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Chartered Accountants

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**Independent Auditors' Report
On
Financial Statements
Of
Agrani SME Financing Company Limited
For The Year Ended 31st December, 2020**

This Report Contained 46 Pages

24th June, 2021



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**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS
OF
AGRANI SME FINANCING COMPANY LIMITED**

Opinion

We have audited the accompanying financial statements of **Agrani SME Financing Company Limited** which comprise the Balance Sheet as at 31st December 2020, and the Profit and Loss Account, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31st December 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), Companies Act 1994, the Securities and Exchange Rules 1987, the Financial Institutions Act, 1993, the rules and regulations issued by Bangladesh Bank 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

1. According to the Bangladesh Labor Rule, 2015 Chapter XVI Section 263, Sub-section (1) "By completion of the service of a member after completing two years in an organization, he shall receive from the fund all the money deposited in his name along with the share of the employers' and employees' contribution." But Agrani SME Financing Company Limited employees' contributory provident Fund Rules, Section 13 (b) states that "when member shall voluntarily leave the service of the company or have his service terminated by the company the Trustees shall pay to such member the amount calculated in accordance with the following schedule:



Length of Service	Member Contribution	Company's Subscription	Profit/Interest
Below 5 Years	Full	Nil	Full on Members own Contribution
5 Years and above	Full	Full	Full on both members and company's contribution

From the above scenario we observed that the provident fund policy of the company has a violation with the above-mentioned labor act which is advised to be minimized within very short period of time. Our opinion is not modified in respect of this matter.

In course of our verification, we observe that the company didn't comply IFRS – 16 "Leases". This standard, which is mandatory for periods commencing on or after 1 January 2019, will require lessees to account for all leases on their balance sheets, including those which had previously been treated as operating leases and accounted for in the P & L account as an "in-year" expense. Our opinion is not modified in respect of this matter also.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For the matter stated 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 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 misstatement of the Financial Statements. The results of our audit procedures including the procedures performed to address the matter below, provide the basis of our audit opinion on the accompanying financial statements.

Revenue Recognition

Key Audit Matters	Our response to the risk
<p>At year end the Company reported total revenue of BDT 256,256,488 /-</p> <p>Revenue is measured from real transaction of Loan Investment, Income from CIB Processing Fees, Early Settlement Income and Other Operational Income.</p> <p>There is also a risk that revenue may be overstated due to fraud through manipulation resulting from the pressure local management may feel to achieve performance targets.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Segregation of duties in deposit slip creation and modification; • Verify and calculate interest income based on daily loan balance; • Verify the authentication of documents; • Timing of revenue recognition. <p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none"> • Obtaining supporting documentation for transactions recorded for fees & commission such as appointment letter, physical verification of deposit slips, bank statement after the year end date to determine whether revenue was recognized in the correct period; • Verified the margin clients' portfolio, ledger and calculation of interest considering daily margin loan from the software generated data.

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	<ul style="list-style-type: none"> • Obtained and verified supporting documents to confirm income, bank statements, and receivable ledgers, and other relevant statements. • Critically assessing manual journals posted to revenue to identify unusual or irregular items; and • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.
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IT systems and controls	
Key Audit Matters	Our response to the risk
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application based controls are operating effectively.</p>	<p>We tested the design and operating effectiveness of the Company's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Company's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p> <p>Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</p>



Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. 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 the other information and we do not express any form of assurance conclusion thereon.

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

If, based on the work we have performed, on the other information obtained prior to the date of this audit report, 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 Financial Statements and Internal Controls

Management is responsible for maintenance of the required books of accounts & records and preparation and fair presentation of the financial statements of the Company in accordance with IFRSs as explained in note 2.02 to the financial statements, and for such internal control as management determines in necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Financial Institutions Act, 1993 & the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Company. 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 Company's ability to continue as a going concern, disclosed in note 2.01, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 Company 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.

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

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987, the Financial Institutions Act, 1993 and the rules and regulations issued by Bangladesh Bank, we also report that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of those books;
- (iii) the balance sheet and profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditures incurred were for the purpose of the Company's business for the year;



- (v) the financial statements of the Company have been drawn up in conformity with the Financial Institutions Act, 1993 and in accordance with the accounting rules and regulations which were issued by Bangladesh Bank to the extent applicable to the Company;
- (vi) provisions have been made for loans, advances, leases, investment and other assets which are, in our opinion, doubtful of recovery and Bangladesh Bank's instructions in this regard have been followed properly;
- (vii) the financial statements of the Company conform to the prescribed standards set in the accounting regulations which were issued by Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- (viii) the records and statements which were submitted by the branches have been properly maintained and recorded in the financial statements;
- (ix) statements sent to Bangladesh Bank have been checked on sample basis and no inaccuracy has come to our attention;
- (x) taxes and other duties were collected and deposited in the government treasury by the Company as per Government instructions found satisfactory based on test checking;
- (xi) nothing has come to our attention that the Company has adopted any unethical means i.e. 'Window dressing' to inflate the profit and mismatch between the maturity of assets and liabilities;
- (xii) proper measures have been taken to eliminate the irregularities mentioned in the inspection report of Bangladesh Bank and the instructions which were issued by Bangladesh Bank and other regulatory authorities have been complied properly as disclosed to us by management;
- (xiii) based on our work as mentioned above under the auditor's responsibility section, the internal control and the compliance of the Company is satisfactory, and effective measures have been taken to prevent possible material fraud, forgery and internal policies are being followed appropriately;
- (xiv) the company has complied with relevant laws pertaining to capital, reserve and net worth, cash and liquid assets and procedure for sanctioning and disbursing loans/leases found satisfactory;
- (xv) we have reviewed over 80% risk weighted assets of the Company and we have spent around 1,862 person hours for the audit of the books and accounts of the Company;



- (xvi) the Company has complied with relevant instructions which were issued by Bangladesh Bank relevant to classification, provisioning and calculation of interest suspense;
- (xvii) the Company has complied with the guidelines and instructions of Bangladesh Bank in preparing these financial statements;

Dhaka
Dated: 24th June, 2021



AKM Kamrul Islam, FCA
Islam Aftab Kamrul & Co.
Chartered Accountants

DVC No.:
2106270670A5744432



Agrani SME Financing Company Limited

Balance Sheet

As at 31 December 2020

		(Amount in BDT)	
	Notes	As at 31-Dec-20	As at 31-Dec-19
PROPERTY AND ASSETS:			
Cash and Cash Equivalents:			
Cash	3	26,405,838	61,358,383
In hand		639,421	7,182,702
Balance with Bangladesh Bank and its agent bank		5,351	4,782
Balance with other Banks and Financial Institutions	4	634,070	7,177,920
Money at Call and Short Notice		25,766,417	54,175,681
Investments		-	-
Loans and Advances:		2,256,985,746	2,000,988,905
Loans, cash credit and overdrafts etc.	5	2,256,985,746	2,000,988,905
Fixed Assets including Premises, Furniture and Fixtures:	6	6,733,032	4,482,850
Other Assets:	7	115,367,927	88,142,368
Non-financial Institution Assets		-	-
Total Assets		<u>2,405,492,543</u>	<u>2,154,972,505</u>
LIABILITIES & CAPITAL:			
Liabilities:			
Borrowings from other Banks, Financial Institutions and agents	8	704,879,113	522,795,192
Deposit and Other Accounts:		-	-
Other Liabilities	9	265,061,035	260,061,235
Total Liabilities		<u>969,940,148</u>	<u>782,856,428</u>
Shareholders' Equity /Capital:			
Share Capital	10.2	1,000,000,000	1,000,000,000
Statutory Reserve	11	75,146,603	62,459,340
General Reserve	12	54,731,264	54,731,264
Retained Earnings	13	305,674,528	254,925,474
Total Shareholders' Equity		<u>1,435,552,395</u>	<u>1,372,116,078</u>
Total Liabilities and Shareholders' Equity		<u>2,405,492,543</u>	<u>2,154,972,505</u>
Off Balance Sheet Items:			
Contingent liabilities		-	-
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Indemnity bond		-	-
Other commitments		-	-
Undisbursed contracted loans		-	-
Total Off-Balance Sheet Items		<u>-</u>	<u>-</u>
Net Asset Value Per Share		143.56	137.21

The Annexed notes (1 to 31) form an integral part of these financial statements.


Head of Accounts


Chief Financial Officer


Managing Director & CEO



Director


Chairman

Signed in terms of our separate report of even date

Place: Dhaka
Date: 24th June, 2021




AKM Kamrul Islam, FCA
Islam Aftab Kamrul & Co.
Chartered Accountants
DVC No.: 2105270670AS744432

Agrani SME Financing Company Limited
Profit and Loss Account
For the year ended 31 December 2020

		(Amount in BDT)	
	Notes	Year ended 31-Dec- 2020	Year ended 31-Dec-2019
Operating Income:		256,256,488	236,677,187
Interest income	16	292,526,676	266,441,369
Interest paid on deposits, borrowings etc.	17	(36,270,188)	(29,764,181)
Net Interest Income:		256,256,488	236,677,187
Other operating income	18	4,358,683	5,044,136
Total Operating Income (A)		260,615,170	241,721,323
Operating Expenses:			
Salaries and allowances	19	97,075,492	89,639,482
Rent, taxes, insurance, electricity etc.	20	6,306,536	6,446,734
Postage, stamp, telecommunication etc.	21	409,710	444,543
Legal expenses	22	407,122	153,282
Stationery, printing, advertisement etc.	23	1,402,416	1,311,618
Chief Executive Officer's salary and allowances	24	597,096	1,960,000
Directors' fees	25	304,000	336,000
Auditors' fees	26	244,000	196,766
Depreciation and Repair of Company's assets	27	3,465,536	4,695,220
Other expenses	28	6,080,100	7,392,023
Total Operating Expenses (B)		116,292,008	112,575,669
Profit/(Loss) before Amortization, Provision & Tax (C)=(A-B)		144,323,163	129,145,655
Provision for loans and advances	29.1	8,496,746	-
Provision for incentive bonus	29.2	10,000,000	10,600,000
Provision for other assets	29.3	-	-
Total Provision (D)		18,496,746	10,600,000
Net Profit/(Loss) Before Tax (E)= (C-D)		125,826,417	118,545,655
Provision for Tax :		62,390,099	46,485,896
Current tax	30.1	54,428,088	45,522,939
Prior tax	30.2	8,076,265	1,111,383
Deferred tax	30.3	(114,254)	(148,426)
Net profit/(loss) after tax		63,436,318	72,059,759
Less: Appropriations		12,687,264	14,411,952
Transferred to statutory reserve	11	12,687,264	14,411,952
Transferred to general reserve		-	-
Retained Surplus		50,749,054	57,647,807
Earnings Per Share (EPS)	15	6.34	7.21

The Annexed notes (1 to 31) form an integral part of these financial statements.


Head of Accounts


Chief Financial Officer


Managing Director & CEO

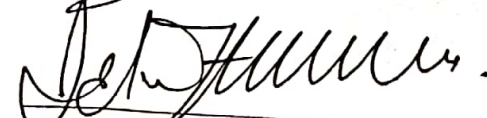

Director


Chairman

Signed in terms of our separate report of even date

Place: Dhaka
Date: 24th June, 2021




AKM Kamrul Islam, FCA
Islam Aftab Kamrul & Co.
Chartered Accountants
DVC No.: 2106270670A5744432

Agrani SME Financing Company Limited
Statement of Changes in Equity
For the year ended 31 December 2020

Particulars	(Amount in BDT)						Total
	Opening Balance as at 01 January 2020	Paid up Capital	Revaluation Reserve on Government Securities	Statutory Reserve	General Reserve	Retained Earnings	
Prior Year Adjustments	1,000,000,000	-	-	62,459,340	54,731,264	254,925,474	1,372,116,078
Adjustment of advance tax	-	-	-	-	-	-	-
Restated balance	1,000,000,000	-	-	62,459,340	54,731,264	254,925,474	1,372,116,078
General reserve	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-
Bonus share issue	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-
Issue right share	-	-	-	-	-	-	-
Net profit for the year ended 31 December 2020	-	-	-	-	-	63,436,318	63,436,318
Statutory reserve	-	-	-	12,687,264	-	(12,687,264)	-
Total Balance as at 31 December 2020	1,000,000,000	-	-	75,146,603	54,731,264	305,674,528	1,435,552,395
Total Balance as at 31 December 2019	1,000,000,000	-	-	62,459,340	54,731,264	254,925,474	1,372,116,078

The Annexed notes (1 to 31) form an integral part of these financial statements.


Head of Accounts


Chief Financial Officer

Managing Director & CEO


Director

Chairman

Signed in terms of our separate report of even date



Place: Dhaka

Date: 24th June, 2021

Agrani SME Financing Company Limited

Statement of Cash Flows


For the year ended 31 December 2020

(Amount in BDT)

	2020	2019
A. Cash flows from operating activities		
Interest receipts in cash	271,886,672	262,611,197
Interest payments	(36,263,921)	(29,764,181)
Cash payment to employees	(106,811,072)	(103,044,043)
Cash receipts from other activities	4,358,683	5,044,136
Receipts from other operating activities	-	-
Payments for other operating activities	(15,100,267)	(20,976,186)
Income Tax Paid	(54,858,798)	(45,266,552)
Operating profit / (loss) before changing operating assets and liabilities	63,211,297	68,604,371
	(941,095,000)	(1,274,439,000)
(Increase) / decrease in operating assets	(941,095,000)	(1,274,439,000)
Loan to customers	-	-
Receivable from Agrani Bank Ltd.		
	654,708,409	876,521,506
Increase/(decrease) in operating liabilities	-	-
Deposit from customers	(54,105,136)	6,788,170
Other liabilities	708,813,544	869,733,336
Loan recovered from customers	-	-
Net cash from operating activities (A)	(223,175,295)	(329,313,123)
B. Cash flows from investing activities		
Other Assets	10,874,718	(3,514,365)
Sales/ (Purchase) of properties, plant & equipments	(4,735,890)	(474,805)
Net cash from investing activities (B)	6,138,828	(3,989,170)
C. Cash flows from financing activities		
Receipt/ (payment) of long term borrowings	-	-
Receipt/ (payment) from other borrowings	182,083,921	110,489,181
Net cash from financing activities (C)	182,083,921	110,489,181
Net increase in cash and cash equivalents (A+B+C)	(34,952,546)	(222,813,112)
Cash and cash equivalents at the beginning of the year	61,358,383	284,171,495
Cash and cash equivalents at the end of the year	26,405,838	61,358,383

The Annexed notes (1 to 31) form an integral part of these financial statements.


Head of Accounts


Chief Financial Officer


Managing Director & CEO


Director


Chairman

Signed in terms of our separate report of even date

Place: Dhaka
Date: 24th June, 2021



Agrani SME Financing Company Limited
Liquidity Statement
As at 31 December 2020


Particulars	(Amount in BDT)					
	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)	639,421	-	-	-	-	639,421
Balance with other banks and financial institutions	25,766,417	-	-	-	-	25,766,417
Money at call and short notice	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Loans, advances and leases	130,031,769	260,616,448	1,036,245,745	830,091,784	-	2,256,985,746
Fixed assets	-	-	-	-	6,733,032	6,733,032
Other assets	-	163,632	115,201,695	2,600	-	115,367,927
Total assets	156,437,607	260,780,080	1,151,447,440	830,094,384	6,733,032	2,405,492,543
Liabilities						
Borrowing from other banks and financial institutions	-	-	704,879,113	-	-	704,879,113
Deposits and other accounts	-	-	-	-	-	-
Provision and other liabilities	-	239,445	16,506,793	139,709,862	108,604,935	265,061,035
Total liabilities	-	239,445	721,385,906	139,709,862	108,604,935	969,940,148
Net Liquidity Gap 2020	156,437,607	260,540,635	430,061,533	690,384,522	(101,871,903)	1,435,552,395
Net Liquidity Gap 2019	187,973,573	289,339,460	364,242,155	633,142,491	(102,581,601)	1,372,116,078

Net result of the Liquidity Statement represents the Shareholders' Equity of the Company.


Head of Accounts


Chief Financial Officer


Managing Director & CEO


Director


Chairman

Place: Dhaka
Date: 24th June, 2021



Agrani SME Financing Company Limited

Notes to the Financial Statements

As at and for the year ended 31 December 2020

1 BACKGROUND INFORMATION

1.1 Establishment and status of Agrani SME Financing Company Limited

The Agrani SME Financing Company Limited (the Company) has been incorporated as a public limited Company on 27 October, 2010 vide certificate of incorporation No. C- 87827/10. The company has taken over the ongoing work of Small Enterprise Development Project (A Norway and Agrani bank funded Project of Ministry of Finance, Bangladesh) on a going concern basis through a Vendor's Agreement signed among the Ministry of Finance of the People's Republic Bangladesh, the Board of Directors on behalf of the Agrani Bank Limited and the Board of Directors on behalf of the Agrani SME Financing Company Limited on 27 December, 2011. The company has set 31 December, 2011 as the effective date of handing over the SEDP operation to Agrani SME Financing Company Limited. The Company's current shareholdings comprise the Agrani Bank Limited and six other shareholders nominated by the Bank. The company has 53 branches as on 31 December, 2020 (with no overseas branch).

1.2 Nature of business

The principal activities of the company are providing support to the Cottage, Micro, Small and Medium Enterprises (CMSME) all over the country providing loans and advances to the Entrepreneurs/Customers'.

2 SIGNIFICANT ACCOUNTING POLICIES

2.01 Statement of compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement which is stated at in accordance with the Companies Act 1994, the Financial Institutions Act 1993, Securities and Exchange Commission's Rules, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh.

The presentation of the financial statements has been made as per the requirements of DFIM Circular No.: 11, dated December 23, 2009 issued by the Department of Financial Institutions and Markets of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been excluded in preparing the financial statements.

2.02 Basis of measurement

These financial statements have been prepared based on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) and no adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.



2.03 Disclosure of deviations from few requirements of IAS/IFRS due to mandatory compliance of Bangladesh Bank's requirements

Bangladesh Bank, Central Bank of Bangladesh is the prime regulatory body for Non-Banking Financial Institutions (NBFI) in Bangladesh. The Company has departed from those contradictory requirements of IAS/IFRS in order to comply with the rules and regulations of Bangladesh Bank.

Bangladesh Bank has issued template for financial statements which will strictly be followed by all banks and NBFIs. The templates of financial statements issued by Bangladesh Bank do not include 'Other Comprehensive Income (OCI)' nor are the elements of Other Comprehensive Income allowed to be included in the Single Comprehensive Income (OCI) Statement. As such the company does not prepare the other comprehensive income statement. However, the company does not have any elements of OCI to be presented.

2.04 Presentation and functional currency and level of precision

The financial statements are presented in Bangladesh Taka (BDT) currency, which is the Company's functional currency. All financial information presented in BDT has been rounded off to the nearest BDT.

2.05 Use of estimates and judgments

The preparation of financial statements in conformity with International Accounting Standards (IAS) and International Financial Reporting Standard (IFRS) requires management to make estimates and assumptions that effect the reported amounts of assets, liabilities, revenue and expenses. It also requires disclosures of contingent asset and liabilities at the date of the financial statements.

The most critical estimates and judgments are applied to the following:

- a. Provision for impairment of loans and advances;
- b. Gratuity fund and;
- c. Contributory provident fund (CPF)

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. The result of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognized in the period in which the estimates are revised.

2.06 Directors' responsibility statement

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

2.07 Branch accounting

The Company has 53 branches with no overseas branch as on December 31, 2020. Accounts of the branches are maintained at the branch office and finally these are consolidated with head office from which these accounts are drawn up.



2.08 Accounting period

The financial year of the company covers from 1 January 2020 to 31 December 2020.

2.09 Loans and advances

2.09.1 Presentation of loans and advances

Loans and advances are initially recognized at fair value, representing the cash advanced to the borrower plus the net of direct and incremental transaction costs, accrued interest and fees. They are subsequently measured at amortized cost shown at gross amount.

2.09.2 Provision for loans and advances

Provision for loans and advances has been made on the basis of instructions contained in Bangladesh Bank FID Circular no. 08 dated August 03, 2002, FID Circular no. 11 dated October 31, 2005, FID Circular no. 06 dated August 20, 2006 and DFIM Circular letter no. 03 dated April 29, 2013.

2.10 Fixed assets and depreciation

i) Recognition and measurement (Owned Assets)

Items of own property and equipments are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the assets to its working condition for its intended use as per International Accounting Standard (IAS) 16 "Property, Plant and Equipment".

ii) Recognition and measurement

Subsequent expenditures are capitalized only when it increases the future economic benefit from the assets and that cost can be measured reliably. All other expenditures are recognized as an expense as and when they are incurred.

iii) Depreciation

Depreciation is charged to amortize the cost of assets, over their estimated useful lives, using the straight-line method in accordance with IAS-16 "Property, Plant and Equipment". Depreciation is charged at day basis on addition and disposal of assets. Asset category wise depreciation rates are as follows:

Motor Vehicles	20%
Computer and Computer Accessories	20%
Furniture & Fixtures	10%
Other / Office Equipments	20%
Electrical Equipments	20%
Library Books	20%

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the profit and loss account. Depreciation methods, useful lives and residual values, if any are reviewed at the balance sheet date.



2.11 Revenue recognition

Interest income

Interest on loans and advances and bank deposits/FDRs are recognized on accrual basis.

Other revenues

Other charges on services rendered by the company are recognized as and when services are rendered.

2.12 Accounts receivables

Accounts receivables at the balance sheet date is stated at amounts which are considered realizable.

2.13 Cash flow statements

The cash flow statement is prepared using the method specified in Bangladesh Bank guidelines.

2.14 Write off

Write-off describes a reduction in recognized value. It refers to recognition of the reduced of zero value of an asset. Generally, it refers to an investment for which a return on the investment is not now possible or unlikely. The item's potential return is thus canceled and removed from ("written off") the Company's balance sheet.

2.15 Employees benefit obligation

The company operates a retirement benefit schme for its permanent employees, elements of which are as under:

a. Contributory Provident Fund (CPF)

- i) Employees' contribution 10% and
- ii) Company's contribution 10%

It is noted that a separate accounts has been maintained for CPF fund from 2016.

b. Gratuity Fund

Permanent employees are entitled to get gratuity for 2 months of last basic pay for each completed year of services subject to completion of minimum of 3 years service.

It is noted that a separate accounts has been maintained for Gratuity fund from 2016.

2.16 Taxation

i) Deferred tax

Deferred tax has been calculated and accounted for in accordance with International Accounting Standard - 12, Income Taxes.

ii) Current tax

Provisions for current tax has been made on the basis of the profit for the year as adjusted for taxation purposes in accordance with the provisions of Income Tax Ordinance, 1984, amendments made thereto and prevailing practice. The current tax rate for the Company is 40% on taxable income.

2.17 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank and term deposits that are readily convertible to a known amount of cash and that are subject to an insignificant risk of change in value.



2.18 Earning per share (EPS)

The Company calculates earning per share in accordance with International Accounting Standards (IAS) 33 "Earnings Per Share" which has been shown in the face of the Profit and Loss Account.

2.19 Business commitments and contingencies

There was no capital expenditure contracted but not incurred or provided for at 31 December 2020 (2019: nil). There was no material capital expenditure authorized by the Board but not contracted for at 31 December 2019. The Company had no claim, legal or other, against it which has not been acknowledged as debt at the balance sheet date.

2.20 Related party disclosure

As per International Accounting Standards (IAS) 24 "Related Party Disclosures", parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in note 8.1, 9.1.d & 9.5.

2.21 Contingent liabilities and contingent assets

A contingent liability is a probable obligation that arises from past events whose existence will be confirmed by occurrence or non-occurrence of uncertain future events not within the control of the Company or a present obligation that is not recognized because outflow of resources is not likely or obligation cannot be measured reliably. At the end of the balance sheet date the company does not have any contingent liability and contingent asset to recognize and disclose.

2.22 Particulars of audit committee

The audit committee of the Board was duly constituted by the Board of Directors of the Company in accordance with the Bangladesh Bank's DFIM circular no. 13 dated October 26, 2011.

The Audit Committee of the Board of Directors consisted of the following 4 (four) members of

SL	Name	Designation
1	Md. Anisur Rahman	Chairman
2	Mst. Zohra Khatoon	Member
3	Md. Rafiqul Islam	Member
4	Abdus Salam	Member
5	Md. Muzahidul Islam Zoarder	Company Secretary



2.23 Foreign remittance

There was no foreign remittance during the year 2020.

2.24 Liquidity statement

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as of the close of the year as per following bases:

- Balance with other bank and financial institutions are on the basis of their maturity term.
- Loans and advances are on the basis of their repayment/maturity schedule.
- Fixed assets are on the basis of their useful lives.
- Other assets are on the basis of their adjustment terms.
- Other liabilities are on the basis of their settlement terms.

2.25 Status of compliance of International Accounting Standards and International Financial Reporting Standards

In preparing the Financial Statements, Agrani SME Financing Company Limited applied following IAS:

Name of the IAS	IAS no.	Status
Presentation of Financial Statements	1	*
Inventories	2	N/A
Statement of Cash Flows	7	*
Accounting Policies, Changes in Accounting Estimates and Errors	8	Complied
Events after the Reporting Period	10	Complied
Income Taxes	12	Complied
Property, Plant and Equipment	16	Complied
Employee Benefits	19	Complied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	N/A
Borrowing Costs	23	Complied
Related Party Disclosures	24	Complied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Consolidated and Separate Financial Statements	27	N/A
Investment in Associates	28	N/A
Interests in Joint Ventures	31	N/A
Financial Instruments: Disclosure and Presentation	32	*
Earnings per share	33	Complied
Interim Financial Reporting	34	Complied
Impairment of Assets	36	Complied
Provisions, Contingent Liabilities and Contingent Assets	37	Complied
Intangible Assets	38	Complied
Financial Instruments: Recognition and Measurement	39	*
Investment Property	40	N/A
Agriculture	41	N/A



Name of the IFRS	IFRS no.	Status
First-time Adoption of IFRS	1	N/A
Share Base Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-current assets held for sale and discontinued operation	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	*
Operating Segments	8	Complied
Financial Instruments	9	Complied
Consolidated Financial Statements	10	N/A
Joined Arrangements	11	N/A
Disclosure of Interest in Other Entities	12	Complied
FairValue Measurement	13	Complied
Regulatory Deferral Accounts	14	N/A
Revenue from Contracts with Customers	15	Complied
Leases	16	N/A

*As the regulatory requirements differ with the standards, relevant disclosures are made in accordance with Bangladesh Bank's requirements (please see note 2.03).

N/A= Not applicable.

2.26 BASEL II & Its implementation

To cope with the international best practices and to make the capital more risks sensitive as well as more shock resilient, guidelines on 'Basel Accord for Financial Institutions (BAFI)' have been introduced from 01 January 2012 on test basis by the Bangladesh Bank. At the end of test run period, Basel Accord regime has started and the guidelines namely "Prudential Guidelines on Capital Adequacy and Market Discipline for Financial Institutions (CDMD)" have come fully in force from January 01, 2012 with its subsequent supplements/revisions. Instructions regarding Minimum Capital Requirement (MCR), Adequate Capital, and Disclosure requirement as stated in these guidelines have to be followed by all FIs for the purpose of statutory compliance. As per CDMD guidelines Financial Institutions should maintain a Capital Adequacy Ratio (CAR) of minimum 10%. In line with CDMD guideline's requirement, Agrani SME Financing Company Limited is aware to ensure timely implementation of BASEL II accord.

2.27 Financial risk management

Agrani SME Financing Company Limited always concentrates on delivering high value to its stakeholders through appropriate tradeoff between risk and return. A well structured and proactive risk management system is in place within the Company to address risk relating to credit, market, liquidity and operations. In addition to the industry best practices for assessing, identifying and measuring risks, the Company is also committed to follow the guidelines for managing core risk of financial instructions issued by the Country's Central Bank, Bangladesh Bank, vide FID Circular No. 10 dated September 18, 2005 for management of risk.



Credit risk

To encounter and mitigate credit risk the company employed multilayer approval process, policy for customers maximum asset exposure limit, mandatory search for credit report from Credit Information Bureau, looking into payment performance of customer before financing, annual review of clients, vigorous monitoring and follow up, taking collateral, seeking external legal opinion, maintaining neutrality in politics and following arm's length approach in related party transactions, regular review of market situation and industry exposure etc.

Market risk

The Company regularly meets to assess the changes in interest rate, market conditions, carry out asset liability maturity gap analysis, re-pricing of products and thereby takes effective measures to monitor and control interest rate risk, The Company has also strong access to money market and credit lines at a competitive rate through good reputation, strong earnings and financial strength.

Liquidity Risk

Liquidity requirements are managed on a day-to-day basis by the Company which is responsible for ensuring that sufficient funds are available to meet short term obligations, even in a crisis scenario, and to maintain a diversity of funding sources. The Company maintains liquidity based on historical requirements, anticipated funding requirements from operation, current liquidity position, collections from financing, available sources of funds and risks and returns.

Operational Risk

Appropriate internal control measures are in place, at Agrani SME Financing Company Limited, to address operational risks. Agrani SME Financing Company Limited has established an internal control & compliance department (ICCD) to address operational risk and to frame and implement policies to encounter such risks. The company have engaged experienced people to assess operational risk across the company as a whole and ensures that an appropriate framework exists to identify, access and manage operational risk.

2.28 Expenses

In terms of the provision of the International Accounting Standard (IAS-1) Presentation of Financial Statements, all expenses are recognized on accrual basis.



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2.29 Particulars of Directors and their interest in the Agrani SME Financing Company Limited

Name and address	Status	Date of original appointment	No. of shares held in the Bank
Mohammad Shams-Ul Islam (Representing Agrani Bank Ltd)	Chairman and Director	09.06.2016	9,999,988
Md. Shahadat Hossain, FCA	Retired Director but share has not been transferred yet	06.06.2017	2
Md. Anisur rahman	Director	24.08.2020	2
Md. Rafiqul Islam	Director	24.08.2020	2
Abdus Salam	Director	27.10.2020	2
Md. Nurul Haque	Retired Director but share has not been transferred yet	13/04/2017	2
Md. Rafiqul Islam	Retired Director but share has not been transferred yet	29/06/2018	2
Md. Rafiqul Islam	MD and CEO	14/12/2020	

2.30 Name of the Directors and their interest in different entities (31-12-2020)

	Name of the Directors	Designation with Company	Entities where they have interest	Position with the Entities
1	Mohammad Shams-Ul Islam (Representing Agrani Bank Ltd.)	Chairman and Director	Agrani Bank Limited	MD & CEO
2	Mst. Zohra Khatoon	Director	Ministry of Finance	Deputy Secretary
3	Md. Anisur rahman	Director	Agrani Bank Limited	DMD
4	Md. Rafiqul Islam	Director	Agrani Bank Limited	DMD
5	Abdus Salam	Director	Agrani Bank Limited	DMD
6	Md. Rafiqul Islam	MD and CEO	Agrani SME Financing Company Limited	



2.31 Comparative information

Comparative information have been disclosed in respect of year ended from 01 January 2019 to 31 December 2019 for all numerical information in the financial statements and also the narratives and descriptive information when it is relevant for understanding of the current year's financial statements.

2.32 Incentive Bonus

Incentive bonus amounting to Tk. 1,00,00,000 is charged against current year's profit as per confirmation from the management.

2.33 Dividend

Dividend is proposed, paid and recorded in line with all regulatory guidelines and on company policy. It has been complied with DFIM circular No-01, dated 24 February, 2021.

2.33.1 Proposed dividend

Proposed dividend has not been recognised as a liability in the balance sheet in accordance with

International Standard Accounting (IAS): 10 " Events After the Reporting Period".

2.34 Events after the reporting period

All materials events occurring after the reporting date have been considered and where necessary, adjusted for or disclosed in note 14.

2.35 COVID-2019 Impacts

All the countries of the world badly affected by Corona pandemic during the year 2020. The economy of Bangladesh was not exception to that. In this connection, Bangladesh Government had announced 66 days of (from 26th March to 31st May, 2020) general holidays for addressing the issue of COVID-2019. As a result, the targeted performance of the company during the year 2020 had been affected a little bit.



	Note	(Amount in BDT)	
		As at 31 Dec, 2020	As at 31 Dec, 2019
3 Cash		639,421	7,182,702
Cash in Hand		5,351	4,782
Balance with Bangladesh Bank and its agent bank		634,070	7,177,920
4 Balance with other Banks and Financial Institutions		25,766,417	54,175,681
Short term deposit	Annex-4	25,766,417	34,175,681
Fixed deposit	Annex-1	-	20,000,000
4.1 Balance with other Banks and Financial Institutions			
Local currency	3.1.1	25,766,417	34,175,681
Foreign currencies		-	-
3.1.1 Local currency		25,766,417	34,175,681
Head Office	Annex-4	5,647,922	895,164
Branches	Annex-4	20,118,495	33,280,516

4.2 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)

Cash Reserve Requirement and Statutory Liquidity Reserve have been calculated and maintained in accordance with Financial Institution Act, 1993 & Financial Institution Regulations 1994 and FID Circular No. 06 dated November 06, 2003 and FID Circular No. 02 dated November 10, 2004. The companies do not have any term deposit, therefore there is no scope of maintaining Cash Reserve Requirement (CRR). Yet, the Agrani SME Financing Company Limited had kept Tk. 6,39,421 (note 3) as CRR on 31, December 2020.

Statutory Liquidity Reserve (SLR) has been calculated at the rate of 2.5% on other liabilities. SLR is maintained in liquid assets in the form of cash in hand, deposits (notes & coin in BDT) in banks including Bangladesh Bank and other financial institutions. The company is maintaining bank accounts in head office and 53 branches with different banks where sufficient amount has been deposited (balance as on 31 December 2020 was Tk. 2,57,66,417) as Statutory Liquidity Reserve (SLR). Besides, the company is maintaining an account with Bangladesh Bank where as on 31 December 2020 the balance was Tk.6,34,070.

5 Loans, cash credit and overdrafts etc. Annexure-5 **2,256,985,746** **2,000,988,905**

5.1 Sector wise details of loans and advances

	1,073,016,302	923,395,125
A. Trade and Commerce		
B. Industry:	83,233,763	63,990,616
a) Garments and Knitwear	32,266,408	16,591,219
b) Textile	34,336,270	32,465,601
c) Food Production and Processing Industry	3,520,762	3,948,413
d) Jute and Jute-Products	-	-
e) Plastic Industry	389,162	426,275
f) Leather and Leather-Goods	139,336	163,523
g) Iron, Steel and Engineering	3,984,342	3,958,592
h) Pharmaceuticals and Chemicals	2,258,722	1,861,692
i) Cement and Allied Industry	-	-
j) Telecommunicationa and Information Technology	715,512	774,543
k) Paper, Printing and Packaging	3,208,333	2,661,052
l) Glass, Glassware and Ceramic Industry	-	-
m) Ship Manufacturing Industry	391,016	152,806
n) Electronics and Electrical Products	1,878,559	841,559
o) Power, Gas, Water and Sanitary Service	145,341	145,341
p) Transport and Aviation	-	-



	Note	(Amount in BDT)	
		As at 31 Dec, 2020	As at 31 Dec, 2019
C. Agriculture		999,843,320	928,025,865
D. Housing		-	-
E. Others		100,892,361	85,577,299
a) Merchant Banking		-	-
b) Margin Loan		-	-
c) Others		100,892,361	85,577,299
Total		2,256,985,746	2,000,988,905

5.2 Loans and advances as per loan nature

i) Manufacturing	793,431,210	703,230,683
ii) Servicing	342,979,449	325,120,199
iii) Trading	1,120,575,087	972,638,023
Total	2,256,985,746	2,000,988,905

5.3 Loans and advances as per loan nature (General and COVID 19)

i) General loans and advances	Annexure-5	2,229,702,517	2,000,988,905
ii) Special loans and advances (COVID 19)	Annexure-5	27,283,229	-
Total		2,256,985,746	2,000,988,905

5.3 Loans and advances as per geographical location-wise

Rural area	Annexure-5	1,461,252,557	1,304,115,105
Urban area	Annexure-5	795,733,189	696,873,801
Total		2,256,985,746	2,000,988,905

5.4 Details of large loan / investments

There were no clients with outstanding amount and classified loans/investments exceeding 15% of total capital of the financial institution.

5.5 Particulars of Loans and advances

i) Loans and advances considered good in respect of which the financial institution is fully secured	40,941,250	46,269,939
ii) Loans and advances considered good against which the financial institution holds no security other than the debtors' personal guarantee.	-	-
iii) Loans and advances considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors.	2,216,044,496	1,954,718,966
iv) Loans and advances adversely classified for which no provision is created	-	-
v) Loans and advances due by directors or officers of the financial institution or any of them either separately or jointly with any other persons.	-	-
vi) Loans and advances due from companies or firms in which the directors of the financial institution have interest as directors, partners or managing agents or in case of private companies, as members	-	-



	Note	(Amount in BDT)	
		As at 31 Dec, 2020	As at 31 Dec, 2019
vii) Maximum total amount of advances including temporary advances made at any time during the year to directors or managers or officers of the financial institution or any of them either separately or jointly with any other person.		-	-
viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the financial institutions have interest as directors, partners or managing agents or in the case of private companies, as member		-	-
ix) Due from bank and financial institutions		-	-
Total outstanding	5.6	2,256,985,746	2,000,988,905
x) Classified Loans and advances			
a) Classified Loans and advances on which interest has not been charged	5.6	63,555,800	77,240,366
b) Provision (general) on Loans and advances	9.1.b	36,940,000	48,142,767
c) (i) Amount of written off Loans and advances		-	6,138,901
(ii) Total cumulative amount realized (including interest) against loans and advances previously written off (Current year recovery Tk. 48,14,638)		85,780,114	80,965,476
d) Provision kept against loans and advances classified as bad debts	5.7	23,155,047	29,433,796
e) Interest credited to interest suspense account	9.6	40,489,010	8,433,522
Interest debited to interest suspense account	9.6	36,499,796	6,159,503
Balance at December 31, 2020	9.6	8,727,137	4,737,923
xi) Cumulative amount of written off loans and advances		101,076,034	101,076,034
Opening Balance		101,076,034	94,937,133
Amount written off during the year		-	6,138,901
Amount recovery from written off during the year	Annexure-8	2,870,348	5,063,869
Total cumulative amount principal realized against loans and advances previously written off		56,982,703	54,112,355
Balance of write off Loans and advances as on 31 December 2020		44,093,332	46,963,679
The amount of written off Loans and advances for which law suits have been filed.		16,347,637	15,617,079
5.6 Classification of loans, advances and leases			
Unclassified:			
Standard loan		2,175,731,769	1,856,560,941
Special mention account (SMA)		17,698,177	67,187,598
Sub. Total		2,193,429,946	1,923,748,539
Classified			
Sub-standard		16,900,576	22,116,520
Doubtful		13,520,144	15,023,712
Bad / Loss		33,135,080	40,100,134
Sub. Total		63,555,800	77,240,366
Total	Annexure-6	2,256,985,746	2,000,988,905



		(Amount in BDT)	
		As at 31 Dec, 2020	As at 31 Dec, 2019
5.7 Particulars of required provision for loans and advances			
General Provision	Rate	Base for provision as at 31 Dec 2020	Required for provision as at 31 Dec 2020
Loans and Advances(Excluding SMA)	0.25%	2,175,731,769	5,439,329
Special mention account (SMA)	5%	15,820,137	791,007
Sub. Total		2,191,551,906	6,230,336
Specific Provision			
Sub-standard	20%	12,689,302	2,537,860
Doubtful	50%	10,014,688	5,007,344
Bad / Loss	100%	23,155,047	23,155,047
Sub. Total		45,859,037	30,700,251
Total		2,237,410,943	36,930,588
		As at 31 Dec 2020	As at 31 Dec 2019
Required provision (general) for loans and advance		36,930,588	48,142,767
Total provision (general) maintained	9.1.b	36,940,000	48,142,767
Excess / (short) general provision at 31 December, 2020		<u>9,412</u>	<u>-</u>
Required special provision for loans(COVID 19)	9.1.c	22,569,857	-
Maintained special provision for loans(COVID 19)	9.1.c	22,569,857	-
Excess / (short) special provision at 31 December, 2020		<u>-</u>	<u>-</u>



6 Fixed assets including premises, furniture and fixtures as at 31 December 2020

(Amount in Taka)

SL No.	Name of assets	Value at cost				Depreciation				Written down value as on 31-12-2020	Written down value as on 31-12-2019	
		Opening	Addition	Disposal	Closing	Rate %	Opening	Charged	Adjustment			Closing
1	Land and Buildings	-	-	-	-	10	-	-	-	-	-	-
2	Motor Vehicles	13,148,799	3,515,725	-	16,664,524	20%	12,456,149	1,307,441	-	13,763,590	2,900,934	692,650
3	Computers	8,754,569	134,214	-	8,888,783	20%	8,061,043	320,198	-	8,381,241	507,542	693,526
4	Furniture & Fixtures	8,386,222	1,070,454	-	9,456,676	10%	5,382,104	788,836	-	6,170,940	3,285,736	3,004,117
5	Other/Office Equipments	148,591	-	-	148,591	20%	142,500	3,495	-	145,995	2,596	6,092
6	Electrical Equipments	689,641	15,497	-	705,138	20%	608,248	62,469	-	670,717	34,421	81,393
7	Library Books	43,365	-	-	43,365	20%	38,293	3,269	-	41,562	1,803	5,072
	Total	31,171,187	4,735,890	-	35,907,077		26,688,337	2,485,708	-	29,174,045	6,733,032	4,482,850
	Balance as at 31 December-2019	30,696,382	474,805	-	31,171,187		22,810,252	3,878,085	-	26,688,337	4,482,850	-



		(Amount in BDT)	
	Note	As at 31 Dec 2020	As at 31 Dec 2019
7 Other Assets:		115,367,927	88,142,368
Security Deposit		2,600	2,600
Advance Income Tax	7.1	113,436,745	75,220,893
Receivable from Agrani Bank Limited		-	7,322,127
Interest Receivable from FDR		-	327,420
Deferred Tax Assets	7.2	1,603,156	1,488,902
Advance against other Expenses		6,931	16,905
Advance for Purchasing Motor Vehicles/motor Cycles		-	3,515,725
Advance Rent on Premises		161,794	247,796
Receivable from CPF		42,205	-
Accrued Interest Income on Loans and Advances (COVID 19)		114,496	-
7.1 Advance Income Tax	7.1.c	113,436,745	75,220,893
Advance Tax deducted at sources (TDS)	7.1.a	3,657,498	5,759,162
Advance Income Tax (paid)	7.1.b	109,779,247	69,461,731
7.1.a Advance Tax deducted at sources (TDS)		3,657,498	5,759,162
Opening balance		5,759,162	13,168,428
Add: Addition during the year		163,832	1,687,712
Less: Adjustment of AIT (TDS) for 2015		-	(3,770,089)
Less: Adjustment of AIT (TDS) for 2016		-	(5,326,889)
Less: Adjustment of AIT (TDS) for (up to)2017		(2,265,496)	-
Closing balance		3,657,498	5,759,162
7.1.b Advance Income Tax (paid)		109,779,247	69,461,731
Opening balance		69,461,731	63,601,499
Add: Addition for the year for 2015		406,383	755,000
Add: Addition for the year for 2016		1,712,528	200,000
Add: Addition for the year for 2017		6,189,540	-
Add: Addition for the year for 2018		-	10,223,840
Add: Addition for the year for 2019		11,435,227	32,400,000
Add: Addition for the year for 2020		35,115,120	-
Less: Adjustment for 2014		-	(764,854)
Less: Adjustment for 2015		-	(31,675,604)
Less: Adjustment for 2016		-	(5,278,150)
Less: Adjustment up to 2017		(14,541,282)	-
Closing balance		109,779,247	69,461,731
7.1.c Summary of advance tax			
For income year 2018 (assessment year 2019-20)		32,634,854	-
For income year 2019 (assessment year 2020-21)		45,522,939	-
For income year 2020 (assessment year 2021-22)		35,278,952	-
Total		113,436,745	-
7.2 Provision for Deferred tax		(114,254)	(148,426)
Fixed Asset as per Accounts		6,733,031	4,482,850
Fixed Asset as per Tax base		(10,740,920)	(8,205,104)
		(4,007,889)	(3,722,254)
Tax Rate		40.00%	40.00%
Deferred Tax Liability/(Assets)		(1,603,156)	(1,488,902)

Deferred Tax Liability/(Assets) as on 31 December 2020 is Tk.(-16,03,156). As on 31 December 2019 balance was Tk.(-14,88,902) and Provision for Deferred tax has been made by Tk.(-1,14,254) during the year 2020.



		(Amount in BDT)	
	Note	As at 31 Dec 2020	As at 31 Dec 2019
8	Borrowings from other Banks, Financial Institutions and agents	704,879,113	522,795,192
	Borrowing OD Loan from Agrani bank Ltd.	702,999,113	522,795,192
	Borrowing from BD Bank (Refinance: COVID 19)	1,880,000	-
8.1	Borrowing OD Loan from Agrani bank Ltd.	-	-
	Opening balance	522,795,192	412,306,011
	Add: Addition during the year	304,503,921	350,889,181
	Less: Payment made during the the year	(124,300,000)	(240,400,000)
	Closing balance	702,999,113	522,795,192
8.2	Borrowing from BD Bank (Refinance: COVID 19)	-	-
	Opening balance	-	-
	Add: Addition during the year	1,880,000	-
	Less: Payment made during the the year	-	-
	Closing balance	1,880,000	-
9	Other Liabilities	265,061,035	260,061,235
	Provision for loans and advances	59,509,860	48,142,766
	Provision for expenses	116,080	1,445,500
	Provision for incentive bonus	16,256,410	15,394,894
	Provision for current tax	130,982,725	85,285,150
	Provision for tax deducted at source	50	78,443
	Provision for VAT	117,048	12,055
	Interest payable on refinance scheme:BB (COVID19)	6,267	-
	Payable to Agrani Bank	-	55,672,663
	Provision for audit fees	250,383	196,766
	Interest suspense	8,727,137	4,737,923
	Loan risk/ loan risk coverage fund	49,095,075	49,095,075
9.1	Provision for loans and advances	-	-
	Opening balance	48,142,766	42,707,877
	Add: Addition during the year	2,870,348	5,063,869
	Add: Charge to Profit and Loss Account	8,496,746	-
	Add: Loan risk/ loan risk coverage fund	-	6,448,721
	Less: Write off during the year	-	(6,077,701)
	Less: Interest waived during the year 2018	-	-
	Closing balance	59,509,860	48,142,766
9.1.a	Summary of provision for loans and advances	-	-
	General provision for loans and advances	36,940,000	48,142,767
	Special provision for loans and advances (COVID 19)	22,569,857	-
	Total	59,509,857	48,142,767
9.1.b	General provision for loans and advances	36,940,000	48,142,767
	Provision for unclassified loans and advances	6,233,000	7,954,571
	Specific provision (for classified loans and advances)	30,707,000	40,188,196
9.1.c	Special provision for loans and advances (COVID 19)	22,569,857	-

The amount of TK. 2,25,69,857 (1% of total outstanding) has been kept as special provision for COVID 19 issues.



		(Amount in BDT)	
		As at 31 Dec 2020	As at 31 Dec 2019
8	Borrowings from other Banks, Financial Institutions and agents	702,099,113	722,795,192
	Borrowing (C/D) Loans from Agrani bank Ltd	915,000,113	722,795,192
	Borrowing from BD Bank (Refinance: COVID 19)	1,880,000	-
8.1	Borrowing (C/D) Loans from Agrani bank Ltd		
	Opening balance	722,795,192	117,566,311
	Add Addition during the year	915,000,113	550,989,191
	Less Payment made during the the year	(124,500,000)	(740,000,000)
	Closing balance	702,099,113	722,795,192
8.2	Borrowing from BD Bank (Refinance: COVID 19)		
	Opening balance	-	-
	Add Addition during the year	1,880,000	-
	Less Payment made during the the year	-	-
	Closing balance	1,880,000	-
9	Other Liabilities	263,061,035	260,061,235
	Provision for loans and advances	59,309,860	48,142,766
	Provision for expenses	116,080	1,445,300
	Provision for incentive bonus	16,256,410	15,394,894
	Provision for current tax	130,982,725	85,280,150
	Provision for tax deducted at source	50	78,443
	Provision for VAT	117,048	12,055
	Interest payable on refinance scheme BB (COVID19)	6,267	-
	Payable to Agrani Bank	-	55,672,663
	Provision for audit fees	250,183	198,766
	Interest suspense	8,727,137	4,737,923
	Loan risk/ loan risk coverage fund	49,095,075	49,095,075
9.1	Provision for loans and advances		
	Opening balance	48,142,766	42,707,877
	Add Addition during the year	2,870,348	5,063,869
	Add Charge to Profit and Loss Account	8,496,746	-
	Add Loan risk/ loan risk coverage fund	-	6,448,721
	Less Write off during the year	-	(6,077,701)
	Less Interest waived during the year 2018	-	-
	Closing balance	59,509,860	48,142,766
9.1.a	Summary of provision for loans and advances		
	General provision for loans and advances	36,940,000	48,142,767
	Special provision for loans and advances (COVID 19)	22,569,857	-
	Total	59,509,857	48,142,767
9.1.b	General provision for loans and advances		
	Provision for unclassified loans and advances	6,233,000	7,954,571
	Specific provision (for classified loans and advances)	30,707,000	40,188,196
9.1.c	Special provision for loans and advances (COVID 19)	22,569,857	-

Annexure-5

The amount of TK. 2,25,69,857 (1% of total outstanding) has been kept as special provision for COVID 19 issues.



(Amount in BDT)

	Note	As at 31 Dec 2020	As at 31 Dec 2019
9.1.d			
As mentioned in note 1.1, the Company has taken over the on going work of Small Enterprise Development Project (SEDP) on a going concern basis. The balance of provision for loans and advances up to the year 2019 was Tk. 4,81,42,767 and an additional amount of Tk.28,70,348 during the year 2020 represented amount recovered from previous write off (principal) loans and advances. In 2017 Bangladesh Bank has advised through letter Ref: FIID/I-14/2017-474 dated 04 May, 2017 not to collect any amount in the name of Loan Risk Fund and Loan Risk Coverage Fund as well as to adjust the amount of this fund gradually. Following the advice of Bangladesh Bank and consequently the decision of the Board of the company deficit of required provision has been transferred from Loan Risk/Loan Risk Coverage Fund TK.64,48,721 (note no. 9.7) during the year 2019 with the view to adjust the balance. But, during the year 2020 no amount has been transferred from Loan Risk/Loan Risk Coverage Fund.			
9.2 Provision for expenses		116,080	1,445,500
Opening balance		1,445,500	170,231
Add: Addition during the period	9.2.1	116,080	1,445,500
Less: Adjusted/transfer during the period		(1,445,500)	(170,231)
Closing balance		116,080	1,445,500
9.2.1 Provision for expenses added during this period		116,080	1,445,500
Maintenance of software and CIB charge		-	397,500
Office rent		-	700,000
Electricity bill		25,000	133,000
Travelling expenses/office shifting		-	100,000
Repair and maintenance of electric equipment and lighting materials		-	50,000
Repair and maintenance of furniture and fixtures		-	50,000
Provision for other legal expenses for Sadarpur Br.		91,080	-
Provision for telephone bill		-	15,000
Closing balance		116,080	1,445,500
9.3 Provision for Incentive Bonus		16,256,410	15,394,894
Opening balance		15,394,894	16,239,454
Add: Provision made during year for all employees	29.1.a	9,680,000	10,280,000
Add: Provision made during year for MD and CEO	29.1.a	320,000	320,000
Less: Payment made during the year for all employees		(9,138,484)	(11,017,930)
Less: Payment made during the year MD and CEO		-	(426,630)
Closing balance		16,256,410	15,394,894
9.4 Provision for Current tax		130,982,725	85,285,150
Opening balance		85,285,150	85,466,414
Add: Provision for prior year (2015)		-	1,111,383
Add: Provision for prior year (2016 and 2017)	30.2	8,076,265	-
Add: Provision made during the year	30.1	54,428,088	45,522,939
Less: Adjustment with advance tax for previous years		-	(764,854)
Less: Adjustment with advance tax for the year 2015		-	(35,445,693)
Less: Adjustment with advance tax up to 2017		(16,806,778)	(10,605,039)
Closing balance		130,982,725	85,285,150
9.4.a. Summary of provision for Current tax			
Deferred Tax Liabilities/(Assets)		(1,603,156)	
Provision for Current tax 2018 (assessment 2019-20)		32,634,854	
Provision for Current tax 2019 (assessment 2020-21)		45,522,939	
Provision for Current tax 2020 (assessment 2021-22)		54,428,088	
		130,982,725	-

Provision made during the year includes provision for tax on current year's taxable income @ 40%, 5,44,28,088/- for year 2020. Besides, it has been also included provision of tax for the previous years (2018 and 2019) as tax assessment under processing by the tax authority. So provision of tax for the year ended '31 December 2018 and 2019 has been included in provision for current tax.



(Amount in BDT)

	Note	As at 31 Dec 2020	As at 31 Dec 2019
9.5 Payable to Agrani Bank Ltd. Tk. 55,672,663			
This represents payable to Agrani Bank Limited on account of final settlement of outstanding loans and advances and interest thereon as on the dates of closing of loan giving activities jointly with the company by the Agrani Bank Ltd. The account has been taken as determined by the Agrani Bank Ltd.			
However, as per decision of the Audit committee and the Board of the Company, the amounting (55,672,663-73,22,127) Tk. 4,83,50,536 had been paid to the holding company, Agrani Bank Limited as on 03.02.2020 to adjust receivable from Agrani Bank Limited Tk. 73,22,127. It had been also agreed by the Holding company, Agrani Bank Limited. Bangladesh Bank had also expressed their opinion to adjust receivable Tk. 73,22,127 with payable of Agrani Bank Limited Tk. 55,672,663.			
9.6 Interest suspense		<u>8,727,137</u>	<u>4,737,923</u>
Opening balance		4,737,923	2,463,904
Add: During this period	Annexure-7	40,489,010	8,433,522
Less: Transfer to interest income	Annexure-7	(36,499,796)	(6,159,503)
Closing balance		<u>8,727,137</u>	<u>4,737,923</u>
9.7 Loan risk/ loan risk coverage fund		<u>49,095,075</u>	<u>49,095,075</u>
Opening balance		49,095,075	55,550,569
Less: Interest waived during the year		-	(6,773)
Less: Transfer to provision for loans and advances (note no. 9.8)		-	(6,448,721)
Closing balance		<u>49,095,075</u>	<u>49,095,075</u>

In 2017 Bangladesh Bank has advised through letter Ref: FIID/I-14/2017-474 dated 04 May, 2017 not to collect any amount in the name of Loan Risk Fund and Loan Risk Coverage Fund as well as to adjust the amount of this fund gradually. Following the advice of Bangladesh Bank and consequently the decision of the Board of the company deficit of required provision against loans and advances has been transferred to Loan Risk/Loan Risk Coverage Fund TK. 64,48,721 in 2019 with the view to adjust the balance gradually.

10 Share capital

10.1 Authorized Capital :	<u>5,000,000,000</u>	<u>5,000,000,000</u>
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The authorized capital of the company is Taka 5,000,000,000 divided into 50,000,000 ordinary shares of Taka. 100.00 each.

10.2 Issued, subscribed and fully paid up capital :

Opening balance	1,000,000,000	1,000,000,000
Add: Issued bonus share	-	-
Add: Issued right share	-	-
Closing balance	<u>1,000,000,000</u>	<u>1,000,000,000</u>

During the year 2012 the company has issued 400,000 bonus share from General reserve and Right share (5:1) to meet the capital requirements as prescribed by Bangladesh Bank through DFIM circular dated on July 24, 2011. The paid up capital of the company is Taka. 1,000,000,000 divided into 10,000,000 ordinary shares of Taka. 100.00 each. This has been made in accordance with the Financial Institution Act 1993.



(Amount in BDT)

Note

As at
31 Dec 2020As at
31 Dec 2019**10.3 Capital Adequacy ratio (CAR)**

In terms of section 13(2) of the Bank Companies Act, 1991 and Bangladesh Bank BRPD circulars nos. 01,14,10 and 05 dated January 08, 1996, November 25, 2002 and May 14, 2007 respectively required a capital of the Company at the close of the business on 31 December 2020 was Taka 1000,000,000 (10% of risk weighted assets i.e.) TK. 20,01,29,355 or as per Bangladesh Bank DFID Circular no - 5 dated 24th July 2011 required paid up capital Tk. 1000,000,000) as against available core capital of TK.143,55,52,395 and supplementary capital of TK.62,30,336 making the total capital of TK.144,17,82,732 thereby showing a surplus capital/equity of TK.44,17,82,732 at that date. Details are shown below:

Total Asset including off balance sheet items		2,405,492,543	2,154,972,505
Total risk weighted asset		2,001,293,552	1,736,402,033
Required capital (10% of risk weighted asset)		200,129,355	173,640,203
Minimum Capital Required		1,000,000,000	1,000,000,000
Actual Capital Held		1,441,782,732	1,380,070,649
Core Capital	10.3.1	1,435,552,395	1,372,116,078
Supplementary Capital	10.3.2	6,230,336	7,954,571
Total Capital Surplus/ (deficit)		<u>441,782,732</u>	<u>380,070,649</u>

Capital Adequacy Ratio (CAR) Based on | Basel II framework

	2020	
	Required	Held
Capital requirement:		
Tier -I (Minimum 10% of RWA)	1,000,000,000	1,435,552,395
Tier -II (Balancing)	-	6,230,336
Total	<u>1,000,000,000</u>	<u>1,441,782,732</u>

10.3.1 Core Capital (Tier -I)

Paid up Capital		1,000,000,000	1,000,000,000
Statutory Reserve	11	75,146,603	62,459,340
General Reserve	12	54,731,264	54,731,264
Retained Earnings		305,674,528	254,925,474
		<u>1,435,552,395</u>	<u>1,372,116,078</u>

10.3.2 Supplementary Capital (Tier - II)

General Provision maintained against unclassified loans		6,230,336	7,954,571
General Provision @ 1% against off balance sheet exposures		-	-
Asset revaluation reserve		-	-
Revaluation reserve for equity instruments up to 10%		-	-
Revaluation on investment		-	-
		<u>6,230,336</u>	<u>7,954,571</u>
Total Actual Capital Maintained		<u>1,441,782,732</u>	<u>1,380,070,649</u>

11 Statutory reserve

Opening balance		62,459,340	48,047,388
Add: Transfer from appropriation of profit		12,687,264	14,411,952
Closing Balance		<u>75,146,603</u>	<u>62,459,340</u>



	<u>Note</u>	(Amount in BDT)	
		As at 31 Dec 2020	As at 31 Dec 2019
12 General Reserve		54,731,264	54,731,264
Opening balance		54,731,264	54,731,264
Add: Transfer from appropriation of profit		-	-
Less: Issuing bonus share		-	-
Closing balance		<u>54,731,264</u>	<u>54,731,264</u>
13 Retained Earnings		305,674,528	254,925,474
Opening balance		254,925,474	189,955,539
Add/less: Prior year adjustment		-	7,322,127
Add: Retained surplus during the year		50,749,054	57,647,808
Less: Issuing bonus share		-	-
Closing balance		<u>305,674,528</u>	<u>254,925,474</u>
14 Events after the reporting period			
14.1 Dividend for the year 2020			
Cash dividend		20,000,000	-
Stock dividend		-	-

The Board of Director of Agrani SME Financing Company Limited at its 102th Board Meeting held on 24th June, 2021 recommended to the shareholders a cash dividend @ 2% i.e BDT 2.00 per share (amounting to BDT 2,00,00,000) based on financial performance of 2020. This will be considered for approval by the shareholder at the 10th AGM of the company.

14.2 COVID-2019

It is noted that the COVID-2019 issues have been continuing also in 2021. For this reason, the targeted performance of the company during the year 2021 might be affected to some extent.

15 Earnings Per Share (EPS)

Net profit/(loss) after tax	63,436,318	72,059,759
Weighted average number of ordinary shares	10,000,000	10,000,000
Earnings Per Share (EPS)	<u>6.34</u>	<u>7.21</u>

Earnings per Share (EPS) have been computed by dividing the profit after tax by the weighted average number of ordinary shares as on 31 December 2020.



(Amount in BDT)

	Note	For the year 2020	For the year 2019
16 Interest Income		292,326,676	266,441,369
Interest on loans and advances (without COVID 19)	Annex-2	288,983,506	250,342,467
Interest on loans and advances (COVID 19)	Annex-2	206,079	-
Interest recovered from write-off loans and advances	Annex-2	1,944,291	2,881,030
Interest on short term deposits	Annex-2	1,023,587	1,476,178
Interest on fixed deposits	Annex-1	363,213	11,541,694
17 Interest Paid on Borrowings		36,270,188	29,764,181
Interest on CD Loan from Agrani bank Ltd.		36,263,921	29,764,181
Interest on borrowing from BD bank (refinance COVID-19)		6,267	-
18 Other Operating Income		4,338,683	3,044,136
Income from selling loan application form	Annex-3	412,500	464,300
Income from loan processing	Annex-3	1,344,303	1,143,430
Income from CIB processing	Annex-3	847,173	1,112,490
Income from legal charges recovery	Annex-3	36,670	11,968
Income from early settlement of loans and advances	Annex-3	1,646,384	1,814,144
Charges of Loan Statement/Certificate	Annex-3	950	-
Other income	Annex-3	50,500	493,794
19 Salaries & Allowances		97,073,492	89,639,482
Basic salaries (officer and staffs)		40,232,872	39,330,843
House rent (officer and staffs)		17,603,882	17,264,732
Medical allowances		3,006,000	3,070,887
Lunch subsidy		7,861,400	8,013,800
Festival bonus		6,708,190	6,633,603
CPI expense		4,094,214	3,984,496
Honorarium & fees (banking diploma)		230,000	-
Death relief grant scheme		25,000	-
Gratuity allowances		633,692	633,630
Contract expenses		276,293	330,370
Contingency expenses		16,157,949	9,806,134
CPI expense		-	-
Education allowances		398,000	307,081
20 Rent, Taxes, Insurance, Electricity etc.		6,306,536	6,448,714
Rent on premises (office)		4,833,824	5,083,864
Rent on premises (car parking)		35,000	-
Rent on premises (A.S.T)		427,204	700,686
Insurance charge on vehicles		199,047	170,306
Lighting charges		411,871	489,878
21 Postage, Stamps, Telecommunication etc.		609,710	444,543
Postages		187,142	226,665
Telephone charges (office)		303,513	210,431
Telephone charges (residential)		920	3,297
Stamps and revenues		18,135	4,150



(Amount in BDT)

Note

	For the year 2020	For the year 2019
22 Legal Expenses	407,122	153,282
Court fees	33,418	7,766
Lawyer's fees	-	-
Other legal expenses	373,704	145,516
23 Stationery, Printing, Advertisement etc.	1,402,416	1,311,618
Newspaper & periodicals	137,452	146,269
Printing & stationery	1,035,351	789,586
Advertisement & publicity	229,613	375,763
24 Managing Director's Salary and Allowances	597,096	1,960,000
Basic salaries	318,452	960,000
House rent allowances	159,226	480,000
Festival Bonus	-	160,000
Domestic/house maintenance allowances	39,806	120,000
Entertainment allowances	39,806	120,000
Cook and gardener allowances	39,806	120,000
<p>Managing Director of the company has received remuneration for the period from 1 January to 12 April 2020 and 14 December to 31 December 2020 at the rate of Tk.150,000/- per month as per contract.</p>		
25 Directors' Fees and Allowances	304,000	336,000
Honorarium & fees	304,000	336,000
Allowances	-	-
<p>Each director (except MD & CEO) for every attendance in Board/Committee Meeting gets Tk.8,000. No other charges or allowances has not been paid to the directors of the company.</p>		
26 Auditor's Fees	244,000	196,766
Audit fees (statutory audit)	184,000	184,000
Audit fees (others)	60,000	12,766
27 Depreciation and Repair of Company's assets	3,465,536	4,695,220
27.1 Depreciation of company's assets:		
Buildings	-	-
Furniture & Fixtures	788,836	796,116
Motor Vehicles	1,307,441	2,050,849
Other/Office Equipments	3,495	2,580
Computers	320,198	940,319
Electrical Equipments	62,469	82,150
Library Books	3,269	6,071
Sub total	2,485,708	3,878,085
27.2 Repair and maintenance of company's assets		
Repairs-furniture & fixtures	41,546	76,164
Repairs-motor vehicles	435,617	158,054
Repairs-office equipments	6,706	38,357
Repairs & maintenance of computers	429,460	434,787
Repairs elect. equipment & lighting materials	66,499	109,773
Sub total	979,828	817,135

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(Amount in BDT)

	Note	For the year 2020	For the year 2019
28 Other Expenses		6,080,100	7,392,023
Petroleum, oil & lubricant for vehicles		857,537	501,184
Entertainment charges (general)		482,467	764,271
Travelling expenses (inland)		326,328	694,948
Upkeep of office premises		359,227	282,284
Business development expenses		17,281	287,158
Training expenses		83,954	68,553
Washing charges		15,245	9,030
Closing expenses		322,000	335,000
Fees & commission		52,503	34,914
AGM/EGM expenses		74,207	62,979
Annual sports, picnic and cultural program		299,691	-
Bank Charge		74,883	64,500
Board meeting expense (entertainment)		34,896	89,526
E-mail & internet		498,675	458,399
Excise duty		205,500	273,592
Maintenance of software		1,144,800	1,096,200
Other professional and legal expenses		34,500	234,500
Entertainment charges (celling)		12,000	-
Recruitment Expenses		-	23,000
VAT expenses		40,328	50,400
Conveyance allowances for recovery drive		1,144,078	2,060,660
Miscellaneous expenses		-	925
29 Provisional Expenses		18,496,746	10,600,000
29.1 Provision for loans and advances		8,496,746	-
29.2 Provision for incentive bonus	29.1.a	10,000,000	10,600,000
29.3 Provision for other assets		-	-
29.1.a Provision for incentive bonus			
Provision made during year for all employees		9,680,000	10,280,000
Provision made during year for MD and CEO		320,000	320,000
Total		10,000,000	10,600,000
30 Provision for Taxes		62,390,099	46,485,896
30.1 Current tax		54,428,088	45,522,939
30.2 Prior tax		8,076,265	1,111,383
30.3 Deferred tax		(114,254)	(148,426)
31 Performance Evaluation			
Return on average investment		4.52%	5.41%
Return on average asset		2.78%	3.49%
Average yield on Loan & Advance		13.67%	14.11%
Average yield on Balance with Banks		3.48%	7.86%
Earning Per Share (Taka)	15	6.34	7.21
Net Asset Value Per Share (Taka)		143.56	137.21


Head of Accounts


Chief Financial Officer


Managing Director & CEO


Director


Chairman



Agrani SME Financing Company Limited
Schedule of Fixed Deposit With other Banks
As at 31 December 2020

Annexure-1 (Amount in BDT)												
SL No.	Bank/Financial Institutions Name	Fund/ FDR	Opening date	Value as on 31.12.2019	New FDR	Interest received	Tax deducted at source	Bank charge	Others (Excise Duty)	Encashment	Maturity/ Transfer	Value as on 31.12.2020
1	Padma Bank Ltd.	General	7-Oct-19	10,000,000	-	517,633	51,763	460	27,000	10,438,410		-
2	Padma Bank Ltd.	General	7-Oct-19	10,000,000	-	175,000	17,500	-	-	10,157,500		-
Total				20,000,000	-	692,633	69,263	460	27,000	20,595,910		-

Summary:

Particulars	Interest Income
Total FDR	692,633
Less: FDR Receivable as on 31-12-19	327,420
Addition : FDR Receivable as on 31-12-20	-
Balance transferred to income statement	365,213



Schedule of Interest Income
As at 31 December 2020

Annexure-2

(Amount in BDT)

SL No.	Name of Branch/HO	Interest on Loans & Advances (Without COVID-19)	Interest on Loans & Advances from COVID-19	Interest Recovered from Write-off Loans & Advances	Interest on FDR	Interest on Short Term Deposits	Total
1	A Hamid Road Branch, Pabna	8,094,241	9,501	-	-	16,627	8,120,369
2	Principal Branch, Dhaka	2,778,722	3,688	-	-	28,237	2,810,647
3	Natun Bazar Branch, Barishal	5,800,535	437	-	-	22,027	5,822,999
4	Chandpur Branch, Chadpur	1,638,270	1,213	-	-	13,418	1,652,901
5	Gazipur Branch, Gazipur	3,239,726	6,370	-	-	18,291	3,264,387
6	Madhabdi Branch	7,514,281	24,526	-	-	26,025	7,564,832
7	Sunamgonj Branch, Sunamgonj	5,723,637	4,975	-	-	20,547	5,749,159
8	Cumilla Branch, Cumilla	4,259,257	-	-	-	16,573	4,275,830
9	Moulivibazar Branch, Moulivibazar	2,275,867	2,610	-	-	12,964	2,291,441
10	Sayestaganj Branch	728,129	325	-	-	10,666	739,120
11	Sylhet Branch, Sylhet	491,747	5,012	-	-	9,337	506,096
12	Mymensingh Branch, Mymensingh	6,149,891	11,875	12,000	-	6,653	6,180,419
13	Muktagacha Branch	8,204,235	7,400	-	-	27,575	8,239,210
14	Haluaghat Branch	2,986,335	1,938	76,074	-	-	3,064,347
15	Trishal Branch	7,026,391	7,125	67,057	-	19,067	7,119,640
16	Sherpur Branch, Sherpur	9,133,788	6,825	301	-	-	9,140,914
17	Netrakona Branch, Netrakona	7,365,734	188	-	-	38,556	7,404,478
18	Kendua Branch	4,738,632	2,438	800	-	-	4,741,870
19	Fulbaria Branch	3,776,872	2,400	162,339	-	-	3,941,611
20	Bhaluka Branch	6,636,405	-	-	-	50,419	6,686,824
21	Gafargaon Branch	5,335,404	4,250	-	-	4,400	5,344,054
22	Ishwarganj Branch	7,133,755	4,700	1,000	-	-	7,139,455
23	Nandail Branch	4,508,499	4,870	6,745	-	23,943	4,544,057
24	Phulpur Branch	7,372,190	6,175	-	-	39,939	7,418,304
25	Kishoreganj Branch, Kishoreganj	3,025,904	3,713	2,129	-	-	3,031,746
26	Karimganj Branch	4,666,753	900	1,422	-	-	4,669,075
27	Katiadi Branch	5,594,583	1,275	47,381	-	-	5,643,239
28	Jamalpur Branch, Jamalpur	6,624,119	1,038	1,000	-	-	6,626,157
29	Madhupur Branch	6,072,096	688	-	-	30,036	6,102,820
30	Gopalpur Branch	5,246,429	500	-	-	29,846	5,276,775
31	Gouripur Branch	2,656,586	1,313	42,286	-	-	2,700,185
32	Pakundia Branch	7,104,623	10,169	-	-	23,547	7,138,339
33	Mithamoin Branch	2,168,801	3,100	-	-	13,193	2,185,094
34	Faridpur Branch, Faridpur	6,691,399	825	334,040	-	14,810	7,041,074
35	Charbhadrasan Branch	2,963,772	800	4,015	-	25,136	2,993,723
36	Sadarpur Branch	3,037,470	848	111,794	-	12,691	3,162,803
37	Bhanga Branch	7,063,134	1,724	37,792	-	29,600	7,132,250
38	Nagarkanda Branch	5,883,626	12,151	18,484	-	26,413	5,940,674
39	Boalmari Branch	6,488,742	-	173	-	23,847	6,512,762
40	Alfadanga Branch	8,392,879	100	36,666	-	43,866	8,473,511
41	Rajbari Branch, Rajbari	7,686,230	6,625	2,295	-	29,517	7,724,667
42	Pangsha Branch	9,105,317	5,900	34,285	-	4,400	9,149,902
43	Goalanda Branch	6,331,882	10,163	4,000	-	13,463	6,359,508
44	Gopalganj Branch, Gopalganj	7,263,565	2,413	282,355	-	-	7,548,333
45	Tungipara Branch	2,989,910	1,025	12,587	-	25,183	3,028,705
46	Kotalipara Branch	8,643,643	919	390,384	-	30,160	9,065,106
47	Madaripur Branch, Madaripur	7,245,207	4,263	-	-	-	7,249,470
48	Kalkini Branch	7,423,050	2,726	-	-	28,423	7,454,199
49	Rajoir Branch	2,990,958	-	4,124	-	-	2,995,082
50	Shibchar Branch	5,982,662	-	26,697	-	34,689	6,044,048
51	Shariatpur Branch, Shariatpur	5,124,092	5,890	11,017	-	3,347	5,144,346
52	Madhukhali Branch	6,600,619	3,300	43,767	-	18,307	6,665,993
53	Baliakandi Branch	5,004,912	4,870	169,282	-	-	5,179,064
	Branch Total	288,985,506	206,079	1,944,291	-	865,737	292,001,612
54	Head Office	-	-	-	365,213	159,850	525,063
	Total	288,985,506	206,079	1,944,291	365,213	1,025,587	292,526,676



Agrani SME Financing Company Limited
Schedule of Other Operating Income
As at 31 December 2020

Annexure-3
(Amount in BDT)

SL No.	Name of Branch/HO	Income from Selling Loan Application Form	Income from Loan Processing	Legal Expenses Recovery	Income from Early Settlement	Income from CIB Processing	Charges of Loan Statement/Certificates	Others	Total
1	A Hamid Road Branch, Pabna	7,100	30,625	-	43,475	-	-	-	81,200
2	Principal Branch, Dhaka	4,600	24,000	-	12,358	-	-	-	40,958
3	Natun Bazar Branch, Barishal	12,700	30,250	-	22,340	-	-	-	65,290
4	Chandpur Branch, Chadpur	2,600	9,250	-	3,846	-	-	-	15,696
5	Gazipur Branch, Gazipur	4,000	17,500	-	24,492	-	-	-	45,992
6	Madhabdi Branch	10,900	41,625	-	34,250	-	-	-	86,775
7	Sunamgonj Branch, Sunamgonj	6,400	20,100	-	6,057	-	-	-	32,557
8	Cumilla Branch, Cumilla	4,200	13,750	-	11,021	-	-	-	28,971
9	Moulivibazar Branch, Moulivibazar	7,200	18,650	-	3,110	-	-	-	28,960
10	Sayestaganj Branch	3,100	8,050	-	-	-	-	-	11,150
11	Sylhet Branch, Sylhet	4,500	15,375	-	-	-	-	-	19,875
12	Mymensingh Branch, Mymensingh	9,600	32,975	-	38,601	-	-	-	81,176
13	Mukttagacha Branch	9,700	32,250	-	61,759	-	-	-	103,709
14	Haluaghat Branch	7,800	19,875	-	12,608	-	-	-	40,283
15	Trishal Branch	10,700	39,625	-	34,987	-	-	-	85,312
16	Sherpur Branch, Sherpur	9,300	41,375	-	56,254	-	-	-	106,929
17	Netrakona Branch, Netrakona	10,800	31,975	-	25,545	-	-	-	68,320
18	Kendua Branch	7,300	26,050	-	9,611	-	-	-	42,961
19	Fulbaria Branch	4,700	14,000	-	19,589	-	-	-	38,289
20	Bhaluka Branch	12,300	35,725	-	73,759	-	-	-	121,784
21	Gafargaon Branch	6,900	24,925	-	58,493	-	-	-	90,318
22	Ishwarganj Branch	6,900	21,500	-	49,161	-	-	-	77,561
23	Nandail Branch	8,400	26,275	-	20,980	-	-	-	55,655
24	Phulpur Branch	3,100	9,750	-	29,892	-	-	-	42,742
25	Kishoreganj Branch, Kishoreganj	4,400	14,753	-	17,382	-	-	-	36,535
26	Karimganj Branch	3,800	11,050	-	16,300	-	-	-	31,150
27	Katiadi Branch	9,200	29,225	-	52,032	-	-	-	90,457
28	Jamalpur Branch, Jamalpur	7,900	28,500	-	96,447	-	-	-	132,847
29	Madhupur Branch	8,300	25,750	-	22,677	-	-	-	56,727
30	Gopalpur Branch	7,300	25,775	-	24,136	-	-	-	57,211
31	Gouripur Branch	2,900	7,450	-	19,017	-	50	-	29,417
32	Pakundia Branch	15,800	48,000	-	71,679	-	-	-	135,479
33	Mithamoin Branch	8,600	21,000	-	21,423	-	-	-	51,023
34	Faridpur Branch, Faridpur	8,700	29,425	-	49,937	-	-	-	88,062
35	Charbhadrasan Branch	5,200	15,700	-	16,035	-	-	-	36,935
36	Sadarpur Branch	3,400	9,050	-	22,531	-	-	-	34,981
37	Bhanga Branch	10,000	35,000	-	21,670	-	-	-	66,670
38	Nagarkanda Branch	7,300	24,800	-	20,154	-	-	-	52,254
39	Boalmari Branch	11,800	24,425	-	31,960	-	850	-	69,035
40	Alfadanga Branch	12,700	41,225	20,533	99,533	-	-	-	173,991
41	Rajbari Branch, Rajbari	10,300	36,500	-	34,462	-	-	-	81,262
42	Pangsha Branch	13,500	43,100	-	30,375	-	-	-	86,975
43	Goalanda Branch	9,700	31,375	1,000	55,268	-	-	-	97,343
44	Gopalgonj Branch, Gopalgonj	6,000	18,500	-	22,977	-	-	-	47,477
45	Tungipara Branch	5,500	17,925	-	15,882	-	-	-	39,307
46	Kotalipara Branch	10,800	40,100	1,120	59,619	-	50	-	111,689
47	Madaripur Branch, Madaripur	8,700	27,125	-	46,365	-	-	-	82,190
48	Kalkini Branch	9,800	30,100	-	21,004.00	-	-	-	60,904
49	Rajoir Branch	1,300	3,250	-	14,892	-	-	-	19,442
50	Shibchar Branch	12,500	40,300	-	10,054	-	-	-	62,854
51	Shariatpur Branch, Shariatpur	5,800	21,125	-	26,489	-	-	-	53,414
52	Madhukhali Branch	8,900	30,750	-	25,164	-	-	-	64,814
53	Baliakandi Branch	7,600	27,750	34,017	28,732	-	-	-	98,099
	Branch Total	412,500	1,344,503	56,670	1,646,384	-	950	-	3,461,008
54	Head Office	-	-	-	-	847,175	-	50,500	897,675
	Total	412,500	1,344,503	56,670	1,646,384	847,175	950	50,500	4,358,683



Agrani SME Financing Company Limited
Balance with other Banks
As at 31 December 2020

Annexure-4
(Amount in BDT)

SL No.	Branches/HO	STD Revolving Bank A/C	Operational Expenses Bank A/C	Recruitment Bank A/C	Others (if any)	2020	2019
1	A Hamid Road Branch, Pabna	231,315	-	-	-	231,315	570,001
2	Principal Branch, Dhaka	157,165	612	-	-	157,777	319,198
3	Natun Bazar Branch, Barishal	819,302	-	-	-	819,302	742,427
4	Chandpur Branch, Chadpur	161,231	-	-	-	161,231	264,454
5	Gazipur Branch, Gazipur	292,600	674	-	-	293,274	594,844
6	Madhabdi Branch	278,161	-	-	-	278,161	193,168
7	Sunamgonj Branch, Sunamgonj	201,689	-	-	-	201,689	444,528
8	Cumilla Branch, Cumilla	642,015	-	-	-	642,015	275,023
9	Moulivibazar Branch, Moulivibazar	474,829	-	-	-	474,829	375,248
10	Sayestaganj Branch	17,052	692	-	-	17,744	126,104
11	Sylhet Branch, Sylhet	33,949	673	-	-	34,622	152,587
12	Mymensingh Branch, Mymensingh	422,620	1,489	-	-	424,110	515,503
13	Muktagacha Branch	581,765	0	-	-	581,765	800,729
14	Haluaghat Branch	167,100	-	-	-	167,100	937,056
15	Trishal Branch	250,222	115	-	-	250,337	306,242
16	Sherpur Branch, Sherpur	109,163	11	-	-	109,174	507,129
17	Netrakona Branch, Netrakona	1,326,511	18	-	-	1,326,529	2,237,944
18	Kendua Branch	277,108	9	-	-	277,117	1,331,562
19	Fulbaria Branch	332,119	1,400	-	-	333,519	1,391,249
20	Bhaluka Branch	1,260,794	-	-	-	1,260,794	820,471
21	Gafargaon Branch	574,109	1,104	-	-	575,214	495,765
22	Ishwarganj Branch	466,610	1	-	-	466,611	1,046,554
23	Nandail Branch	541,339	63	-	-	541,402	427,626
24	Phulpur Branch	407,334	0	-	-	407,334	528,093
25	Kishoreganj Branch, Kishoreganj	75,686	403	-	-	76,089	366,083
26	Karimganj Branch	205,634	1	-	-	205,635	459,512
27	Katiadi Branch	337,807	1	-	-	337,808	436,521
28	Jamalpur Branch, Jamalpur	339,212	-	-	-	339,212	1,384,301
29	Madhupur Branch	95,718	42	-	-	95,760	533,864
30	Gopalpur Branch	102,434	-	-	-	102,434	136,085
31	Gouripur Branch	71,120	2,214	-	-	73,334	1,656,965
32	Pakundia Branch	428,826	-	-	-	428,826	513,260
33	Mithamoin Branch	378,101	531	-	-	378,632	876,641
34	Faridpur Branch, Faridpur	519,743	243	-	-	519,986	1,336,898
35	Charbhadrasan Branch	62,220	-	-	-	62,220	278,123
36	Sadarpur Branch	555,534	-	-	-	555,534	631,384
37	Bhanga Branch	175,122	-	-	-	175,122	386,165
38	Nagarkanda Branch	57,360	-	-	-	57,360	335,682
39	Boalmari Branch	91,140	173	-	-	91,314	407,949
40	Alfadanga Branch	541,382	500	-	-	541,882	928,146
41	Rajbari Branch, Rajbari	1,347,135	1,236.0	-	-	1,348,371	579,689
42	Pangsha Branch	488,132	-	-	-	488,132	769,117
43	Goalanda Branch	70,592	178	-	-	70,770	710,942
44	Gopalganj Branch, Gopalganj	85,031	22	-	-	85,053	606,251
45	Tungipara Branch	89,482	0	-	-	89,482	236,251
46	Kotalipara Branch	468,091	2,269	-	-	470,361	519,786
47	Madaripur Branch, Madaripur	1,029,754	806	-	-	1,030,560	269,529
48	Kalkini Branch	305,574	0	-	-	305,574	398,493
49	Rajoir Branch	16,175	-	-	-	16,175	496,527
50	Shibchar Branch	410,958	-	-	-	410,958	1,079,006
51	Shariatpur Branch, Shariatpur	100,924	-	-	-	100,924	379,458
52	Madhukhali Branch	644,404	1,026	-	-	645,430	663,168
53	Baliakandi Branch	982,275	319	-	-	982,594	501,219
	Branches Total	20,101,670	16,825	-	-	20,118,495	33,280,516
	Head Office	5,186,813	461,052	58	-	5,647,922	895,164
	Grand total	25,288,483	477,876	58	-	25,766,417	34,175,681

Agrani SME Financing Company Limited
Schedule of Loan Outstanding (Principal)
As at 31 December 2020

SL No.	Branches Name	Rural/Urban Branches	Loan Outstanding as on 31.12.2020			Loan Outstanding as on 31.12.2019		
			Without COVID 19	COVID 19	Total	Without COVID 19	COVID 19	Total
			Annexure-5 (Amount in BDT)					
1	A Hamid Road Branch, Pabna	Urban Branch	57,330,451	915,122	58,245,573	57,723,571	-	57,723,571
2	Principal Branch, Dhaka	Urban Branch	29,383,485	246,639	29,630,124	20,351,719	-	20,351,719
3	Natun Bazar Branch, Barishal	Urban Branch	47,193,659	500,194	47,693,853	39,476,138	-	39,476,138
4	Chandpur Branch, Chadpur	Urban Branch	16,106,020	446,538	16,552,558	12,959,978	-	12,959,978
5	Gazipur Branch, Gazipur	Urban Branch	26,517,153	714,831	27,231,984	23,795,338	-	23,795,338
6	Madhabdi Branch	Rural Branch	59,524,456	1,893,799	61,418,255	49,246,353	-	49,246,353
7	Sunamgonj Branch, Sunamgonj	Urban Branch	42,033,078	767,211	42,800,289	37,477,615	-	37,477,615
8	Cumilla Branch, Cumilla	Urban Branch	31,006,355	-	31,006,355	29,565,364	-	29,565,364
9	Moulivibazar Branch, Moulivibazar	Urban Branch	18,940,448	335,160	19,275,608	13,292,690	-	13,292,690
10	Sayestaganj Branch	Rural Branch	6,629,451	199,144	6,828,595	2,928,922	-	2,928,922
11	Sylhet Branch, Sylhet	Urban Branch	8,366,254	317,227	8,683,481	1,277,492	-	1,277,492
12	Mymensingh Branch, Mymensingh	Urban Branch	50,167,084	1,014,278	51,181,362	42,084,601	-	42,084,601
13	Mukttagacha Branch	Rural Branch	60,209,056	1,099,288	61,308,344	56,014,102	-	56,014,102
14	Haluaghat Branch	Rural Branch	27,745,430	535,861	28,281,291	22,543,135	-	22,543,135
15	Trishal Branch	Rural Branch	54,689,682	580,467	55,270,149	48,669,689	-	48,669,689
16	Sherpur Branch, Sherpur	Urban Branch	70,909,184	1,044,533	71,953,717	60,482,464	-	60,482,464
17	Netrakona Branch, Netrakona	Urban Branch	57,633,161	300,083	57,933,244	50,441,391	-	50,441,391
18	Kendua Branch	Rural Branch	40,223,506	596,084	40,819,590	30,551,066	-	30,551,066
19	Fulbaria Branch	Rural Branch	27,167,622	281,068	27,448,690	26,800,872	-	26,800,872
20	Bhaluka Branch	Rural Branch	49,856,882	-	49,856,882	44,907,242	-	44,907,242
21	Gafargaon Branch	Rural Branch	40,483,662	469,888	40,953,550	37,611,394	-	37,611,394
22	Ishwarganj Branch	Rural Branch	52,647,895	623,090	53,270,985	48,485,539	-	48,485,539
23	Nandaail Branch	Rural Branch	34,364,621	330,164	34,694,785	31,244,569	-	31,244,569
24	Phulpur Branch	Rural Branch	53,193,369	1,160,490	54,353,859	52,090,933	-	52,090,933
25	Kishoreganj Branch, Kishoreganj	Urban Branch	25,889,366	253,150	26,142,516	23,157,784	-	23,157,784
26	Karimganj Branch	Rural Branch	32,897,055	190,400	33,087,455	34,677,867	-	34,677,867
27	Katiadi Branch	Rural Branch	41,903,594	597,568	42,501,162	39,392,172	-	39,392,172



SL No.	Branches Name	Rural/Urban Branches	Loan Outstanding as on 31.12.2020			Loan Outstanding as on 31.12.2019		
			Without COVID 19	COVID 19	Total	Without COVID 19	COVID 19	Total
28	Jamalpur Branch, Jamalpur	Urban Branch	50,241,999	697,461	50,939,460	46,367,147	-	46,367,147
29	Madhupur Branch	Rural Branch	43,223,737	250,306	43,474,043	42,916,233	-	42,916,233
30	Gopalpur Branch	Rural Branch	38,139,615	199,222	38,338,837	36,194,924	-	36,194,924
31	Gouripur Branch	Rural Branch	18,562,626	473,583	19,036,209	20,422,589	-	20,422,589
32	Pakundia Branch	Rural Branch	56,035,649	774,019	56,809,668	45,562,233	-	45,562,233
33	Mithamoin Branch	Rural Branch	16,504,814	324,377	16,829,191	14,641,404	-	14,641,404
34	Faridpur Branch, Faridpur	Urban Branch	49,392,968	98,867	49,491,835	48,589,966	-	48,589,966
35	Charbhadrasan Branch	Rural Branch	24,723,526	92,356	24,815,882	22,522,265	-	22,522,265
36	Sadarpur Branch	Rural Branch	24,321,679	670,376	24,992,055	23,034,334	-	23,034,334
37	Bhanga Branch	Rural Branch	50,375,304	300,766	50,676,070	50,221,286	-	50,221,286
38	Nagarkanda Branch	Rural Branch	43,500,682	1,358,401	44,859,083	41,774,940	-	41,774,940
39	Boalmari Branch	Rural Branch	51,588,262	-	51,588,262	44,703,034	-	44,703,034
40	Alfadanga Branch	Rural Branch	62,904,883	199,944	63,104,827	56,531,909	-	56,531,909
41	Rajbari Branch, Rajbari	Urban Branch	59,624,013	1,033,944	60,657,957	50,736,024	-	50,736,024
42	Pangsha Branch	Rural Branch	69,741,821	1,169,621	70,911,442	62,542,324	-	62,542,324
43	Goalanda Branch	Rural Branch	46,748,463	765,516	47,513,979	44,168,242	-	44,168,242
44	Gopalgonj Branch, Gopalgonj	Urban Branch	51,245,332	881,073	52,126,405	51,700,035	-	51,700,035
45	Tungipara Branch	Rural Branch	24,252,277	90,456	24,342,733	20,501,977	-	20,501,977
46	Kotalipara Branch	Rural Branch	65,114,557	223,909	65,338,466	57,322,771	-	57,322,771
47	Madaripur Branch, Madaripur	Urban Branch	54,749,249	527,895	55,277,144	51,127,574	-	51,127,574
48	Kalkini Branch	Rural Branch	60,138,675	481,211	60,619,886	47,762,219	-	47,762,219
49	Rajoir Branch	Rural Branch	31,742,876	-	31,742,876	31,645,373	-	31,645,373
50	Shibchar Branch	Rural Branch	47,462,263	-	47,462,263	39,774,686	-	39,774,686
51	Shariatpur Branch, Shariatpur	Urban Branch	38,243,707	666,018	38,909,725	36,266,910	-	36,266,910
52	Madhukhali Branch	Rural Branch	50,027,947	171,467	50,199,414	42,907,032	-	42,907,032
53	Baliakandi Branch	Rural Branch	38,083,615	420,164	38,503,779	33,801,475	-	33,801,475
Total Rural Branches (A)			1,444,729,552	16,523,005	1,461,252,557	1,304,115,105	-	1,304,115,105
Total Urban Branches (B)			784,972,965	10,760,224	795,733,189	696,873,801	-	696,873,801
Grand Total (A+B)			2,229,702,517	27,283,229	2,256,985,746	2,000,988,905	-	2,000,988,905



Agriani SMI Housing Company Limited
Schedule of Classification of Loans and Advances and Required Provisions
 as at 31 December 2020

		2020		2019		Annexure-8 (Amount in BDT)
Sl. No.	Branches Name	Classified Loans and Advances	Required Provisions	Classified Loans and Advances	Required Provisions	Increase/ (Decrease) ₹
1	A Chandi Bazar Branch, Patna	862,234	679,394	867,104	774,117	(4,154)
2	Principal Branch, Dhaka	1,558,138	1,308,248	1,713,172	1,413,308	(55,154)
3	Station Street Branch, Barisal	1,054,877	875,331	977,054	818,399	77,225
4	Chhatrapati Branch, Chhatrapati	1,875,087	1,884,885	1,903,412	1,898,759	(2,179,265)
5	Canopus Branch, Canopus	1,452,887	1,274,325	1,508,571	1,294,079	(68,178)
6	Abulhasan Branch	-	155,548	-	125,110	-
7	Sarvagang Branch, Sarvagang	127,535	179,813	127,381	117,391	178
8	Comilla Branch, Comilla	-	82,000	-	89,369	-
9	Moulvibazar Branch, Moulvibazar	-	88,189	-	83,251	-
10	Sayestagan Branch	-	57,871	-	7,321	-
11	Sydia Branch, Sydia	-	21,798	-	1,194	-
12	Mymensingh Branch, Mymensingh	1,225,338	871,848	1,233,046	769,660	(7,708)
13	Mohanganj Branch	279,745	218,988	279,049	187,105	(88,174)
14	Dahagram Branch	8,708,838	1,568,835	1,878,305	1,031,669	(676,177)
15	Tarsha Branch	295,711	135,833	388,353	173,421	(88,687)
16	Sherpur Branch, Sherpur	125,805	137,808	875,992	419,341	(199,489)
17	Dourakora Branch, Dourakora	1,588,887	111,898	1,213,332	675,371	(688,914)
18	Kondra Branch	-	111,888	-	106,664	-
19	Tullana Branch	81,324	137,886	89,326	168,034	-
20	Bhaluka Branch	131,238	180,877	219,952	194,491	(109,718)
21	Catagan Branch	268,663	179,277	308,665	411,121	(8,000)
22	Islawapara Branch	1,171,830	388,423	1,409,119	748,213	(227,148)
23	Bandar Branch	391,281	411,829	412,421	483,270	(77,142)
24	Phulasa Branch	1,488,160	869,695	1,708,891	814,627	(62,847)
25	Kashoregan Branch, Kashoregan	2,827,864	1,388,693	1,218,107	1,793,126	(88,642)
26	Karagan Branch	1,418,277	712,156	1,879,727	1,154,741	(461,189)
27	Katad Branch	1,028,458	862,915	1,232,623	1,036,912	(204,115)
28	Jamnapur Branch, Jamnapur	-	127,549	-	128,049	-
29	Madhagan Branch	381,399	161,664	418,275	410,018	(218,174)
30	Copalganj Branch	84,277	139,332	52,626	139,603	(8,149)
31	Compan Branch	1,965,498	228,492	2,692,136	423,296	(727,117)
32	Pakanda Branch	-	142,024	-	113,908	-
33	Mithamun Branch	194,332	59,586	248,181	43,746	(145,849)
34	Farada Branch, Faradpur	1,429,745	771,668	1,641,301	884,351	(214,788)
35	Charthadrasar Branch	2,155,762	2,152,799	2,661,143	1,664,723	(225,421)
36	Satapur Branch	2,196,996	1,106,389	1,825,198	1,104,692	164,892
37	Blanga Branch	311,787	543,174	728,177	664,839	(416,388)
38	Kapaitanda Branch	1,567,367	755,316	1,925,430	1,127,963	(157,463)
39	Bashmat Branch	1,375,962	1,468,115	2,167,746	1,416,331	(191,786)
40	Albansha Branch	1,159,335	766,728	1,408,111	1,104,768	(248,378)
41	Bajpur Branch, Bajpur	883,315	755,711	1,341,182	1,030,271	(657,417)
42	Pargala Branch	1,782,432	869,669	1,905,716	1,136,316	(132,697)
43	Conkara Branch	292,174	173,761	321,541	323,868	(119,168)
44	Copalganj Branch, Copalganj	2,112,409	1,469,264	1,456,389	1,457,711	(47,088)
45	Tangpur Branch	521,371	393,336	744,411	386,788	(221,459)
46	Kapalsara Branch	659,314	495,354	1,168,547	577,436	(508,211)
47	Madanpur Branch, Madanpur	762,175	786,474	498,425	687,846	(156,158)
48	Kalana Branch	2,714,751	2,467,366	2,611,947	2,126,761	98,768
49	Topur Branch	11,795,317	4,671,667	14,168,181	7,694,436	(2,411,781)
50	Shahar Branch	468,704	566,411	493,943	421,479	(7,365)
51	Shahar Branch, Shahar	614,476	311,310	1,108,118	632,411	(287,274)
52	Madhatul Branch	721,885	11,7143	768,452	341,361	(48,567)
53	Chhatrapati Branch	145,101	142,574	113,684	206,796	(37,745)
	Total	64,383,869	19,926,388	77,486,367	49,142,767	(13,644,567)

Agrani SME Financing Company Limited
Schedule of 'Classification of Loans and Advances' and 'Required Provision'
As at 31 December 2020

Annexure-6
(Amount in BDT)

SL No.	Branches Name	2020		2019		Increase/ (Decrease) CL
		Classified Loans and Advances	Required Provision	Classified Loans and Advances	Required Provision	
1	A Hamid Road Branch, Pabna	862,230	670,506	867,168	774,117	(4,938)
2	Principal Branch, Dhaka	2,593,138	1,508,208	2,915,372	1,613,504	(322,234)
3	Natun Bazar Branch, Barishal	1,000,877	623,330	927,954	618,394	72,923
4	Chandpur Branch, Chadpur	2,825,547	1,860,405	5,263,812	2,856,733	(2,438,265)
5	Gazipur Branch, Gazipur	1,602,447	479,325	1,968,571	856,075	(366,124)
6	Madhabdi Branch	-	153,546	-	123,116	-
7	Sunamgonj Branch, Sunamgonj	127,535	179,615	127,361	217,091	174
8	Cumilla Branch, Cumilla	-	82,993	-	88,569	-
9	Moulivibazar Branch, Moulivibazar	-	48,189	-	33,232	-
10	Sayestaganj Branch	-	17,071	-	7,322	-
11	Sylhet Branch, Sylhet	-	21,709	-	3,194	-
12	Mymensingh Branch, Mymensingh	1,225,518	631,648	1,233,046	769,060	(7,528)
13	Muktagacha Branch	279,763	214,388	728,089	347,105	(448,326)
14	Haluaghat Branch	4,756,458	3,268,903	5,434,585	3,903,869	(678,127)
15	Trishal Branch	293,712	153,053	388,355	225,422	(94,643)
16	Sherpur Branch, Sherpur	223,503	337,898	422,992	419,241	(199,489)
17	Netrakona Branch, Netrakona	1,546,637	512,494	2,215,552	675,553	(668,915)
18	Kendua Branch	-	111,608	-	106,664	-
19	Fulbaria Branch	80,326	155,406	80,326	166,004	-
20	Bhaluka Branch	110,234	180,977	219,952	194,591	(109,718)
21	Gafargaon Branch	268,665	370,377	306,665	413,122	(38,000)
22	Ishwarganj Branch	1,132,410	500,425	1,459,514	758,515	(327,104)
23	Nandail Branch	335,281	413,929	412,423	483,570	(77,142)
24	Phulpur Branch	1,644,060	869,695	1,706,905	934,627	(62,845)
25	Kishoreganj Branch, Kishoreganj	2,827,464	1,300,603	3,214,107	1,595,326	(386,643)
26	Karimganj Branch	1,418,577	712,556	1,879,757	1,154,781	(461,180)
27	Katiadi Branch	1,028,438	862,015	1,532,653	1,036,912	(504,215)
28	Jamalpur Branch, Jamalpur	-	127,349	-	126,049	-
29	Madhupur Branch	200,399	161,464	418,573	410,018	(218,174)
30	Gopalpur Branch	44,277	139,532	52,626	139,803	(8,349)
31	Couripur Branch	1,965,019	224,492	2,692,136	622,296	(727,117)
32	Pakundia Branch	-	142,024	-	113,906	-
33	Mithamoin Branch	104,332	59,586	248,281	63,748	(143,949)
34	Faridpur Branch, Faridpur	1,426,703	771,668	1,641,501	884,253	(214,798)
35	Charbhadrasan Branch	2,335,762	2,152,730	2,661,383	2,464,723	(325,621)
36	Sadarpur Branch	2,190,090	1,106,390	1,825,198	1,004,692	364,892
37	Bhanga Branch	311,787	345,174	728,177	464,809	(416,390)
38	Nagarkanda Branch	1,367,947	755,535	1,525,430	1,027,902	(157,483)
39	Boalmari Branch	1,975,962	1,404,935	2,167,748	1,616,531	(191,786)
40	Alfadanga Branch	1,158,935	786,028	1,408,313	1,104,760	(249,378)
41	Rajbari Branch, Rajbari	983,515	755,710	1,641,352	1,030,571	(657,837)
42	Pangsha Branch	1,742,432	960,669	1,609,735	1,035,316	132,697
43	Goalanda Branch	202,174	173,701	321,340	223,969	(119,166)
44	Gopalganj Branch, Gopalganj	2,612,499	1,049,294	2,659,559	1,657,711	(47,060)
45	Tungipara Branch	521,971	399,338	744,430	580,798	(222,459)
46	Kotalipara Branch	659,334	409,954	1,168,587	577,436	(509,253)
47	Madaripur Branch, Madaripur	742,675	786,874	898,825	887,906	(156,150)
48	Kalkini Branch	2,700,755	2,007,986	2,601,987	2,326,561	98,768
49	Rajoir Branch	11,755,537	4,451,441	14,168,320	7,600,456	(2,412,783)
50	Shibchar Branch	648,738	556,613	655,943	621,879	(7,205)
51	Shariatpur Branch, Shariatpur	816,834	501,519	1,104,108	632,811	(287,274)
52	Madhukhali Branch	720,085	317,143	768,652	341,360	(48,567)
53	Baliakandi Branch	185,219	142,570	223,004	206,796	(37,785)
	Total	63,555,800	36,930,588	77,240,367	48,142,767	(13,684,567)



Agrani SME Financing Company Limited
Interest Suspense Account
As at 31 December 2020

Annexure-7

(Amount in BDT)

SL No.	Branch Name	Opening Balance as on 01-01-2020	Addition during the year	Transfer to Interest Income	Closing Balance as on 31-12-2020
1	A Hamid Road Branch, Pabna	111,565	641,306	632,935	119,936
2	Principal Branch, Dhaka	125,577	697,276	455,046	367,807
3	Natun Bazar Branch, Barishal	99,548	826,085	713,639	211,994
4	Chandpur Branch, Chadpur	291,711	805,789	673,575	423,925
5	Gazipur Branch, Gazipur	121,127	820,903	718,283	223,747
6	Madhabdi Branch	-	330,096	330,096	-
7	Sunamgonj Branch, Sunamgonj	2,045	857,192	814,005	45,232
8	Cumilla Branch, Cumilla	10,372	365,408	353,116	22,664
9	Moulivibazar Branch		-	-	
10	Sayestaganj Branch		-	-	
11	Sylhet Branch, Sylhet		-	-	
12	Mymensingh Branch, Mymensingh	82,076	2,731,961	2,720,016	94,021
13	Muktagecha Branch	40,587	1,046,956	1,080,787	6,756
14	Haluaghat Branch	233,308	829,504	776,604	286,208
15	Trishal Branch	5,772	112,290	118,062	-
16	Sherpur Branch, Sherpur	17,322	110,905	103,984	24,243
17	Netrakona Branch, Netrakona	32,001	1,754,091	1,678,049	108,043
18	Kendua Branch	8,118	748,202	732,802	23,518
19	Fulbaria Branch	7,398	342,851	330,594	19,655
20	Bhaluka Branch	4,984	45,646	39,343	11,287
21	Gafargaon Branch	3,215	121,895	125,110	-
22	Ishwarganj Branch	108,524	1,533,467	1,480,642	161,349
23	Nandail Branch	28,142	294,827	315,718	7,251
24	Phulpur Branch	94,676	1,642,510	1,573,860	163,326
25	Kishoreganj Branch, Kishoreganj	128,146	685,214	484,676	328,684
26	Karimganj Branch	120,358	1,502,996	1,487,906	135,448
27	Katiadi Branch	100,215	419,710	382,990	136,935
28	Jamalpur Branch, Jamalpur	2,615	-	2,615	-
29	Madhupur Branch	83,564	1,317,556	1,361,798	39,322
30	Gopalpur Branch	575	91,867	91,961	481
31	Gouripur Branch	301,389	889,655	828,386	362,658
32	Pakundia Branch	-	168,296	168,296	-
33	Mithamoin Branch	18,778	44,914	49,672	14,020
34	Faridpur Branch, Faridpur	179,326	703,290	666,430	216,186
35	Charbhadrasan Branch	95,693	340,577	322,301	113,969
36	Sadarpur Branch	155,156	383,314	140,256	398,214
37	Bhanga Branch	41,248	399,318	343,827	96,739
38	Nagarkanda Branch	209,000	1,214,500	1,165,905	257,595
39	Boalmari Branch	138,588	1,698,752	1,590,205	247,135
40	Alfadanga Branch	98,815	947,004	856,257	189,562
41	Rajbari Branch, Rajbari	81,266	1,057,499	1,016,625	122,140
42	Pangsha Branch	153,434	1,660,877	1,414,002	400,309
43	Goalanda Branch	10,322	309,970	318,953	1,339
44	Gopalganj Branch, Gopalganj	256,579	2,251,009	2,051,914	455,674
45	Tungipara Branch	60,120	439,927	327,801	172,246
46	Kotalipara Branch	77,958	592,524	533,326	137,156
47	Madaripur Branch, Madaripur	27,988	648,597	638,765	37,820
48	Kalkini Branch	253,736	1,893,866	1,698,443	449,159
49	Rajoir Branch	641,183	2,544,340	1,409,907	1,775,616
50	Shibchar Branch	33,248	213,053	126,377	119,924
51	Shariatpur Branch, Shariatpur	17,137	757,166	652,422	121,881
52	Madhukhali Branch	10,926	23,001	16,530	17,397
53	Baliakandi Branch	12,492	631,058	584,984	58,566
	Total	4,737,923	40,489,010	36,499,796	8,727,137



Agrani SME Financing Company Limited
Schedule of write-off loans and advances
As at 31 December 2020

Annexure-8
 (Amount in BDT)

Sl. No.	Branch Name	Opening Balance as on 01-01-2019	Write off During the Year 2020			Write off Recovery During the Year 2020			Closing Balance as on 31-12-2020
			Principal	Interest suspense	Total	Principal	Interest suspense	Total	
1	A Hamud Road Branch, Patna	-	-	-	-	-	-	-	
2	Principal Branch, Dhaka	-	-	-	-	-	-	-	
3	Natin Bazar Branch, Barisal	-	-	-	-	-	-	-	
4	Chandpur Branch, Chandpur	-	-	-	-	-	-	-	
5	Gazipur Branch, Gazipur	-	-	-	-	-	-	-	
6	Madhabsi Branch	-	-	-	-	-	-	-	
7	Sunamgonj Branch, Sunamgonj	-	-	-	-	-	-	-	
8	Cumilla Branch, Cumilla	-	-	-	-	-	-	-	
9	Moulvibazar Branch, Moulvibazar	-	-	-	-	-	-	-	
10	Savestoganj Branch	-	-	-	-	-	-	-	
11	Sylhet Branch, Sylhet	-	-	-	-	-	-	-	
12	Mymensingh Branch, Mymensingh	814,725	-	-	-	14,000	-	14,000	800,725
13	Muktagacha Branch	227,026	-	-	-	8,000	-	8,000	219,026
14	Holueghet Branch	1,477,431	-	-	-	151,636	-	151,636	1,325,795
15	Trishal Branch	370,894	-	-	-	31,443	-	31,443	339,451
16	Sherpur Branch, Sherpur	829,549	-	-	-	64,479	-	64,479	765,070
17	Netrakona Branch, Netrakona	191,311	-	-	-	10,244	-	10,244	181,067
18	Kendua Branch	114,212	-	-	-	1,200	-	1,200	113,012
19	Fulbaria Branch	375,161	-	-	-	151,246	-	151,246	223,915
20	Bhaluka Branch	-	-	-	-	-	-	-	-
21	Catarpoo Branch	146,319	-	-	-	9,500	-	9,500	136,819
22	Ishwarganj Branch	2,372,493	-	-	-	9,600	-	9,600	2,362,893
23	Nandail Branch	292,731	-	-	-	132,637	-	132,637	160,094
24	Phulpur Branch	2,280,757	-	-	-	20,000	-	20,000	2,260,757
25	Kashoreganj Branch, Kashoreganj	523,628	-	-	-	26,271	-	26,271	497,357
26	Karimganj Branch	121,895	-	-	-	31,578	-	31,578	90,317
27	Katiadi Branch	117,842	-	-	-	16,860	-	16,860	100,982
28	Jamulpur Branch, Jamulpur	349,936	-	-	-	8,500	-	8,500	341,436
29	Madhupur Branch	69,740	-	-	-	12,080	-	12,080	57,660
30	Gopalpur Branch	54,685	-	-	-	200	-	200	54,485
31	Gouripur Branch	700,377	-	-	-	77,390	-	77,390	622,987
32	Pakundia Branch	-	-	-	-	-	-	-	-
33	Mithamoun Branch	-	-	-	-	-	-	-	-
34	Faridpur Branch, Faridpur	2,186,763	-	-	-	373,718	-	373,718	1,813,045
35	Charbhadrason Branch	6,570,208	-	-	-	109,655	-	109,655	6,460,553
36	Sadarpur Branch	933,609	-	-	-	124,548	-	124,548	809,061
37	Bhanga Branch	1,989,000	-	-	-	25,124	-	25,124	1,963,876
38	Neparkanda Branch	805,406	-	-	-	76,436	-	76,436	728,970
39	Boalmari Branch	2,024,009	-	-	-	28,477	-	28,477	1,995,532
40	Alfadanga Branch	1,429,230	-	-	-	237,301	-	237,301	1,191,929
41	Rajbari Branch, Rajbari	1,981,747	-	-	-	98,805	-	98,805	1,882,942
42	Pangsha Branch	566,600	-	-	-	26,250	-	26,250	540,350
43	Goalandia Branch	235,097	-	-	-	34,500	-	34,500	200,597
44	Gopalganj Branch, Gopalganj	1,964,455	-	-	-	265,166	-	265,166	1,699,289
45	Tungipara Branch	1,763,365	-	-	-	104,601	-	104,601	1,658,764
46	Kotalpara Branch	1,318,216	-	-	-	139,028	-	139,028	1,179,188
47	Madaripur Branch, Madaripur	1,589,699	-	-	-	1,000	-	1,000	1,588,699
48	Kalkini Branch	2,531,932	-	-	-	32,600	-	32,600	2,499,332
49	Rajshahi Branch	3,143,400	-	-	-	25,957	-	25,957	3,117,443
50	Shikhar Branch	1,409,650	-	-	-	105,603	-	105,603	1,304,047
51	Shariatpur Branch, Shariatpur	711,435	-	-	-	29,783	-	29,783	681,652
52	Madbukhali Branch	767,174	-	-	-	51,969	-	51,969	715,205
53	Bahakandi Branch	1,621,982	-	-	-	202,956	-	202,956	1,419,026
	Total	46,963,679	-	-	-	2,870,348	-	2,870,348	44,093,331

