

Southeast Bank Limited and its Subsidiaries
Consolidated Balance Sheet
As at 30 September 2021

Provisional and unaudited

Note	Provisional and unaudited	
	Sep 2021 Taka	Dec 2020 Taka
<u>PROPERTY AND ASSETS</u>		
Cash		
	4,122,237,604	3,474,367,542
	16,881,372,346	17,956,897,600
	21,003,609,950	21,431,265,142
Balance with other banks and financial institutions		
	1,766,027,883	2,108,724,666
	2,550,158,009	2,550,530,377
	4,316,185,892	4,659,255,043
	6,446,700,000	2,208,907,300
Money at call and on short notice		
Investments		
	98,586,069,042	83,226,359,543
	13,445,871,491	13,847,533,919
	112,031,940,533	97,073,893,462
Loans and advances/investments		
	320,861,587,200	307,752,518,862
	10,572,365,356	14,498,943,318
	331,433,952,556	322,251,462,180
	9,876,459,165	9,714,971,217
Fixed assets including premises, furniture and fixtures		
Other assets		
Non-banking assets		
Total assets		
	492,136,256,402	465,293,408,597
<u>LIABILITIES AND CAPITAL</u>		
Liabilities		
Borrowings from other banks, financial institutions and agents		
	12,600,000,000	13,600,000,000
	29,133,025,018	18,897,676,319
	41,733,025,018	32,497,676,319
Deposits and other accounts		
	74,628,827,173	66,850,581,819
	3,649,591,896	3,940,333,929
	43,027,358,393	38,060,936,493
	248,330,704,637	250,684,079,440
	369,636,482,099	359,535,931,681
Other liabilities		
Total liabilities		
	48,232,180,470	43,545,833,362
	459,601,687,587	435,579,441,362
Capital/shareholders' equity		
	11,889,405,210	11,889,405,210
	11,889,405,210	11,580,478,928
	4,920,820,084	4,672,526,139
	247,650,000	247,650,000
	(7,240,994)	(1,919,103)
	3,584,053,421	1,315,624,550
	32,524,092,931	29,703,765,724
	10,475,884	10,201,511
	492,136,256,402	465,293,408,597
<u>OFF-BALANCE SHEET ITEMS</u>		
Contingent liabilities		
	76,835,510,413	51,087,802,689
	20,299,162,269	17,143,765,567
	57,722,086,285	37,175,740,943
	39,175,443,006	31,398,294,693
	1,887,739,000	1,931,650,000
	195,919,940,973	138,737,253,892
Other commitments		
	-	-
	-	-
	-	-
	-	-
	195,919,940,973	138,737,253,892

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer (Acting)

Sd/-
Company Secretary

Southeast Bank Limited and its Subsidiaries

Consolidated Profit and Loss Account

For the period ended 30 September 2021

Provisional and unaudited

	Jan 01, 2021 to Sep 30, 2021	Jan 01, 2020 to Sep 30, 2020	July 01, 2021 to Sep 30, 2021	July 01, 2020 to Sep 30, 2020
<u>Note</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Interest income/profit on investments	13,946,774,585	17,060,810,127	3,899,700,344	5,223,562,539
Interest paid/profit shared on deposits and borrowings etc.	(11,985,631,761)	(15,402,502,191)	(3,857,736,916)	(4,867,572,794)
Net interest income/net profit on investments	1,961,142,824	1,658,307,936	41,963,428	355,989,745
Investment income	4,764,061,040	4,444,162,625	1,586,853,146	1,666,490,414
Commission, exchange and brokerage	2,712,071,943	2,433,463,094	936,704,696	936,329,572
Other operating income	794,368,108	623,168,063	226,955,538	209,172,302
Total operating income (A)	10,231,643,915	9,159,101,718	2,792,476,808	3,167,982,033
Salaries and allowances	1,533,211,392	1,522,773,194	558,052,947	566,094,122
Rent, taxes, insurance, electricity, etc.	654,958,188	819,942,131	228,855,910	301,074,420
Legal expenses	543,340	860,575	281,115	105,050
Postage, stamp, telecommunication, etc.	133,104,416	125,321,494	48,918,466	44,645,120
Stationery, printing, advertisements, etc	120,038,694	111,792,745	45,417,864	38,497,667
Managing Director's salary and fees	7,721,500	7,721,500	2,685,500	2,685,500
Directors' fees	2,159,903	1,160,060	607,903	469,200
Auditors' fees	750,000	750,000	250,000	250,000
Depreciation and repair	674,142,351	400,033,094	237,973,408	143,650,506
Other expenses	1,025,832,598	937,912,133	398,775,455	325,833,817
Total operating expenses (B)	4,152,462,382	3,928,266,926	1,521,818,568	1,423,305,402
Profit before provision (C=A-B)	6,079,181,533	5,230,834,792	1,270,658,240	1,744,676,631
Provision for loans and advances/investments				
General provision	(205,097,855)	1,283,172,000	23,100,000	916,107,019
Specific provision	928,910,888	(241,372,000)	222,689,451	(83,809,188)
	723,813,033	1,041,800,000	245,789,451	832,297,831
Provision for diminution in value of investments	18,314,855	71,420,000	-	(470,380,000)
Other provisions	636,763,214	173,200,000	351,301,195	184,566,000
Total provision (D)	1,378,891,102	1,286,420,000	597,090,646	546,483,831
Total profit before taxation (E=C-D)	4,700,290,431	3,944,414,792	673,567,594	1,198,192,800
Provision for taxation				
Current	960,769,093	1,166,368,533	11,739,970	304,882,215
Deferred	22,254,824	9,300,000	(17,004,656)	20,750,000
	983,023,917	1,175,668,533	(5,264,686)	325,632,215
Net profit after taxation	3,717,266,514	2,768,746,259	678,832,280	872,560,585
Net profit after taxation attributable to:				
Equity holders' of the Bank	3,716,992,142	2,768,691,582	678,746,791	872,519,289
Non-controlling interest	274,372	54,677	85,489	41,296
Net profit after taxation	3,717,266,514	2,768,746,259	678,832,280	872,560,585
Appropriations				
Statutory reserve	308,926,282	629,986,113	-	86,382,684
	308,926,282	629,986,113	-	86,382,684
Retained surplus during the period	3,408,340,232	2,138,760,146	678,832,280	786,177,901
Earnings per share (par value Taka 10)	3.13	2.33	0.57	0.73

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer (Acting)

Sd/-
Company Secretary

Southeast Bank Limited and its Subsidiaries

Consolidated Cash Flow Statement

For the period ended 30 September 2021

	<u>Provisional and unaudited</u>	
	Jan 01, 2021 to Sep 30, 2021	Jan 01, 2020 to Sep 30, 2020
	Taka	Taka
A. Cash flows from operating activities:		
Interest receipts in cash	19,021,998,323	16,888,846,176
Interest payments	(11,700,171,384)	(15,201,492,760)
Dividend receipts	78,166,118	131,262,278
Fees and commission receipts in cash	2,712,071,943	2,433,463,094
Recoveries on loans previously written-off	339,276,512	263,897,102
Cash payments to employees	(1,540,932,892)	(1,530,494,694)
Cash payments to suppliers	(123,218,928)	(10,668,588)
Income taxes paid	(1,087,419,117)	(2,495,724,321)
Receipts from other operating activities	1,478,379,122	1,310,978,049
Payments for other operating activities	(1,917,331,449)	(1,839,145,273)
Operating profit before changes in operating assets and liabilities (i)	7,260,818,248	(49,078,938)
Increase (decrease) in operating assets and liabilities		
Sale of trading securities	1,481,346,986	737,180,819
Purchase of trading securities	(1,662,241,900)	(859,108,596)
Loans and advances to customers	(9,151,353,376)	(23,434,453,085)
Other assets	(213,328,411)	(476,585,655)
Deposits from other banks	10,235,348,699	932,051,241
Deposits from customers	9,977,642,269	34,221,630,389
Other liabilities	3,169,213,708	2,525,520,984
Cash generated from (used in) operating assets and liabilities (ii)	13,836,627,975	13,646,236,097
Net cash flows from operating activities (a=i+ii)	21,097,446,223	13,597,157,159
B. Cash flows from investing activities:		
Proceeds from sale of securities	27,235,076,675	25,771,979,215
Payments for purchase of securities	(47,469,220,055)	(29,219,104,825)
Purchase of fixed assets	(468,493,020)	(473,555,915)
Sale proceeds of fixed assets	70,121,786	126,951
Cash generated from (used in) investing activities (b)	(20,632,514,614)	(3,920,554,575)
C. Cash flows from financing activities:		
Receipts from issue of loan capital & debt security	-	-
Payments for redemption of loan capital & debt security	(1,000,000,000)	-
Dividends paid	(1,188,940,521)	-
Payment against lease obligation	(157,205,249)	(42,458,564)
Receipts from issue of ordinary shares	-	-
Cash generated from (used in) financing activities (c)	(2,346,145,770)	(42,458,564)
D. Net increase (decrease) in cash and cash equivalents (a+b+c)	(1,881,214,161)	9,634,144,020
E. Effects of exchange rate changes on cash and cash equivalents	(3,030,457)	(9,340,981)
F. Cash and cash equivalents at beginning of the year	44,563,332,749	48,392,991,767
G. Cash and cash equivalents at end of the period (D+E+F)	42,679,088,130	58,017,794,805
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	4,122,237,604	3,485,850,430
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	16,881,372,346	16,344,965,986
Balance with other banks and financial institutions	4,316,185,892	6,288,806,391
Money at call and on short notice	6,446,700,000	2,407,806,344
Treasury bills	10,906,055,988	29,485,619,054
Prize bond	6,536,300	4,746,600
	42,679,088,130	58,017,794,805

Southeast Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity
For the period ended 30 September 2021

Provisional and unaudited

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Other reserves	Translation reserve	Retained earnings	Total	Non-controlling interest	Total equity of the Group
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at 1 January 2021	11,889,405,210	11,580,478,928	4,672,526,139	247,650,000	(1,919,103)	1,315,624,550	29,703,765,725	10,201,511	29,713,967,236
Changes in accounting policy/ Prior year adjustments	-	-	-	-	-	-	-	-	-
Restated balance	11,889,405,210	11,580,478,928	4,672,526,139	247,650,000	(1,919,103)	1,315,624,550	29,703,765,725	10,201,511	29,713,967,236
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Revaluation reserved transfer due to disposal of fixed assets	-	-	(37,712,609)	-	-	37,712,609	-	-	-
Deferred tax liabilities transfer due to disposal of revalued fixed assets	-	-	5,656,891	-	-	-	5,656,891	-	5,656,891
Revaluation reserved transfer due to disposal of fixed assets	-	-	(5,656,891)	-	-	5,656,891	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	286,006,553	-	(5,321,892)	-	286,006,553	-	286,006,553
Currency translation differences	-	-	-	-	(5,321,892)	5,934,032	612,140	-	612,140
Net gains and losses not recognized in the income statement	-	-	248,293,944	-	(5,321,892)	49,303,532	292,275,585	-	292,275,585
Net profit for the period	-	-	-	-	-	3,716,992,142	3,716,992,142	274,372	3,717,266,515
Cash dividend	-	-	-	-	-	(1,188,940,521)	(1,188,940,521)	-	(1,188,940,521)
Issue of share capital/ Bonus share	-	-	-	-	-	-	-	-	-
Appropriation made during the period	-	-	-	-	-	(308,926,282)	-	-	-
Statutory reserve	-	308,926,282	-	-	-	-	-	-	-
Balance as at 30 September 2021	11,889,405,210	11,889,405,210	4,920,820,084	247,650,000	(7,240,994)	3,584,053,421	32,524,092,930	10,475,884	32,534,568,815
Balance as at 30 September 2020	11,599,419,720	11,599,419,720	4,806,396,602	247,650,000	(17,249,868)	5,569,857,078	33,805,493,252	10,127,293	33,815,620,545

Southeast Bank Limited
Balance Sheet
As at 30 September 2021

	Provisional and unaudited	
	Sep 2021	Dec 2020
	Taka	Taka
<u>PROPERTY AND ASSETS</u>		
Cash		
In hand (including foreign currencies)	4,121,653,507	3,474,365,889
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	16,881,372,346	17,956,897,600
	21,003,025,853	21,431,263,489
Balance with other banks and financial institutions		
In Bangladesh	1,766,027,883	2,108,724,666
Outside Bangladesh	2,435,904,178	2,427,007,183
	4,201,932,061	4,535,731,849
	6,446,700,000	2,208,907,300
Money at call and on short notice		
Investments		
Government	98,586,069,042	83,226,359,543
Others	10,365,478,150	10,957,893,063
	108,951,547,192	94,184,252,606
Loans and advances/investments		
Loans, cash credit, overdrafts etc./investments	318,474,062,791	305,869,215,552
Bills purchased and discounted	10,572,365,356	14,498,943,318
	329,046,428,147	320,368,158,870
	9,354,561,800	9,182,672,927
Fixed assets including premises, furniture and fixtures		
Other assets	12,354,467,220	13,171,388,605
Non - banking assets	-	-
Total assets	491,358,662,273	465,082,375,646
<u>LIABILITIES AND CAPITAL</u>		
Liabilities		
Borrowings from other banks, financial institutions and agents		
Subordinated bond	12,600,000,000	13,600,000,000
Other borrowings	29,133,025,018	18,897,676,319
	41,733,025,018	32,497,676,319
Deposits and other accounts		
Current/Al-wadeeah current accounts and other accounts	74,541,350,490	66,764,534,952
Bills payable	3,649,591,896	3,940,333,929
Savings bank/Mudaraba savings bank deposits	43,027,358,393	38,060,936,493
Fixed deposits/Mudaraba fixed deposits	248,390,704,637	251,134,079,440
	369,609,005,416	359,899,884,814
	47,793,315,789	43,104,754,236
Total liabilities	459,135,346,223	435,502,315,369
Capital/shareholders' equity		
Paid up capital	11,889,405,210	11,889,405,210
Statutory reserve	11,889,405,210	11,580,478,928
Revaluation reserve	4,920,820,084	4,672,526,139
Other reserve	247,650,000	247,650,000
Retained earnings	3,276,035,546	1,190,000,000
Total shareholders' equity	32,223,316,050	29,580,060,277
Total liabilities and shareholders' equity	491,358,662,273	465,082,375,646
<u>OFF-BALANCE SHEET ITEMS</u>		
Contingent liabilities		
Acceptances and endorsements	76,835,510,413	51,087,802,689
Letters of guarantee	20,299,162,269	17,143,765,567
Irrevocable letters of credit	57,722,086,285	37,175,740,943
Bills for collection	39,175,443,006	31,398,294,693
Other contingent liabilities	1,887,739,000	1,931,650,000
Total contingent liabilities	195,919,940,973	138,737,253,892
Other commitments		
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total other commitments	-	-
Total off-balance sheet items including contingent liabilities	195,919,940,973	138,737,253,892

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer (Acting)

Sd/-
Company Secretary

Southeast Bank Limited
Profit and Loss Account
For the period ended 30 September 2021

	Provisional and unaudited			
	Jan 01, 2021 to Sep 30, 2021	Jan 01, 2020 to Sep 30, 2020	July 01, 2021 to Sep 30, 2021	July 01, 2020 to Sep 30, 2020
	Taka	Taka	Taka	Taka
Interest income/profit on investments	13,919,214,458	17,047,166,871	3,888,181,412	5,218,145,388
Interest paid/profit shared on deposits and borrowings etc.	(12,002,196,437)	(15,432,680,587)	(3,861,371,360)	(4,872,772,794)
Net interest income/net profit on investments	1,917,018,021	1,614,486,284	26,810,052	345,372,594
Investment income	4,624,117,765	4,466,262,905	1,544,230,860	1,695,945,278
Commission, exchange and brokerage	2,646,493,541	2,383,370,258	917,279,321	912,899,850
Other operating income	755,081,443	609,897,010	211,592,622	205,164,672
Total operating income (A)	9,942,710,770	9,074,016,457	2,699,912,855	3,159,382,394
Salaries and allowances	1,507,399,363	1,502,882,434	548,244,340	559,231,904
Rent, taxes, insurance, electricity, etc.	650,250,538	808,708,860	229,334,129	299,918,215
Legal expenses	543,340	860,575	281,115	105,050
Postage, stamp, telecommunication, etc.	132,702,757	124,997,349	48,794,651	44,550,924
Stationery, printing, advertisements, etc.	118,783,001	110,907,862	45,068,326	38,178,325
Managing Director's salary and fees	7,721,500	7,721,500	2,685,500	2,685,500
Directors' fees	1,999,903	1,072,060	575,903	469,200
Auditors' fees	750,000	750,000	250,000	250,000
Depreciation and repair of bank's assets	652,943,142	379,174,995	230,364,958	136,669,982
Other expenses	1,002,484,710	921,487,865	390,113,226	319,823,651
Total operating expenses (B)	4,075,578,254	3,858,563,500	1,495,712,148	1,401,882,751
Profit before provision (C=A-B)	5,867,132,516	5,215,452,957	1,204,200,707	1,757,499,643
Provision for loans and advances/investments				
General provision	(205,097,855)	1,283,172,000	23,100,000	916,107,019
Specific provision	928,910,888	(241,372,000)	222,689,451	(83,809,188)
	723,813,033	1,041,800,000	245,789,451	832,297,831
Provision for diminution in value of investments	18,314,855	71,420,000	-	(470,380,000)
Other provisions	636,763,214	173,200,000	351,301,195	184,566,000
Total provision (D)	1,378,891,102	1,286,420,000	597,090,646	546,483,831
Total profit before taxation (C-D)	4,488,241,414	3,929,032,957	607,110,061	1,211,015,812
Provision for taxation				
Current	927,745,176	1,150,000,000	(554,824)	300,000,000
Deferred	22,254,824	9,300,000	(17,004,656)	20,750,000
	950,000,000	1,159,300,000	(17,559,480)	320,750,000
Net profit after taxation	3,538,241,414	2,769,732,957	624,669,541	890,265,812
Appropriations				
Statutory reserve	308,926,282	629,986,113	-	86,382,684
	308,926,282	629,986,113	-	86,382,684
Retained surplus during the period	3,229,315,132	2,139,746,844	624,669,541	803,883,128
Earnings per share (par value Taka 10)	2.98	2.33	0.53	0.75

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer (Acting)

Sd/-
Company Secretary

Southeast Bank Limited
Cash Flow Statement
For the period ended 30 September 2021

	<u>Provisional and unaudited</u>	
	Jan 01, 2021 to Sep 30, 2021	Jan 01, 2020 to Sep 30, 2020
	<u>Taka</u>	<u>Taka</u>
A. Cash flows from operating activities:		
Interest receipts in cash	18,994,438,196	16,875,202,919
Interest payment	(11,596,831,743)	(15,583,561,604)
Dividend receipts	48,881,807	125,466,709
Fees and commission receipts in cash	2,646,493,541	2,383,370,258
Recoveries on Loans previously written-off	339,276,512	263,897,102
Cash payments to employees	(1,515,120,863)	(1,510,603,934)
Cash payments to suppliers	(123,820,238)	(108,233,450)
Income taxes paid	(1,101,576,763)	(2,366,515,499)
Receipts from other operating activities	1,439,092,456	1,297,706,996
Payments for other operating activities	(1,898,944,147)	(1,818,286,589)
Operating profit before changes in operating assets and liabilities (i)	7,231,888,758	(441,557,092)
Increase (decrease) in operating assets and liabilities		
Sale of trading securities	1,481,346,986	737,180,819
Purchase of trading securities	(1,573,761,900)	(859,108,596)
Loans and advances to customers	(8,678,269,277)	(23,371,545,371)
Other assets	(322,462,567)	(392,335,073)
Deposits from other banks	10,235,348,699	932,051,241
Deposits from customers	9,586,212,453	34,118,314,296
Other liabilities	3,132,201,903	2,919,294,097
Cash generated from (used in) operating assets and liabilities (ii)	13,860,616,297	14,083,851,413
Net cash flows from operating activities (a=i+ii)	21,092,505,055	13,642,294,321
B. Cash flows from investing activities:		
Proceeds from sale of securities	27,235,076,675	25,771,979,214
Payments for purchase of securities	(47,469,220,055)	(29,219,104,825)
Purchase of fixed assets	(460,186,826)	(475,163,955)
Sale proceeds of fixed assets	70,121,786	126,951
Cash generated from (used in) investing activities (b)	(20,624,208,420)	(3,922,162,616)
C. Cash flows from financing activities:		
Payments for redemption of loan capital & debt security	(1,000,000,000)	-
Dividends paid	(1,188,940,521)	-
Payment against lease obligation	(157,205,249)	(42,458,564)
Cash generated from (used in) financing activities (c)	(2,346,145,770)	(42,458,564)
D. Net increase (decrease) in cash and cash equivalents (a+b+c)	(1,877,849,135)	9,677,673,141
E. Effects of exchange rate changes on cash and cash equivalents	2,291,435	(870,718)
F. Cash and cash equivalents at beginning of the year	44,439,807,902	48,252,038,214
G. Cash and cash equivalents at end of the period (D+E+F)	42,564,250,202	57,928,840,637
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	4,121,653,507	3,485,694,800
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	16,881,372,346	16,344,965,986
Balance with other banks and financial institutions	4,201,932,061	6,200,007,853
Money at call and on short notice	6,446,700,000	2,407,806,344
Treasury bills	10,906,055,988	29,485,619,054
Prize bond	6,536,300	4,746,600
	42,564,250,202	57,928,840,637

Southeast Bank Limited
Statement of Changes in Equity
For the period ended 30 September 2021

Provisional and unaudited

Particulars	Paid up capital		Statutory reserve		Revaluation reserve		Other reserves		Retained earnings		Total	
	Taka		Taka		Taka		Taka		Taka		Taka	
Balance as at 1 January 2021	11,889,405,210		11,580,478,928		4,672,526,139		247,650,000		1,190,000,000		29,580,060,277	
Changes in accounting policy/ prior year adjustments	-		-		-		-		-		-	
Restated balance	11,889,405,210		11,580,478,928		4,672,526,139		247,650,000		1,190,000,000		29,580,060,277	
Surplus/deficit on account of revaluation of properties	-		-		-		-		37,712,609		-	
Revaluation reserved transfer due to disposal of fixed assets	-		-		(37,712,609)		-		-		-	
Deferred tax liabilities transfer due to disposal of revalued fixed assets	-		-		5,656,891		-		-		5,656,891	
Revaluation reserved transfer due to disposal of fixed assets	-		-		(5,656,891)		-		5,656,891		-	
Surplus/deficit on account of revaluation of investments	-		-		286,006,553		-		-		286,006,553	
Currency translation differences	-		-		-		-		2,291,435		2,291,435	
Net gains and losses not recognized in the income statement	-		-		248,293,944		-		45,660,935		293,954,879	
Net profit for the period	-		-		-		-		3,538,241,414		3,538,241,414	
Cash dividend	-		-		-		-		(1,188,940,521)		(1,188,940,521)	
Issue of share capital/ Bonus share	-		-		-		-		-		-	
Appropriation made during the period	-		-		-		-		(308,926,282)		-	
Statutory reserve			308,926,282									
Balance as at 30 September 2021	11,889,405,210		11,889,405,210		4,920,820,084		247,650,000		3,276,035,546		32,223,316,050	
Balance as at 30 September 2020	11,599,419,720		11,599,419,720		4,806,396,602		247,650,000		5,492,939,396		33,745,825,438	

Southeast Bank Limited and its subsidiaries
Notes to the Financial Statements
As at and for the period ended 30 September 2021

Corporate profile and significant Accounting policies

1. Reporting entity

Southeast Bank Limited (the “Bank”) is a scheduled commercial bank in the private sector established under the Bank Companies Act, 1991 and incorporated in Bangladesh on March 12, 1995 as a public limited company to carry out banking business in Bangladesh. The registered office of the Bank is located at Eunoos Trade Centre 52-53, Dilkusha Commercial Area (Level 2,3 & 16), Dhaka-1000. The consolidated financial statements of the Bank as at and for the period ended on September 30, 2021 comprise the Bank and its subsidiaries (together referred to as the “Group” and individually as “Group entities”).

1.1 Change of accounting policy

Accounting policies in these financial statements are same as those applied in its last annual financial statements of December 31, 2020.

1.2 Basis of consolidation

The consolidated financial statements include the financial statements of Southeast Bank Limited and its two subsidiaries, Southeast Bank Capital Services Limited and Southeast Exchange Company (South Africa) Pty Limited, for the period ended on September 30, 2021.

1.3 Earnings per share

The Group and the Bank present basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group/ Bank by the weighted average number of ordinary shares outstanding during the period.

	<u>30 Sep 2021</u>	<u>31 Dec 2020</u>
	<u>Taka</u>	<u>Taka</u>
2 Consolidated Loans and advances/investments		
Loans, cash credit, overdrafts etc./investments		
Southeast Bank Limited	318,474,062,791	305,869,215,552
Southeast Bank Capital Services Limited	2,387,524,409	1,883,303,310
	<u>320,861,587,200</u>	<u>307,752,518,862</u>
Bills purchased and discounted		
Southeast Bank Limited	10,572,365,356	14,498,943,318
	<u>10,572,365,356</u>	<u>14,498,943,318</u>
	<u>331,433,952,556</u>	<u>322,251,462,180</u>
3 Consolidated deposits and other accounts		
Current/Al-wadecah current accounts and other accounts		
Southeast Bank Limited	74,541,350,490	66,764,534,952
Southeast Bank Capital Services Limited	135,234,186	110,261,276
	<u>74,676,584,676</u>	<u>66,874,796,228</u>
Less: Inter company balance eliminated	47,757,503	24,214,410
	<u>74,628,827,173</u>	<u>66,850,581,819</u>
Bills payable		
Southeast Bank Limited	3,649,591,896	3,940,333,929
	<u>3,649,591,896</u>	<u>3,940,333,929</u>
Savings bank/Mudaraba savings bank deposits		
Southeast Bank Limited	43,027,358,393	38,060,936,493
	<u>43,027,358,393</u>	<u>38,060,936,493</u>
Fixed deposits/Mudaraba fixed deposits		
Southeast Bank Limited	248,390,704,637	251,134,079,440
Less: Inter company balance eliminated	60,000,000	450,000,000
	<u>248,330,704,637</u>	<u>250,684,079,440</u>
	<u>369,636,482,100</u>	<u>359,535,931,681</u>

4 Share Capital		30 Sep 2021	31 Dec 2020
		Taka	Taka
Authorised		15,000,000,000	15,000,000,000
	<u>1,500,000,000</u> Ordinary shares of Tk 10 each		
Issued, subscribed and paid up			
	378,164,970 ordinary shares of Tk 10 each issued for cash	3,781,649,700	3,781,649,700
	<u>810,775,551</u> ordinary shares of Tk 10 each issued as bonus shares	8,107,755,510	8,107,755,510
	1,188,940,521	11,889,405,210	11,889,405,210
Shareholders' Equity			
Paid up capital		11,889,405,210	11,889,405,210
Statutory reserve		11,889,405,210	11,580,478,928
Revaluation reserve		4,920,820,084	4,672,526,139
Other reserve		247,650,000	247,650,000
Foreign currency translation reserve		(7,240,994)	(1,919,103)
Retained earnings		3,584,053,421	1,315,624,550
		32,524,092,931	29,703,765,724

Summary of unclaimed dividends

Unclaimed dividend as on 30 September 2021 was an amount of BDT 21,293,813 against 9,789 nos. of shareholders.

5 Consolidated Earnings per share	Jan 01, 2021 to Sep 30, 2021	Jan 01, 2020 to Sep 30, 2020	July 01, 2021 to Sep 30, 2021	July 01, 2020 to Sep 30, 2020
	Taka	Taka	Taka	Taka
Net profit after tax for the period (Taka)	3,717,266,514	2,768,746,259	678,832,280	872,560,585
Number of ordinary shares outstanding	1,188,940,521	1,188,940,521	1,188,940,521	1,188,940,521
Earnings per share (EPS) (Taka)*	3.13	2.33	0.57	0.73

Earnings per share

Net profit after tax for the period (Taka)	3,538,241,414	2,769,732,957	624,669,541	890,265,812
Number of ordinary shares outstanding	1,188,940,521	1,188,940,521	1,188,940,521	1,188,940,521
Earnings per share (EPS) (Taka)*	2.98	2.33	0.53	0.75

*Earnings per share has been calculated in accordance with IAS 33: Earnings Per Share (EPS). Previous year's figures have been restated for the issue of bonus shares during the year. EPS increased due to increase of net interest income as well as operating income as compared to the previous period.

6 Consolidated Net Asset Value (NAV) per share	30 Sep 2021	30 Sep 2020
	Taka	Taka
Net Asset Value (NAV)	32,524,092,931	33,805,493,252
Number of ordinary shares outstanding	1,188,940,521	1,159,941,972
Net Asset Value (NAV) per share	27.36	29.14
Net Asset Value (NAV) per share		
Net Asset Value (NAV)	32,223,316,050	33,745,825,438
Number of ordinary shares outstanding	1,188,940,521	1,159,941,972
Net Asset Value (NAV) per share	27.10	29.09
7 Consolidated Net Operating Cash Flow per share		
Net Operating Cash Flow	21,097,446,223	13,597,157,159
Number of ordinary shares outstanding	1,188,940,521	1,159,941,972
Net Operating Cash Flow per share (NOCFPS)*	17.74	11.72
Net Operating Cash Flow per share		
Net Operating Cash Flow	21,092,505,055	13,642,294,321
Number of ordinary shares outstanding	1,188,940,521	1,159,941,972
Net Operating Cash Flow per share (NOCFPS)*	17.74	11.76

*Net operating cash flow per share (NOCFPS) increased due to increase in receipts of net interest and fees & commission income as compare to the last year.

	%	30 Sep 2021 Taka
8 Reconciliation of effective tax rate		
Profit before taxation as per profit and loss account		4,488,241,414
Income tax as per applicable tax rate	37.50%	1,683,090,530
Factors affecting the tax charge for current year		
Non deductible expenses	9.12%	409,492,667
Deductible expenses	-19.63%	(881,131,488)
Tax exempt income	-5.07%	(227,452,437)
Tax savings from reduced tax rates for dividend	-0.19%	(8,554,316)
Tax savings for capital loss	-1.06%	(47,699,780)
Change in taxable temporary difference	0.50%	22,254,824
Total income tax expenses	21.17%	950,000,000

9 Reconciliation of net profit with cash flows from operating activities

Particulars	30 Sep 2021 Taka	30 Sep 2020 Taka
Profit before tax as per profit and loss accounts	4,488,241,414	3,929,032,957
Adjustment for non-cash items:		
Provision for loans and advances/investments	723,813,033	1,041,800,000
Provision for diminution in value of investments	18,314,855	71,420,000
Provision for off- balance sheet items	460,080,800	173,200,000
Depreciation of property, plant and equipment	343,822,852	264,979,709
Recoveries on Loans previously written-off	339,276,512	263,897,102
Foreign exchange gain/(loss)	2,291,435	(870,718)
Sale proceeds of the fixed assets	70,121,786	126,951
Increase/decrease in operating assets & liabilities:		
Loans and advances to customers	(8,678,269,277)	(23,371,545,371)
Other operating assets	(322,462,567)	(392,335,073)
Deposits from other banks	10,235,348,699	932,051,241
Deposits from customers	9,586,212,453	34,118,314,296
Others operating liabilities	4,927,289,823	(1,021,261,273)
Income tax paid	(1,101,576,763)	(2,366,515,499)
Net cash flows from operating activities	21,092,505,055	13,642,294,321

The Financial Statements of the bank for period ended on September 30, 2021 are available in website. The address of the website is www.southeastbank.com.bd