Director	40.00%
		MIR LPG limited	Managing Director	40.00%
		Mir Communications Ltd.	Chairman	40.00%
		Mir Energy Ltd.	Chairman	40.00%
		Mir Denim Limited	Chairman	50.00%
		Mir Tex Limited	Managing Director	40.00%
		Agrani Insurance Co. Ltd.	Shareholder	3.72%
		Chaldal Limited	Representative Director	11.20%
		Mir Securities Ltd.	Chairman	0.03%
		Fair Trading	Proprietorship	100.00%
		M.N Poultry	Proprietorship	100.00%
		Jupiter Technology	Proprietorship	100.00%
Salina Ali	Director	Unique Group of Companies Ltd.	Chairperson	12.25%
		Unique Hotel & Resorts PLC	Chairperson	5.71%
		Borak Real Estate Ltd.	Chairperson	32.00%
		Unique Ceramic Industries (Pvt.) Ltd.	Chairperson	37.25%
		Borak Travels (Pvt.) Ltd.	Chairperson	50.00%
		Hansa Management Ltd.	Chairperson	12.50%
		Unique Vocational Training Center Ltd.	Chairperson	12.00%
		Unique Property Development Ltd.	Chairperson	12.00%
		Unique Share Management Ltd.	Managing Director	12.00%
		Crescent Commercial Center Ltd.	Managing Director	20.00%
		Sonargaon Economic Zone Ltd.	Chairperson	5.00%
		Gulshan Clinic Ltd.	Director	25.00%
		Borak Zahir Company Ltd.	Director	20.00%
		Tribeni International Ltd.	Chairperson	20.00%
		Arial Dairy and Agro Industries Ltd.	Chairperson	13.00%
		Purnima Construction (Pvt) Ltd.	Managing Director	0.20%
Anis Ahmed	Director	MGH Logistics Private Limited	Managing Director	95.00%
		MGH Holdings Limited	Managing Director	98.00%
		Bangladesh Port Management Services Limited	Managing Director	3.10%
		Peninsular Shipping Services Limited	Managing Director	79.98%
		MGH Restaurants PVT. Limited	Managing Director	97.00%
		Galileo Bangladesh Limited	Managing Director	80.00%
		One World Aviation Ltd.	Managing Director	41.68%
		RAS Holidays Limited	Managing Director	95.00%
		MGH Global Forwarding Limited	Managing Director	96.66%
		Transmarine Logistics Ltd.	Managing Director	75.00%
		Total Transportation Ltd.	Managing Director	99.98%
		Tricon Global Logistics Ltd.	Managing Director	79.98%
		Global Freight Limited	Managing Director	96.86%
		International Brands Limited	Managing Director	99.53%
		Integrated Transportation Services Ltd.	Managing Director	99.50%
		Emirates Shipping Lines Bangladesh Ltd.	Managing Director	78.05%
		Radio Furti Limited	Managing Director	95.00%
		Portlink Housing Limited	Managing Director	50.00%
		Port Link Logistics Center Limited	Director	49.98%
		Last Mile Deliveries Limited	Managing Director	95.00%
		MGX.Com Ltd.	Managing Director	95.00%
		Jatra.Com Ltd.	Managing Director	30.00%
		GTM Xpress Limited	Managing Director	90.00%
		DC Bypass	Managing Director	90.00%
		Obhai Solutions Limited	Managing Director	0.29%
		Bangladesh Express Company Ltd.	Managing Director	20.00%
		Waadaa Limited	Managing Director	51.22%
		MGH Aviation Services Limited	Managing Director	90.00%
		Consolidated Tea & Plantation Limited	Director	10.00%
		The Consolidated Tea & Lands Company (Bangladesh) Limited	Director	10.00%
		Baraoora (Sylhet) Tea Company Limited	Director	10.00%
Mufakkharul Islam Khasru	Director	Finlay Properties Ltd.	Managing Director	15.00%
Gazi Md. Shakhawat Hossain	Director	Bay Hill Hotel & Resorts Ltd.	Representative Director	40.00%
		Unique Hotel & Resorts PLC	Representative Director	4.79%
		Unique Meghnaghat Power Ltd.	Representative Director	51.00%
		General Electric Company (BD) Ltd.	Director	0.00%
K.J.S. Banu	Director	Samorita Hospital Limited	Director	3.26%
Ruslan Nasir	Director	Mir Akhter Hossain Ltd.	Director	7.45%
		Mir Ceramic Ltd.	Deputy Managing Director	2.00%
		Mir Telecom Ltd.	Director	22.50%
		Mir Holdings Ltd.	Director	10.00%
		Bangla Telecom Ltd.	Director	20.00%
		Coloasia Limited	Director	10.00%
		BTS Communications (BD) Limited	Director	20.00%
		Agrani Insurance securities Ltd.	Shareholder	2.50%
		MIR LPG limited	Director	20.00%
		Mir Communications Ltd.	Director	15.00%
		Mir Energy Ltd.	Director	15.00%
		Mir Denim Limited	Director	15.00%
		Mir Tex Limited	Director	20.00%
		Mir Pharmaceuticals Ltd.	Director	20.00%
		Mir Securities Ltd.	Director	0.03%
		Orange Pie	Partnership	50.00%
Zara Namreen	Director	Namreen Power Ltd.	Managing Director	50.00%
		Finlay Bazar Ltd.	Managing Director	60.00%
Dr. Toufic Ahmad Choudhury	Independent Director	Bangladesh Academy for Security Markets (BASM)	Director General	No
		Palli Karma Sahayak Foundation (PKSF)	Director (PKSF nominated)	No
		Institute for Inclusive Finance and Development (InM)	Director	No
		National Credit Rating Ltd. (NCRL)	Director	1.00%
		C & A Textile	Independent Director	No
Barrister K.M. Tanjib-ul Alam	Independent Director	Swarna Bhumi Limited	Director	50.00%
		Frame and Focus Limited	Director	33.00%
		Biman Bangladesh Airlines Limited	Director	0.00%
Ali Reza Iftekhar	Managing Director	EBL Securities Ltd.	Director	0.000057%
		EBL Investments Ltd.	Director	0.000015%
		EBL Finance (HK) Ltd.	Director	-

ii) Significant contracts where Bank is a party & wherein Directors have interest: Nil

iii) Shares issued to Directors and Executives without consideration or exercisable at discount : Nil

iv) Related party transactions : Please see Annexure -C1

v) Lending policies to related parties : Related parties are allowed Loans and Advances as per General Loan Policy of the Bank.

vi) Business other than Banking business with any related concern of the directors as per section-18(2) of the Bank Companies Act 1991: Nil

vii) Investments in the securities of directors and their related concern : Nil

Eastern Bank PLC.
Related party transactions

Annexure-C1

Related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24. The Bank in normal course of business had transactions with other entities that fall within the definition of 'Related Party' as contained in International Accounting Standards (IAS)-24 *Related party disclosures* and as defined in the BRPD circular no 14, dated 25 June 2003.

1 The significant related party transactions during the year were as follows:

1.a Non-funded facilities:

Amount in BDT

Name of the organization	Representing directors	Nature of interest of the directors with the borrowing firm/individual	Nature of facilities	Sanctioned amount	Outstanding as at 01 January 2023	Outstanding as at 31 December 2023	Amount overdue
Z. N. Enterprise Ltd. Customer ID-100397	Md. Showkat Ali Chowdhury Chairman	MD	LG-Performance Bond-SME (Expired)	193,100	192,900	192,900	-

1.b Credit card facilities:

Amount in BDT

Representing directors	Nature of interest with EBL	Approved limit	Outstanding as at 01 January 2023	Outstanding as at 31 December 2023
Md. Showkat Ali Chowdhury	Chairman	250,000	-	26,177
Mir Nasir Hossain	Director	500,000	-	-
Kishwar Jahan Sayeeda Banu	Director	500,000	386.56	-
Mufakkharul Islam Khasru	Director	500,000	-	76,329
Ruslan Nasir	Director	475,000	-	-
Mohd. Noor Ali	Spouse of director	500,000	-	-
Arifa Ferdous	Spouse of director	625,000	102.28	575
Anis Ahmed	Director	1,000,000	384,568.43	144,919
Salina Ali	Director	1,000,000	-	431
Mahbuba Nasir	Spouse of director	1,000,000	-	-
Mahreen Nasir	Daughter of director	1,000,000	-	-

2) Transactions relating to procurement, service & rent:

Amount in BDT

Name of the Company/Person	Related Directors of EBL	Nature of transactions	Transaction made in 2023	Outstanding as at 31 December 2023
Coloasia Limited	Mir Nasir Hossain & Ruslan Nasir	Remaining payment of 2022 for monthly recurring charge for EBL Data Center at Jashore.	200,100	-
BTS Communications (BD) Ltd.	Mir Nasir Hossain & Ruslan Nasir	Remaining payment of 2022 for AMC of Active Juniper, Cisco equipment, Router & Switch of Data Center (Q4-2022)	946,519	-
Unique Hotel & Resorts PLC	Salina Ali	Payment for service and branding, and Food bill of Skylounge at HSIA, Dhaka	391,233,339	-
Unique Hotel & Resorts PLC	Salina Ali	Advance payment for Skylounge service at HSIA, Dhaka from July'23 to June'24	-	75,525,125
Unique Hotel & Resorts PLC.	Salina Ali	Security Deposit against lease rental agreement for ATM booth at the Westin, Gulshan, Dhaka.	-	438,900
Unique Hotel & Resorts PLC.	Salina Ali	Rental payment for ATM booth at the Westin, Gulshan, Dhaka.	290,400	-
Unique Hotel & Resorts PLC.	Salina Ali	Various customer proposition and clients entertainment from the Westin, Gulshan, Dhaka.	137,940	-
Borak Real Estate Ltd.	Salina Ali	Rental payment for EBL ATM at Borak Mehenur, Banani, Dhaka.	580,800	-
Md. Showkat Ali Chowdhury	Md. Showkat Ali Chowdhury	Rental payment for EBL DST Sales office, ATM Booth, Godown, Generator and Garages at Dhanmondi, Dhaka.	3,742,182	-
Tashmia Ambarin	Md. Showkat Ali Chowdhury	Advance rent for EBL New Market Branch & Godown at New Market, Chattogram	-	2,199,600
Tashmia Ambarin	Md. Showkat Ali Chowdhury	Rental payment for EBL New Market Branch & Godown at New Market, Chattogram	9,271,020	-
Namreen Enterprise Ltd.	Md. Showkat Ali Chowdhury	Advance rent for EBL Gulshan Avenue Branch & other office premises (CAD, SAMD, ATM Booth, Cards, Cards Operation, Payroll, E & M-Commerce, Digital Banking and, Contact Center) at ZN Tower, Gulshan, Dhaka.	-	244,606,511
Namreen Enterprise Ltd.	Md. Showkat Ali Chowdhury	Rental payment for EBL Gulshan Avenue Branch & other office premises (CAD & SAMD & ATM Booth, Cards, Cards Operation, Payroll, E & M-Commerce, Digital Banking, Contact Center) at ZN Tower, Gulshan, Dhaka.	178,383,742	-

Discontinuation of transactions with "related parties": Following Bangladesh Bank BRPD circular -12 dated 15 June 2022 (restricting banks from procuring goods or services from "related parties"), EBL discontinued procuring goods and services (i.e. courier, internet, refreshment items etc.) from respective related party entities except Unique Hotel & Resorts PLC. and replaced all those by suitable alternatives by the end of 2022. However, EBL Skylounge situated at HSIA, Dhaka of which service is taken from Unique Hotel & Resorts PLC (UHRL) is yet to be replaced due to its unique nature of propositions and absence of ready and suitable alternatives. Considering the business sensitivity (especially cards business) and unavailability of suitable alternative for replacing UHRL, EBL applied and got permission from Bangladesh Bank to continue with the UHRL till 30th June 2024 (Ref. BRPD letter no. LS-2/745(19)/2023-5425 dated 13th July, 2023).

3 Inter-company balances between EBL and Subsidiaries

Amount in BDT

Name of subsidiaries	Nature of account	Balance as at 31 December 2023
EBL Securities Limited	In special notice deposits (SND)	8,822,632
	In current deposit (CD) account	556,503,199
	Share trading account	839,199
	Short term finance (OD)	374,444,537
	Dividend receivable account	50,000,000
EBL Investments Limited	In special notice deposits (SND)	18,994,740
EBL Finance (HK) Limited	In nostro account	752,537,926
	Short term finance (OD)	4,554,611,200
EBL Asset Management Limited	In special notice deposits (SND)	1,539,807

4 Compensation of key management personnel:
Refer to note : 32

Eastern Bank PLC.
Disclosure regarding outstanding REPO and Reverse REPO

Annexure-D

Amount in BDT

a. Disclosure regarding outstanding REPO as on 31 December 2023

Sl	Counterparty name	Agreement date	Reversal date	Amount (Cash Con 1st Leg cash consideration)
		NIL		

There is no outstanding REPO as on 31 December 2023

Disclosure regarding outstanding Reverse REPO as on 31 December 2023

Sl	Counterparty name	Agreement date	Reversal date	Amount (Cash Con 1st Leg cash consideration)
		NIL		

There is no outstanding Reverse REPO as on 31 December 2023

b. Disclosure regarding overall transaction of REPO and reverse REPO.

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under REPO			
With Bangladesh Bank	1,268,908,800.00	8,157,139,800.00	840,675,982.63
With other Banks & Financial Institutions	187,014,800.00	5,045,998,250.00	1,957,517,425.88
Securities purchased under Reverese REPO			
With Bangladesh Bank	-	-	-
With other Banks & Financial Institutions	96,551,500.00	24,155,842,757.28	9,502,055,486.46

Eastern Bank PLC.
Details of non banking assets (NBA) obtained u/s 33 (7) as of 31 December 2023

Annexure-D1

SL	Name of the accounts	Status of NBA	Entitlement Date	Asset details	Forced sale value (BDT million)	Market value (BDT million)	Legal status
1	Innovative Computer, Dhaka	Not recognized	7/6/2007	Land Area: 11.25 decimal (Equiv. 7.50 katha in local Measurement) in 3 schedule at Mouza - West Durgapur, Demra, Dhaka.	2.20	2.73	Physical possession & mutation is yet to be completed.
2	M/s Safa Garments, Dhaka	Do	18/1/2005	Land Area: 18 decimal Mouza - Vatara, Gulshan, Dhaka.	57.60	72.00	Do
3	Arshim & Com, Dhaka	Do	27/3/2007	Land Area: 19.8 decimal equivalent to 12 katha at Mouza- Lala Sarai, Cantonment, Dhaka.	33.60	42.00	Do
4	H.M. Younus, Dhaka	Do	10/1/2008	Land Area: 184 decimal Mouza- Shibrampur, Joydebpur, Gazipur.	132.48	165.60	Do

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SL	Name of the accounts	Status of NBA	Entitlement Date	Asset details	Forced sale value (BDT million)	Market value (BDT million)	Legal status
5	Tri Angle Trading Associate, Dhaka	Do	29/4/2007	Land Area: 33 decimal Mouza- Pathalia, Savar, Dhaka.	3.37	3.96	Property already sold at Tk. 4.01 million out of which EBL received a PO for Tk. 0.601 million but completion of mutation formalities in the name of EBL is under process. Upon completion of mutation formalities, highest bidder will pay the rest amount & sale deed will be executed accordingly.
6	Stec Fashion Ltd., Dhaka	Do	26/1/2009	Land Area: 25 decimal. Mouza- Dokkhin Khan, Dhaka. (5.03 decimal land of Goran Chat bari Mouza, Mirpur , Dhaka has been sold through auction for Tk. 15.50 lac)	4.90	6.06	Property partially sold. Physical possession & mutation of rest of property is yet to be completed.
7	North American Computing, Dhaka	Do	22/7/2007	Land Area: 6.5 decimal Mouza- Uttar Sona Tang gar, Mohammadpur, Dhaka.	4.68	5.85	The property was sold at Tk. 5 million out of which Tk. 4.7 million was received and rest of Tk. 0.3 million will be received at the time of execution & registration of Sale deed in favour of the highest bidder. NB : The property has already been recorded in BS Khatian of various people. As such, a Power of Attorney has given to the highest bidder for record correction. Accordingly, a Title suit No.338/19 filed in the Court of 3rd Joint District Judge, Dhaka for record correction which is pending.
8	M/s Unicorn Bangladesh Ltd, Dhaka	Do	22/11/2007	Land Area: 16.5 decimal Mouza- Bhola Samair, Gulshan, Dhaka.	476.15	560.18	Physical possession & mutation is yet to be completed.
9	Royel Paper Store, Dhaka	Do	21/5/2009	Land Area: 106.5 decimal Mouza- Shrikhondo, Dhanmondi, Dhaka.	18.04	22.55	Do
10	M/s Computer Bazar Network, Dhaka	Do	23/6/2009	Land Area: 14 decimal Mouza- Nandipara, Sabuzbag, Dhaka.	1.68	2.10	Do
11	M/s Sylcar Plaza, Sylhet	Do	27/5/2012	Land Area: 21 & 14 decimal, Mouza- Sylhet Sadar, Sylhet.	21.20	26.60	Property already sold at Tk. 11 million out of which received Tk. 1.1 million but mutation formalities in the name of EBL is in process. Once completion of mutation formalities, highest bidder/s will pay the rest amount & sale deed to be executed accordingly.
12	Orion Fishing Limited, Dhaka	Do	13/5/2012	Land Area: 3.5 & 20.83 katha at Dhaka and Chattogram.	102.90	128.62	Physical possession & mutation is yet to be completed.
13	Al Karim Traders, Chattogram.	Do	19/1/2012	Land Area: 8 decimal Dokkhin Pahartoli, Double Mooring, Chattogram.	10.50	13.20	Do
14	Bhuiyan (Any & Amy) Corporation, Dhaka	Do	7/6/2007	Land Area: 4.95 decimal or equiv. 3 Katha, Bhola Samair, Gulshan, Dhaka.	8.40	10.50	Do
15	Ariful Karim, Chattogram.	Do	5/11/2008	Land Area: 148 decimal with 4 storied building, West Nasirabad, Chattogram.	125.80	148.00	Do
16	Miner International, Dhaka	Do	15/3/2006	Land Area: 18 decimal, Jatrabari, Demra, Dhaka.	10.80	24.87	Title Suit No. 1479/08 filed by Mr. Md. Abdul Monnaf is pending in the 7th joint district judge court, Dhaka. Physical possession & mutaion is also yet to be completed.
17	M/s Eastern Industries, Sylhet	Do	11/6/2012	Land Area: 1.5 decimal Mouza- Sylhet Sadar, Sylhet.	0.96	1.20	Bank obtained Certificate u/s 33(7) of ARA Ain,2003 on 27.05.12 and a General Notice was published on 13.01.14 in the Daily Ittefaq& the Daily Jugantar to sell out the mortgage property. Sale of the said property by Tk.1.1 million was duly approval of the Board in its 530th meeting held on 17.04.2014. A Misc. Case No. 39/15 filed by Bank on 16-11-15 before the Artha Rin Adalat, Sylhet against Islamic Bank Bangladesh Ltd. Taltala Branch, Sylhet, stating that, The borrower Eastern Industries was mortgaged the same land to EBL & IBBL. We obtained the Certificate u/s 33(7) over the said land in execution Case, and when we proceeded for mutation the same in the name of EBL, Sylhet Branch, at the same time IBBL is also applied for mutation over the same land. Then the concern AC(Land) dismissed the mutation case and passed an order that the disputed issue will be settled by the Artha Rin Adalat, Sylhet. Later on we filed the instant Misc. Case No.39/15 on 16-11-15 before the Artha Rin Adalat, Sylhet praying for cancellation of judgment & decree as well Certificate 33(7) of ARA issued in favour of IBBL. The said Misc. Case is pending for disposal.
18	M/s M.A. Rob, Khulna	Do	23/11/2011	Land Area: 51 decimal at Puratan Kasba, Jashore, [200 sq yards of land at Khulna has been sold at BDT 3.8 million]	9.29	11.61	Mrs. Julia Siddique, Judgement Debtor No.03 filed a Misc. case 03/2023 for releasing third part mortgage property which is pending for disposal. Execution Case No. 17/1999 pending in Artha Rin Adalat, Khulna which is pending for hearing application of hand over physical posssession. *Mutation formality has been completed of 200 sq yards in the name of EBL. Execution of registration is completed in favor of the highest bidder. Physical possession in favor of the highest bidder is in process.
19	Maruti Enterprise, Bogura	Do	3/10/2012	Land Area: 41.5 decimal & 37 decimal Mouza- Betgari, Bogura sadar.	51.95	64.94	Islami Bank Bangladesh Limited, Bogura Branch filed Writ Petition No. 8010/2016 against EBL & others challenging the legality of the order no. 88 dated 29-02-2016 passed by the Artha Rin Adalat, Bogra in Artha Execution Case No. 76/2002 for directing the IBBL to deposit in court TK. 15,50,000/- being 50% of the proceeds of an auction sale in favor of the Eastern Bank PLC. Upon hearing, the Honorable High Court Division vide order dated 12.11.2018 discharged the rule on 12-11-2018 in favor of bank. Thereafter, Islami Bank, Bogura Branch, filed Civil Petition for Leave to Appeal No.1560/2019 on the Appealate Division which is pending for hearing.
20	Calix International, Dhaka	Do	28/11/2004	Land Area: 0.0992 Ajutangso, Kotowali, Dhaka	12.00	15.00	Physical possession is yet to be completed. First Appeal No.116/2003 is pending for hearing.
21	Save Power Manufacturing Inustries Ltd.	Do	18/11/2020	Land Area: 84.50 dec land at Sreenarayankandi, PS - Titas, Sub-Registry Office -Gouripur, Cumilla	12.15	15.21	We have already sold 82 decimal land out 84.50 decimal land at Tk. 13.3 million only. Rest 2.50 decimal will be sold immediately.
22	M/s Alif Traders	Do	18/1/2021	Land Area: 16 decimal, Mouza-Muzgunni, PS-Daulatpur, Dist- Khulna.	1.36	1.60	Physical possession & mutation is yet to be completed.
23	M/S Cosmetic Gallery	Do	14/2/2021	Land Area (1) 25 decimal land at Equria, Keranigonj, Dhaka (2) 0.878 katha or eqvlt 1.45 decimal land at Mirpur Housing (Joarshahara), Mirpur-14, PS Kafrul, Dhaka	15.41	19.27	ARA: Artha Rin Suit No.177/19 filed on 21.03.19 for Tk.20.7 million as on 28.02.19. The said Artha Rin Suit decreed in favor of the Bank on 27-11-19. Subsequently, Execution Case No.91/20 filed on 06-02-20 for Tk.23 million. We obtained Certificate u/s 33(7) of ARA. 2nd Execution case filed on 06-09-2021 for Tk. 14,163,265.15 as on 31.08.2021, which is pending. Physical possession of both schedules are yet to be completed. Mutation of schedule (1) 25 decimal land at Equria, Keranigonj, Dhaka is completed. Mutation of schedule (2) 1.45 decimal land at Mirpur Housing Estate, Kafrul, Dhaka is yet to be completed. However we have sold the 0.878 katha or eqvlt 1.45 decimal land at Mirpur Housing at Tk. 5.9 million. Mutation, sale permission & registration favoring buyer is under process.
	Total NBA obtained u/s 33 (7)				**1,117.41**	**1,363.64**	

Note: Valuation of those properties have been made by professional valuation firm at different stages.

Eastern Bank PLC. and its subsidiaries
Business segmental Profit and Loss Account
for the year ended 31 December 2023

Annexure-E

BDT in million

Particulars	Bank			Subsidiaries					Group
	DBO	OBO	Solo	EBLSL	EBLIL	EBLFHKL	EBLAML	Elimination	
Interest income	24,140	2,618	26,541	366	3	380	2	(422)	26,870
Interest expense	15,689	2,921	18,393	341	1.7	373	1	(422)	18,687
Net interest income	**8,451**	**(303)**	**8,148**	**25**	**1**	**7**	**1**	**-**	**8,183**
Investment income	7,682	-	7,682	130	19	-	13	(152)	7,692
Fees, commission and brokerage	3,004	11	3,014	260	15	103	5	-	3,396
FX income	1,383	2	1,385	-	-	-	-	-	1,385
Other operating income	281	18	299	1.65	6	-	-	-	307
Total operating income	**20,801**	**(273)**	**20,528**	**416**	**41**	**110**	**20**	**(152)**	**20,963**
Salary and allowances (excluding those of MD)	5,339	-	5,339	116	15	53	10	-	5,532
Rent, taxes, insurance, utilities etc.	522	-	522	11	1	2	1	-	537
Legal and professional expenses	128	-	128	1	0.4	0.1	-	-	129
Postage, stamp, telecommunication etc.	214	-	214	-	-	6	-	-	220
Stationery, printing, advertisement etc.	554	-	554	5	1.1	-	0.12	-	560
Managing Director's salary and allowances (Bank only)	32	-	32	-	-	-	-	-	32
Directors' fees and expenses	3	-	3	0.3	0.2	-	0.07	-	4
Audit fees	2	-	2	0.2	0.1	2	0.1	-	4
Repairs, maintenance and depreciation	1,391	-	1,391	27	6	6	3.2	-	1,433
Other operating expenses	862	31	892	11	2	5	0.7	-	911
Total operating expense	**9,047**	**31**	**9,077**	**172**	**25**	**74**	**15**	**-**	**9,363**
Profit before provisions	**11,754**	**(304)**	**11,451**	**244**	**16**	**36**	**5**	**(152)**	**11,600**
Provisions:									
Provision for loans, advances & OBS exposures	1,599	(150)	1,449	37	-	-	-	-	1,487
Other provisions	212	-	212	(2)	-	-	11	-	221
Total provisions	**1,811**	**(150)**	**1,662**	**35**	**-**	**-**	**11**	**-**	**1,708**
Profit before tax	**9,943**	**(154)**	**9,789**	**209**	**16**	**36**	**(6)**	**(152)**	**9,893**
Tax provision	3,680	-	3,680	80	5	5	1	-	3,770
Profit after tax for the year	**6,263**	**(154)**	**6,109**	**129**	**11**	**31**	**(6)**	**(152)**	**6,122**

Eastern Bank PLC. and its subsidiaries
Business segmental Balance Sheet
as at 31 December 2023

Annexure-E1

BDT in million

Particulars	Bank			Subsidiaries					Group
	DBO	OBO	Solo	EBLSL	EBLIL	EBLFHKL	EBLAML	Elimination	
Assets									
Cash in hand (including balance with Bangladesh Bank and its agent bank)	20,940	-	20,940	0.10	0.02	-	-	-	20,940
Balances with other banks and financial institutions	14,531	4,693	18,053	1,086	19	1,384	12	(1,338)	19,216
Money at call and on short notice	3,100	-	3,100	-	-	-	-	-	3,100
Investments	94,023	-	94,023	2,674	716	-	248	-	97,661
Loans and advances	324,208	29,149	353,357	3,736	52	3,787	-	(5,027)	355,905
Fixed assets including land, building, furniture and fixtures	8,517	-	8,517	45	9	3	8	-	8,582
Other assets	10,541	22	10,563	964	33	3	9	(3,218)	8,354
Non banking assets	-	-	-	-	-	-	-	-	-
Total assets	**475,861**	**33,863**	**508,554**	**8,506**	**829**	**5,175**	**276**	**(9,583)**	**513,758**
Liabilities									
Borrowing from other banks, financial institutions and agents	41,021	31,817	71,668	4,317	57	4,555	-	(4,929)	75,667
Deposits and other accounts	365,512	591	366,104	-	-	-	-	(1,338)	364,765
Other liabilities	28,356	2,659	31,015	1,743	48	115	32	(153)	32,800
Total liabilities	**434,889**	**35,067**	**468,787**	**6,060**	**105**	**4,669**	**32**	**(6,421)**	**473,232**
Total shareholders' equity	40,971	(1,204)	39,767	2,446	725	506	244	(3,162)	40,526
Total liabilities & shareholders' equity	**475,861**	**33,863**	**508,554**	**8,506**	**829**	**5,175**	**276**	**(9,583)**	**513,758**

Eastern Bank PLC.
Highlights on the overall activities/performance

Annexure-F

Sl No	Particulars		2023	2022
1	Paid up capital	BDT	12,072,347,150	10,730,975,250
2	Total capital (Tier-1 & 2)	BDT	46,889,746,397	40,760,584,030
3	Surplus/(shortage) capital (over MCR)	BDT	15,704,884,136	12,858,999,315
4	Total assets	BDT	508,554,061,455	455,989,142,514
5	Total deposits	BDT	366,103,725,686	317,097,305,113
6	Total loans and advances	BDT	353,356,932,292	308,915,602,911
7	Total contingent liabilities and commitments	BDT	199,235,393,266	165,095,905,495
8	Loans to deposits ratio (total loans/total deposits)	%	96.52	97.42
9	% of classified loans against total loans and advances	%	3.10	2.78
10	Profit after tax and provisions	BDT	6,109,200,443	5,107,457,663
11	Loans classified during the year (Gross)	BDT	3,552,150,907	2,939,353,718
12	Provision held against classified loans	BDT	6,267,489,468	4,666,559,710
13	Surplus of provision	BDT	1,219,056,201	914,835,097
14	Cost of fund (interest expense/simple average borrowing and deposits)	%	4.43	3.55
15	Interest bearing assets	BDT	445,914,153,094	400,054,047,370
16	Non-interest bearing assets	BDT	62,639,908,361	55,935,095,144
17	Income from investments	BDT	7,681,670,127	6,705,461,835
18	Return on assets (ROA) (PAT/average assets)	%	1.27	1.21
19	Return on investment or ROI (PAT/average equity, long term borrowings and deposits)	%	2.22	2.01
20	Earnings per share (restated 2022)	BDT	5.06	4.23
21	Operating profit per share (Operating profit/ weighted average number of shares) (restated 2022)	BDT	9.48	8.32
22	Price earnings ratio (PE ratio) (restated 2022)	Times	5.81	7.52

Eastern Bank PLC.
History of raising Paid up capital

Annexure-G

Year	Description	Number of shares issued			Face value	Increase in paid up capital (BDT)	Total paid up capital (BDT)
		Bonus shares	Subscribed shares	Cumulative paid up shares			
1993	As per MOA & AOA	-	6,000,000	6,000,000	100	600,000,000	600,000,000
2001	20% Bonus Share	1,200,000	-	7,200,000	100	120,000,000	720,000,000
2003	15% Bonus Share	1,080,000	-	8,280,000	100	108,000,000	828,000,000
2007	25% Bonus Share	2,070,000	-	10,350,000	100	207,000,000	1,035,000,000
2008	34% Bonus Share	3,519,000	-	13,869,000	100	351,900,000	1,386,900,000
	Right Share 2:1R at Par	-	6,934,500	20,803,500	100	693,450,000	2,080,350,000
2009	20% Bonus Share	4,160,700	-	24,964,200	100	416,070,000	2,496,420,000
2010	17% Bonus Share	4,243,914	-	29,208,114	100	424,391,400	2,920,811,400
2011	Change of denomination of face value from BDT 100 to BDT 10 per share	-	-	292,081,140	10	-	2,920,811,400
2011	55% Bonus Share	160,644,627	-	452,725,767	10	1,606,446,270	4,527,257,670
2012	35% Bonus Share	158,454,018	-	611,179,785	10	1,584,540,180	6,111,797,850
2016	15% Bonus Share	91,676,967	-	702,856,752	10	916,769,670	7,028,567,520
2017	5% Bonus Share	35,142,837	-	737,999,589	10	351,428,370	7,379,995,890
2019	10% Bonus Share	73,799,958	-	811,799,547	10	737,999,580	8,117,995,470
2021	17.5% Bonus Share	142,064,920	-	953,864,467	10	1,420,649,200	9,538,644,670
2022	12.5% Bonus Share	119,233,058	-	1,073,097,525	10	1,192,330,580	10,730,975,250
2023	12.5% Bonus Share	134,137,190	-	1,207,234,715	10	1,341,371,900	12,072,347,150

Eastern Bank PLC.
Statement of Year wise Tax Assessment Status

Annexure-H

Amount in BDT

Income Year	Assessment Year	Tax Provision	Tax Paid	Subsequent adjustments	Excess/ (shortage) in provision	Status	Remarks/Ground of appeal
2008	2009-2010	1,136,123,212	1,110,662,438	-	25,460,774	Pending before High Court	Gain on sale of govt. securities was exempted by Sec 32 (7) of ITO, 1984 but tax authorities disallowed unjustifiably.
2009	2010-2011	1,283,105,154	1,283,105,154	-	-	Pending before High Court	Tax authorities charged 'excess profit tax' unjustifiably while defining 'capital' narrowly.
2010	2011-2012	1,570,000,000	1,334,435,176	-	235,564,824	Pending before High Court	
2011	2012-2013	1,739,842,732	1,860,714,175	-	(120,871,443)	Pending before High Court	
2012	2013-2014	2,186,375,000	2,251,593,767	(65,218,767)	-	Assessment Completed	Assessment completed & tax paid in full.
2013	2014-2015	2,589,787,489	2,480,889,617	108,897,872	-	Assessment Completed	Assessment completed & tax paid in full.
2014	2015-2016	1,995,209,737	1,893,775,904	101,433,833	-	Assessment Completed	Assessment completed & tax paid in full.
2015	2016-2017	1,385,199,398	1,243,469,326	141,730,072	-	Assessment Completed	Assessment completed & tax paid in full.
2016	2017-2018	1,773,164,131	1,675,145,868	98,018,263	-	Assessment Completed	Assessment completed & tax paid in full.
2017	2018-2019	1,844,979,911	1,719,610,320	116,461,499	8,908,092	Assessment Completed	Assessment completed & tax paid in full.
2018	2019-2020	1,791,759,651	1,814,288,624	44,170,522	(66,699,495)	Assessment Completed	Assessment completed & tax paid in full.
2019	2020-2021	3,140,950,267	3,061,971,774	3,750,000	75,228,493	Assessment Completed	Assessment completed & tax paid in full.
2020	2021-2022	2,738,698,697	2,759,500,611	-	(20,801,914)	Assessment Completed	Assessment completed & tax paid in full.
2021	2022-2023	3,855,014,674	3,821,115,540	-	33,899,134	Assessment Completed	Assessment completed & tax paid in full.
2022	2023-2024	3,033,354,808	2,954,691,985	-	78,662,823	Tax Return submitted	Tax Return submitted.
		32,063,564,861	**31,264,970,279**	**549,243,294**	**249,351,288**		

Eastern Bank PLC.
Offshore Banking Operation, Bangladesh
Balance Sheet
as at 31 December 2023

Particulars	Notes	2023 USD	2023 BDT	2022 USD	2022 BDT
PROPERTY AND ASSETS					
Cash					
In hand (including foreign currencies)		-	-	-	-
With Bangladesh Bank (including foreign currencies)		-	-	-	-
		-	-	-	-
Balance with other Banks and FIs (on current and other accounts)	3				
In Bangladesh		16,000,000	1,756,000,000	-	-
Outside Bangladesh		26,756,763	2,936,554,698	9,429,053	973,952,377
		42,756,763	**4,692,554,698**	**9,429,053**	**973,952,377**
Money at call and on short notice		-	-	-	-
Investment		-	-	-	-
Loans and advances	4				
Loans, cash credits, overdrafts etc.	4.1	91,415,791	10,032,883,038	126,160,248	13,031,432,630
Bills purchased and discounted	4.2	174,175,029	19,115,709,453	346,608,157	35,802,092,351
		265,590,820	**29,148,592,491**	**472,768,405**	**48,833,524,981**
Fixed assets		-	-	-	-
Other assets	5	202,000	22,169,516	290,000	29,954,894
Non banking assets		-	-	-	-
TOTAL ASSETS		**308,549,583**	**33,863,316,705**	**482,487,458**	**49,837,432,251**
CAPITAL AND LIABILITIES					
Borrowing from other banks, financial institutions and agents	6				
Bangladesh Bank		-	-	-	-
Other banks and FIs					
Demand borrowing	6.1	10,658,856	1,169,809,481	66,515,683	6,870,584,486
Term borrowing	6.2	279,245,537	30,647,197,665	395,998,022	40,903,704,836
		289,904,393	**31,817,007,146**	**462,513,704**	**47,774,289,323**
		289,904,393	**31,817,007,146**	**462,513,704**	**47,774,289,323**
Deposits and other accounts	7				
Current deposits and other accounts	7.1	5,387,114	591,235,735	2,839,810	293,331,634
Fixed deposits	7.2	-	-	-	-
		5,387,114	**591,235,735**	**2,839,810**	**293,331,634**
Other liabilities	8	24,225,425	2,658,740,424	26,667,312	2,754,538,681
TOTAL LIABILITIES		**319,516,932**	**35,066,983,305**	**492,020,827**	**50,822,159,638**
CAPITAL/SHAREHOLDERS' EQUITY					
Paid up capital		-	-	-	-
Foreign currency translation gain/(loss)	9	-	(229,117,865)	-	(164,282,968)
Surplus in profit and loss account	16	(10,967,349)	(974,548,735)	(9,533,368)	(820,444,419)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**308,549,583**	**33,863,316,705**	**482,487,458**	**49,837,432,251**
OFF-BALANCE SHEET ITEMS					
Contingent liabilities:					
Acceptance and endorsements		5,749,227	630,977,654	6,771,544	699,451,062
Letter of guarantee		-	-	-	-
Bills for collection		6,823,130	748,838,556	5,684,690	587,187,021
Irrevocable letters of credit		4,017,576	440,928,992	4,894,288	505,544,206
Other commitments		-	-	-	-
TOTAL OFF-BALANCE SHEET ITEMS		**16,589,933**	**1,820,745,203**	**17,350,521**	**1,792,182,289**

The annexed notes 1 to 16 form an integral part of these financial statements.

Eastern Bank PLC.
Offshore Banking Operation, Bangladesh
Profit and Loss Account
for the year ended 31 December 2023

Particulars	Notes	2023 USD	2023 BDT	2022 USD	2022 BDT
Interest income	10	24,362,695	2,618,163,769	20,691,193	1,936,070,812
Interest paid on deposits and borrowings	11	27,183,948	2,921,352,914	17,264,018	1,615,390,757
Net interest income		**(2,821,254)**	**(303,189,145)**	**3,427,175**	**320,680,055**
Fees, commission and brokerage	12	112,589	12,099,475	129,651	12,131,442
Other operating Income	13	166,256	17,866,867	250,835	23,470,540
Total operating income		**(2,542,409)**	**(273,222,803)**	**3,807,661**	**356,282,037**
Operating expenses	14	284,081	30,529,061	196,229	18,361,076
Profit before provision		**(2,826,490)**	**(303,751,865)**	**3,611,432**	**337,920,962**
Less: provision for unclassified loans and advances (Including provision for off balance sheet items)	15	(1,392,509)	(149,647,548)	4,698,785	439,664,344
Profit/(loss) before tax for the year		**(1,433,981)**	**(154,104,317)**	**(1,087,353)**	**(101,743,382)**
Less: provision for income tax		-	-	-	-
Profit/(loss) after tax for the year		**(1,433,981)**	**(154,104,317)**	**(1,087,353)**	**(101,743,382)**
Balance of profit brought forward from previous year		-	-	-	-
Retained earnings carried forward	16	**(1,433,981)**	**(154,104,317)**	**(1,087,353)**	**(101,743,382)**

The annexed notes 1 to 16 form an integral part of these financial statements.

Eastern Bank PLC.
Offshore Banking Operation, Bangladesh
Notes to the financial statements
as at and for the year ended 31 December 2023

1 Nature of business

EBL has an Offshore Banking Unit ('OBU' or 'the Unit') operated as a separate desk under control and supervision of the Offshore Banking Division/Operation (OBO). The unit and all activities of the division are governed under the permission by Bangladesh Bank vide letter no. BRPD(P)744(89)/2004-303 dated 25 January 2004 and subsequent approvals for continuation by Bangladesh Bank vide letter no. BRPD(P)744(89)/2020-2254 & 2255 dated 25 February 2020 in line with the offshore banking policy issued by Bangladesh Bank vide BRPD circular no. 02 dated 25 February 2019 and amendments thereon. The activities of the unit is to provide both funded and non-funded facilities and to accept savings/current/term deposits in freely convertible foreign currencies to and from non-resident person/institutions, fully foreign owned enterprises (Type 'A') in EPZs, PEPZs, EZs and Hi-Tech Parks, etc. Besides, OBU offers short term loan facility to the Type 'B' industrial enterprises in EPZs, PEPZs, EZs and Hi-Tech Parks. In addition, OBO discounts/purchases accepted usance/deferred bills against import from abroad (Bills Finance), and discounts/purchases accepted usance/deferred export bills against direct and deemed exports of products produced in Bangladesh, of persons resident in Bangladesh.

The unit commenced its operations on 19 May 2004 and its office is located at 100 Gulshan Avenue, Dhaka-1212.

2 Significant accounting policies and basis of preparations

Basis of preparation

2.1 Statement of compliance

The financial statements of the operation / the Unit as at and for the year ended 31 December 2023 have been prepared in accordance with International Financial Reporting Standards (IFRSs), the "First Schedule" (section 38) of the Bank Company Act 1991 (as amended up to date). The accounting policies set out in the financial statements of DBO of the Bank have been applied consistently in these financial statements except otherwise instructed by the Bangladesh Bank as prime regulator.

2.2 Loans and advances

a) Loans and advances comprise of non-derivative financial assets with fixed or determinable payments and are not quoted in an active market. These are recognised at gross amount on the date when they are originated. The bank has not designated any loans and advances upon initial recognition as at fair value through profit and loss account or other comprehensive income.

b) Classification of loans into substandard/doubtful/bad-loss category and general provision (GP) on unclassified loans (0.25% to 2%), certain off balance-sheet exposures (0% to 1%); special GP for COVID-19 (1% to 2%) and specific provision (SP) on classified loans (5% to 100%) including rescheduled loans are made on the basis of quarter-end review and in compliance with BRPD Circular no.14/2012, BRPD circular no. 03/2019, BRPD circular no. 16/2020, BRPD circular no. 19/2021, BRPD circular no. 14/2022 and subsequent BRPD circulars and circular letters as issued by Bangladesh Bank time to time. Provisions and interest suspense are separately shown under other liabilities as per First Schedule of Bank Company Act 1991 (as amended up to date), instead of netting off with loans.

2.3 General

Allocation of common expenses

Operating expenses in the nature of rent, rates and taxes, salaries, management expenses, printing and stationery, electricity, postages, stamps, telecommunication and audit fees are accounted for in account of the main operation of the Bank.

Fixed assets and depreciation

Fixed assets of this unit are appearing in the books of the main operation of the bank and depreciation is also charged to Profit and Loss Account of the main operation of the Bank.

Certain corresponding figures in the financial statements have been reclassifed and rearranged to conform to the current year's presentation.

These financial statements of the unit cover one calender year from 1 January 2023 to 31 December 2023.

	Notes	2023 USD	2023 BDT	2022 USD	2022 BDT
3 Balance with other banks and financial institutions					
Inside Bangladesh					
Commercial Bank of Ceylon PLC.		-	-	-	-
National Credit and Commerce Bank PLC.		16,000,000	1,756,000,000	-	-
		16,000,000	**1,756,000,000**	**-**	**-**
Outside Bangladesh					
Standard Chartered Bank, USA		26,712,762	2,931,725,601	9,429,053	973,952,377
Standard Chartered Bank, Germany		44,001	4,829,097	-	-
		26,756,763	**2,936,554,698**	**9,429,053**	**973,952,377**
		42,756,763	**4,692,554,698**	**9,429,053**	**973,952,377**
4 Loans and advances					
Loans, cash credits, overdrafts, etc.	4.1	91,415,791	10,032,883,038	126,160,248	13,031,432,630
Bills discounted and purchased	4.2	174,175,029	19,115,709,453	346,608,157	35,802,092,351
		265,590,820	**29,148,592,491**	**472,768,405**	**48,833,524,981**
4.1 Loans, cash credit, overdraft etc.					
Inside Bangladesh :					
Loans		4,518,725	495,930,061	68,878,345	7,114,630,245
Overdraft		44,506,639	4,884,603,623	1,871,647	193,327,481
		49,025,364	5,380,533,684	70,749,992	7,307,957,727
Outside Bangladesh :					
Overdraft		42,390,427	4,652,349,354	55,410,256	5,723,474,903
		42,390,427	4,652,349,354	55,410,256	5,723,474,903
		91,415,791	**10,032,883,038**	**126,160,248**	**13,031,432,630**
4.2 Bills purchased and discounted					
Inside Bangladesh :					
Bills discounted		-	-	-	-
Bills financed		174,175,029	19,115,709,453	346,608,157	35,802,092,351
		174,175,029	19,115,709,453	346,608,157	35,802,092,351
Outside Bangladesh :					
Bills discounted		-	-	-	-
Bills financed		-	-	-	-
		-	-	-	-
		174,175,029	**19,115,709,453**	**346,608,157**	**35,802,092,351**
5 Other assets					
Prepayments		190,000	20,852,515	290,000	29,954,894
Interest receivable on term placement		12,000	1,317,001	-	-
		202,000	**22,169,516**	**290,000**	**29,954,894**
6 Borrowings from other banks, financial institutions and agents					
Demand borrowings	6.1	10,658,856	1,169,809,481	66,515,683	6,870,584,486
Term borrowings	6.2	279,245,537	30,647,197,665	395,998,022	40,903,704,836
		289,904,393	**31,817,007,146**	**462,513,704**	**47,774,289,323**
6.1 Demand borrowings					
In non interest bearing account with					
Standard Chartered Bank, Germany		-	-	1,549	159,954
In interest bearing account with					
Eastern Bank PLC. (DBO)		10,658,856	1,169,809,481	66,514,134	6,870,424,532
		10,658,856	**1,169,809,481**	**66,515,683**	**6,870,584,486**
6.2 Term borrowings					
Inside Bangladesh					
Bank Asia Limited		-	-	10,000,000	1,032,927,000
BRAC Bank PLC.		-	-	16,000,000	1,652,683,200
Commercial Bank of Ceylon PLC		5,000,000	548,750,000	20,000,000	2,065,854,000
HSBC		-	-	8,000,000	826,341,600
Jamuna Bank PLC.		10,000,000	1,097,500,000	6,000,000	619,756,200
NCC Bank PLC.		-	-	4,000,000	413,170,800
Prime Bank PLC.		-	-	5,400,000	557,780,580
State Bank of India, Dhaka		11,500,000	1,262,125,000	10,500,000	1,084,573,350
City Bank PLC.		-	-	5,000,000	516,463,500
First Security Islami Bank PLC.		2,000,000	219,500,000	-	-
Investment Promotion & Financing Facility (IPFF)		4,150,965	455,568,409	2,181,311	225,313,503
Modhumoti Bank Limited		2,500,000	274,375,000	-	-
		35,150,965	**3,857,818,409**	**87,081,311**	**8,994,863,733**
Outside Bangladesh					
Abu Dhabi Commercial Bank, UAE		10,000,000	1,097,500,000	25,000,000	2,582,317,500
Asian Development Bank (ADB)		-	-	1,176,471	121,520,821
Bank Al-Falah Ltd., UAE		-	-	-	-
Bank Muscat, Muscat		3,000,000	329,250,000	7,000,000	723,048,900
CaixaBank, S.A., Spain		25,000,000	2,743,750,000	51,000,000	5,267,927,700
Citibank NA, Singapore		15,000,000	1,646,250,000	20,000,000	2,065,854,000
Citibank NA, USA		-	-	-	-
Commercial Bank of Dubai		13,000,000	1,426,750,000	11,000,000	1,136,219,700
Commercial Bank of Qatar		-	-	5,000,000	516,463,500
Deutsche Investitions-und Entwicklungsgesellschaft MBH (DEG)		15,000,000	1,646,250,000	25,000,000	2,582,317,500
Doha Bank, Qatar		-	-	-	-
HDFC Bank, India		10,000,000	1,097,500,000	15,000,000	1,549,390,500
International Islamic Trade Finance Corporation (ITFC)		7,914,272	868,591,312	-	-
JP Morgan Chase, Singapore		15,471,170	1,697,960,935	28,551,331	2,949,144,107
KfW IPEX-Bank GmbH, Frankfurt, Germany		25,057,269	2,750,035,312	24,537,048	2,534,497,939
Korea Development Bank, Singapore		-	-	-	-
Mashreq Bank, Dubai		25,000,000	2,743,750,000	25,000,000	2,582,317,500
Mashreq Bank, Hongkong		25,000,000	2,743,750,000	-	-
National Bank of Ras Al-Khaimah, UAE		20,000,000	2,195,000,000	13,000,000	1,342,805,100
OEEB Development Bank, Austria		12,000,000	1,317,000,000	16,000,000	1,652,683,200
Standard Chartered Bank, Singapore		2,651,861	291,041,696	10,151,861	1,048,613,087
State Bank of India, Hongkong		-	-	2,000,000	206,585,400
United Bank Limited,UAE		-	-	8,500,000	877,987,950
Wells Fargo, NA		20,000,000	2,195,000,000	21,000,000	2,169,146,700
		244,094,572	**26,789,379,256**	**308,916,711**	**31,908,841,104**
		279,245,537	**30,647,197,665**	**395,998,022**	**40,903,704,836**
6.1.a Classification based on type of security					
Secured		-	-	-	-
Unsecured		289,904,393	31,817,007,146	462,513,704	47,774,289,323
		289,904,393	**31,817,007,146**	**462,513,704**	**47,774,289,323**
7 Deposits and other accounts					
Current deposits and other accounts	7.1	5,387,114	591,235,735	2,839,810	293,331,634
Term deposits	7.2	-	-	-	-
		5,387,114	**591,235,735**	**2,839,810**	**293,331,634**
7.1 Current deposits and other accounts:					
Current account		4,731,015	519,228,879	2,580,048	266,500,169
Other accounts	7.1.a	656,099	72,006,856	259,761	26,831,465
		5,387,114	**591,235,735**	**2,839,810**	**293,331,634**
7.1.a Other accounts:					
Interest payable on deposit		-	-	-	-
Margin on facility		656,099	72,006,856	259,761	26,831,465
		656,099	**72,006,856**	**259,761**	**26,831,465**
8 Other liabilities					
Provision for taxation	8.1	-	-	-	-
General provision for loans and advances		2,456,008	269,546,909	4,580,538	473,136,156
General provision for off balance sheet exposures		97,668	10,719,066	116,658	12,049,953
Specific provision for loans and advances		17,077,206	1,874,223,391	15,880,061	1,640,294,377
Special general provision for COVID-19		45,964	5,044,559	492,098	50,830,180
Interest suspense account		2,341,802	257,012,731	2,011,302	207,752,856
Interest payable on borrowing		2,131,219	233,901,287	3,523,706	363,973,069
Privileged creditors		75,268	8,260,611	62,481	6,453,816
System GL balances		290	31,868	467	48,275
		24,225,425	**2,658,740,424**	**26,667,312**	**2,754,538,681**

8.1 Provision for tax of the unit is accounted for in the book of Eastern Bank PLC.

9 Foreign currency translation gain/(loss)

The foreign currency translation gain/(loss) is a net result of exchange differrence of year end standard mid rate and monthly average of standard mid rate arising from translation of functional currency to presentation currecy. Assets and liabilities of OBU have been presented into Taka (which is functional currency of the Bank) using year end standard mid rate of exchange of the Bank i.e. USD 1 = BDT 109.7500 (2022: BDT 103.2927) and incomes and expenses are translated using monthly average of standard mid rate of exchange (USD 1= BDT 107.4661).

	Notes	2023 USD	2023 BDT	2022 USD	2022 BDT
10 Interest income					
Interest on advances		24,195,242	2,600,168,281	20,446,047	1,913,132,507
Interest on placement with other banks		167,453	17,995,488	245,146	22,938,305
		24,362,695	**2,618,163,769**	**20,691,193**	**1,936,070,812**
11 Interest paid on deposits and borrowings					
Interest on demand borrowings		1,977,210	212,483,007	2,000,076	187,146,697
Interest on term borrowings		25,206,739	2,708,869,907	15,263,943	1,428,244,060
		27,183,948	**2,921,352,914**	**17,264,018**	**1,615,390,757**
12 Commission, exchange and brokerage					
Fees & commission		109,240	11,739,547	139,468	13,050,015
Exchange gain/(loss) net off exchange gains*		3,349	359,928	(9,817)	(918,573)
		112,589	**12,099,475**	**129,651**	**12,131,442**

*The net result of exchange differeces arising from day to day transactions & revaluation of monetary items are recognized in profit and loss account as per IAS 21 *The Effect of changes in Foreign Exchange Rates*.

	Notes	2023 USD	2023 BDT	2022 USD	2022 BDT
13 Other operating income					
Rebate of foreign correspondence charges		96,215	10,339,823	176,533	16,518,149
Swift charges recovered		17,050	1,832,297	14,927	1,396,716
Postage charges recovered		1,794	192,740	2,342	219,122
Service charges (others)		51,198	5,502,006	57,033	5,336,552
		166,256	**17,866,867**	**250,835**	**23,470,540**
14 Operating expenses					
Account maintenance & processing fees		284,081	30,529,061	196,229	18,361,076
Other charges		-	-	-	-
		284,081	**30,529,061**	**196,229**	**18,361,076**
15 Provision for loans and advances					
General provision for loans		(2,124,530)	(228,314,923)	267,628	25,041,895
General provision for off-balance sheet exposures		(18,990)	(2,040,812)	3,768	352,581
Special general provision for COVID-19		(446,135)	(47,944,340)	(350,154)	(32,763,812)
Specific provision		1,197,145	128,652,528	4,777,542	447,033,680
		(1,392,509)	**(149,647,548)**	**4,698,785**	**439,664,344**
16 Surplus in profit and loss account					
Opening balance		(9,533,368)	(820,444,419)	(8,446,015)	(718,701,037)
Add: Profit/(loss) during the year		(1,433,981)	(154,104,317)	(1,087,353)	(101,743,382)
		(10,967,349)	(974,548,735)	(9,533,368)	(820,444,419)
Less: Transferred to DBO during the year		-	-	-	-
		(10,967,349)	**(974,548,735)**	**(9,533,368)**	**(820,444,419)**

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