

Information Memorandum

Private Placement of 300 Coupon-Bearing Non-Convertible Fully Redeemable Unsecured Subordinated Bonds of BDT 10,000,000 (Ten million Taka) each at par totaling BDT 3,000,000,000 (Three billion Taka)

Coupon Rate / Yield to Maturity: Latest average of most recent months published fixed deposit rates (6 months tenor) of Private Commercial Banks (excluding Islamic & Foreign Banks) published by Bangladesh Bank in its website + Coupon Margin

Range of Coupon Rate: 7.00% to 9.00% at all times

Coupon Margin: 2.50%p.a.

Issuer: NRB Commercial Bank Limited

এনআরবিসি ব্যাংক  **NRBC BANK**

Head Office

Red Crescent Jashim Trade Centre
114 Motijheel C/A, Dhaka-1000

Trustee to the Issue: UCB Investment Limited

 **UCB INVESTMENT LIMITED**

Type of Security: Coupon-Bearing Non-Convertible Redeemable Unsecured Subordinated Bond

Face Value: BDT 10,000,000 of Each Bond

Issue Price: BDT 10,000,000 of Each Bond

Total Issue Amount: BDT 3,000,000,000 (divided into 300 numbers of securities)

Coupon Range: 7.00%-9.00%

Purpose: To raise Additional Tier-2 Capital

Mode of Placement: Private Placement (100%)

Tradability: The bond will not be listed in the exchanges

Credit Rating status of the Bond: A - B

Validity Date: 21-06-2022

Credit Rating Status of the Issuer:

Long term-A

Short Term- ST-2

Validity Date: 21-06-2022

Rating Agency: Emerging Credit Rating Limited (ECRL)

 **EMERGING CREDIT RATING LTD**

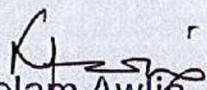
Arranger: City Bank Capital Resources Limited

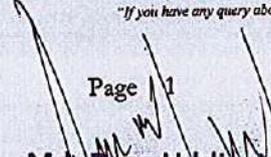
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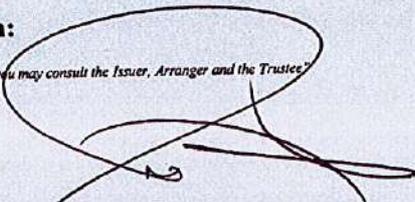
Date of Issuance of Information Memorandum:

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Managing Director & CEO
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Tanzim Alamgir
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Notice & Disclaimer

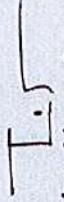
NRB Commercial Bank Limited (hereinafter referred as the “Bank” or the “NRBCBL” or the “Issuer”) has authorized City Bank Capital Resources Limited (hereinafter referred as “CBCRL” or the “Arranger”) to distribute this Information Memorandum (IM) in connection with the proposed transaction outlined in it (the “Transaction”) and the bonds proposed to be issued in the Transaction (the “Bonds”)

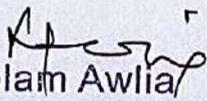
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The Issuer has prepared this information memorandum and is solely responsible for its contents. The issuer will comply with all rules, laws and regulations and is responsible for obtaining all regulatory, governmental and corporate approvals for the issuance of the Bonds. The Issuer, having made all reasonable inquiries, confirms that this Information Memorandum contains all the information with respect to itself and the Bonds to be issued by it, which is material in the context of the Bonds; that the information contained in this Information Memorandum is true and accurate in all material respects and is not misleading; that the opinions and intentions expressed in this Information Memorandum are honestly held and that there are no other facts the omission of which would make any of such information or the expression of any such opinions or intentions misleading. The Issuer accepts responsibility accordingly.

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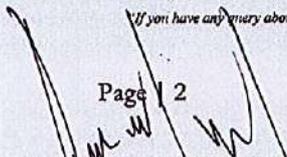
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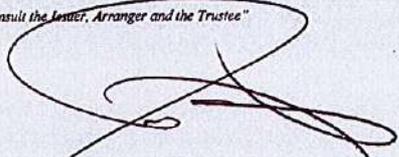

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INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IT IS RECOMMENDED THAT PROSPECTIVE INVESTORS CONSULT THEIR FINANCIAL, LEGAL AND OTHER ADVISERS BEFORE PURCHASING OR ACQUIRING OR INVESTING IN THE SUBORDINATED BONDS.

Issuer's Disclaimer

ALL THE FEATURES OF NRBC BANK SUBORDINATED BOND-I ARE DRAFT ONLY AND FINALIZATION OF THESE FEATURES ARE SUBJECT TO THE APPROVALS OF COMPETENT REGULATORS. THESE FEATURES MAY BE MODIFIED AS PER THE DIRECTIONS OF BANGLADESH BANK AND BANGLADESH SECURITIES AND EXCHANGE COMMISSION OR ANY OTHER COMPETENT REGULATORS.

Report to the Eligible Investor

By investing in the Bonds, you are hereby deemed to have acknowledged, represented and warranted to, and agree (as the case may be) for the benefit of the Arranger, as set out below:

High risk: You are fully aware that investment in the Bonds involves a high degree of risk.

Consultation with advisers: You have (i) consulted with your own legal, regulatory, tax, business, investment, financial and accounting advisers in connection herewith to the extent you have deemed necessary, (ii) collected and reviewed all information that you or your advisers believe is necessary or appropriate in connection with the purchase of the Bonds, and (iii) made your own investment decisions based upon your own judgment, due diligence and advice from such advisers as you have deemed necessary and not upon any view expressed by or on behalf of the Arranger.

No reliance: You acknowledge and agree that you may not rely on any investigation that the Arranger or any of its affiliates or any person acting on their behalf may have conducted with respect to the Issuer or any of their affiliates, and neither the Arranger nor its affiliates, employees, officers, directors, legal advisers or representatives have made any representation to you, express or implied, with respect to your investment in the Bonds.

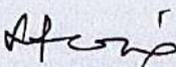
Informed decision: You are in possession of all the information that you believe is necessary or appropriate in order to make an informed decision regarding your purchase of the Bonds, including without limitation, adequate information concerning the Issuer's business, financial condition, results of operations and prospects.

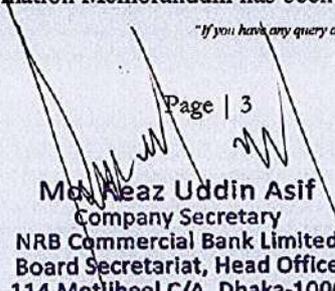
Knowledge and experience: You have such knowledge and experience in financial, business and international investment matters that you are capable of evaluating the merits and risks of purchasing the Bonds and are aware that you may be required to bear, and are able to bear, all risks including economic risk of an investment in the Bonds.

Information of the Company: You acknowledge that the information provided to you with regard to the Issuer and the Bonds in this Information Memorandum has been supplied to you by the Arranger only on

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behalf of the Issuer and that neither the Arranger nor any of its affiliates, employees, officers, directors, legal advisers or representatives has verified such information or makes any representation or warranty as to its accuracy or completeness.

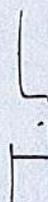
Review of Information Memorandum: You have reviewed this Information Memorandum in its entirety, including the risks associated with investment in the Bonds, and you understand and acknowledge all of the risks described herein. By investing in the Bonds, you have determined that:

- i. the Bonds are a suitable investment for you and your investment in the Bonds does not and will not, when consummated, violate any investment or other guidelines, policies or restrictions (corporate or otherwise), or any law, rule, regulation or order applicable to you; and
- ii. you have obtained all approvals and consents (whether internal or external) and have made all notifications necessary for you to invest in the Bonds as contemplated; and you can bear the economic risk of the investment and are able to sustain a complete loss in connection with your investment.

Own account: You are purchasing the Bonds for your own account and not with a view to any distribution thereof.

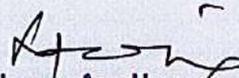
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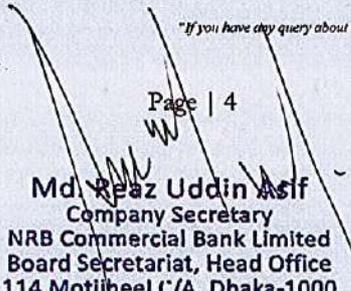
No obligation to purchase: The Arranger shall have no obligation to purchase or acquire all or any part of the Bonds purchased by you or to support losses, if any, directly or indirectly sustained or incurred by you for any reason whatsoever in connection with the Bonds, including the non-performance by the issuance, whether to you or otherwise.


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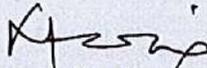
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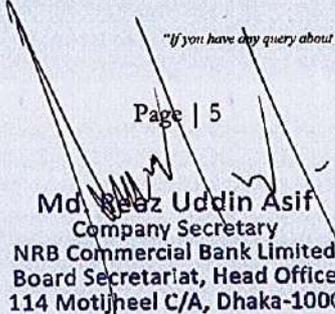
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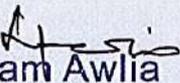

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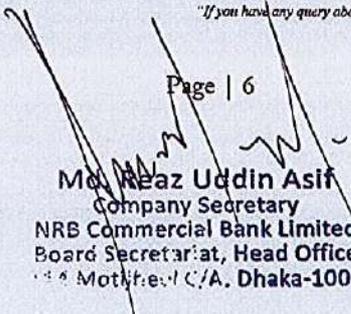
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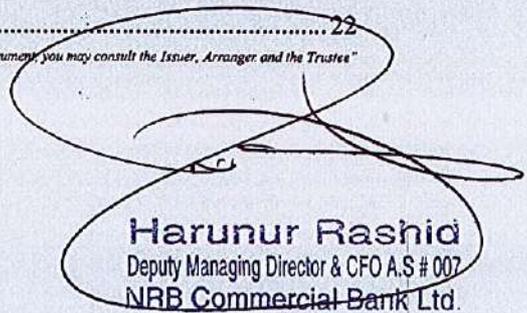
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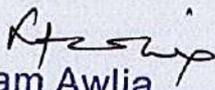

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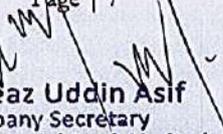

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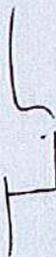

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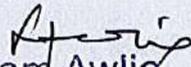

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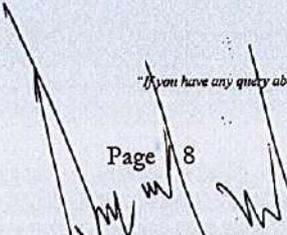

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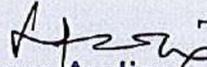
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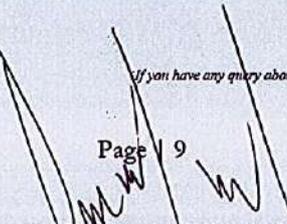
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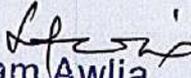
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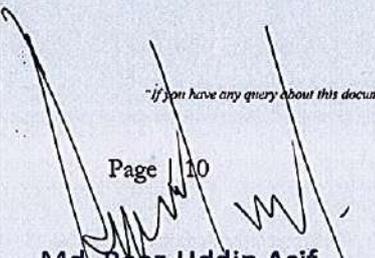
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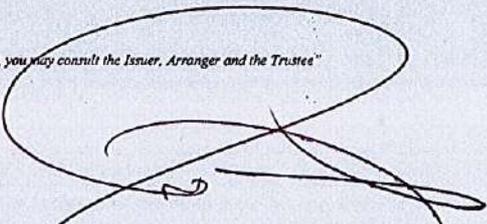

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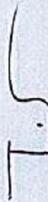

Golam Awlia
Managing Director & CEO
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Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
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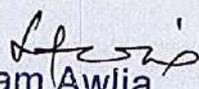
List of Figures

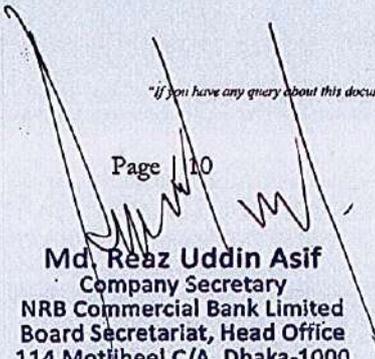
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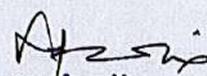

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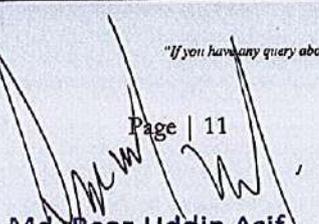
Abbreviations

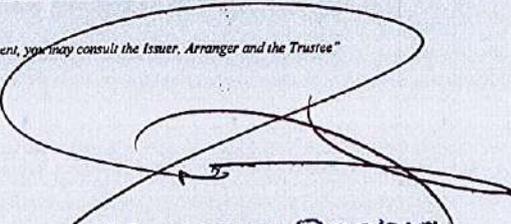
ALCO	Asset Liability Committee
ALM	Asset Liability Management
AML	Anti-Money Laundering
APG	Advance Payment Guarantee
ATM	Automated Teller Machine
BDT	Bangladeshi Taka
BRMC	Board Risk Management Committee
BSEC	Bangladesh Securities and Exchange Commission
CAGR	Compound Annual Growth Rate
CRAR	Capital to Risk-weighted Asset Ratio
CRM	Credit Risk Management
CRR	Cash Reserve Requirement
FBP	Foreign Bill Purchase
FDBP	Foreign Documentary Bills for Purchase
FDR	Fixed Deposit Receipts
IBP	Inland Bill Purchase
IC	Investment Committee
KYC	Know Your Customer
L/C	Letter of Credit
MAT	Management Action Triggers
MCR	Minimum Capital Requirement
NFCD	Non-Resident Foreign Currency Deposit
NII	Net Interest Income
NIM	Net Interest Margin
NPA	Non-performing Assets
NPL	Non-performing Loan
OBU	Off-shore Banking Unit
OD	Over Draft
PCB	Private Commercial Bank
POS	Point of Sale
RFC	Retail Finance Center
RMU	Risk Management Unit
RWA	Risk Weighted Assets
SLR	Statutory Liquidity Ratio
SME	Small and Medium-sized Enterprises
SOD	Secured Over Draft
SOP	Standard Operating Procedure
VaR	Value at Risk

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2: Risk Factors and Management's Perception about the Risk

NRB Commercial Bank Limited (The Issuer) operates in banking industry which is cyclical and hence is exposed to several risk factors arising from external as well as internal matters. Moreover, any investment in debt securities carries risks. Hence, different debt securities carry different risks; an investment in debt securities has to be evaluated on its own merits. An investment in the subordinated bonds is in that respect no different.

Potential investors of NRBC Bank Subordinated Bond-I are strongly encouraged to carefully evaluate all the information in this Information Memorandum, especially the risk factors both internal and external on their own merit and not by referent to any other debt securities whether of a comparable nature or otherwise before making any investment decision.

This section addresses the possible risks an investor might have to bear by investing in the bonds and each risk factor is followed by management's perception regarding the risk. If any of the risks described below materialize, it could have a serious impact on the Issuer's financial results, and the ability of the Issuer to fulfill its obligations under the Bonds to be issued. However, the list of risk factors is not meant to be a comprehensive description of all risks which may be relevant to a decision to invest in the Bonds. The sequence in which the risks below are listed is not intended to be indicative of any order of priority or of the extent of their consequences.

2.1 *Interest Rate Risk*

Interest rate risk may arise either from trading portfolio or from non-trading portfolio. The trading portfolio of the Bank consists of Government treasury bills and bonds of different maturities. Interest rate risk arises from mismatches between the future yield of an asset and their funding cost. The bank may face such unfavorable conditions due to rise in borrowing rates and/or fall in lending rates. The bank's financing in different sectors is mostly structured at fixed rates for specified terms. Volatility in the money market can also raise the cost of funding of the issuer and thus hamper its profitability. Any change in the government's monetary policy also might cause unfavorable movement in interest rates. The risks derived from interest rate fluctuation thus may have a significant impact on the Issuer's business, profitability and financial condition.

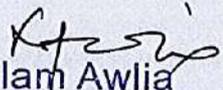
Management Perception

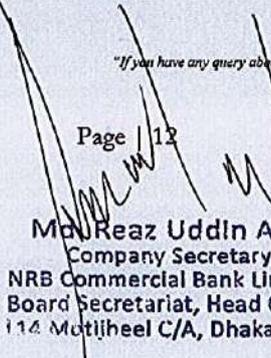
The interest rate risk is mainly managed as part of NRBC Bank's Asset Liability Committee (ALCO). The Asset Liability Management (ALM) Desk is an independent unit within the Treasury Division. The desk meticulously monitors and analyzes cash flows and cash positions, balance sheet gaps, daily profit and loss, economic trends, investment options, arbitrage opportunities, business growth, liquidity and places the facts and findings before the ALCO with its recommendations on a regular basis. The ALCO comprising the senior management of the bank has been established to make important decisions relating to liquidity, interest rate and balance sheet management. Interest rate risk may arise from trading portfolio and non-trading portfolio. The trading portfolio of the Bank consists of government treasury bills, bond, etc. The short-term movement in interest rate is negligible or nil. Interest rate risk of non-trading business arises from mismatches between the future yield of an asset and its funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis.

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2.2 Foreign exchange risk with risk mitigation policy

Foreign exchange risk is defined as the potential change in earnings due to change in market prices. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance requirements.

Management's perception

NRBC Bank foreign exchange risk remains at minimum level as all of its foreign trade & remittance transactions are carried out on behalf of the customers. All Nostro accounts are reconciled on monthly basis and outstanding entries are escalated to concerned departments and NRB Commercial Bank Limited 270 reported to higher management for immediate settlement. As per directives of Bangladesh Bank, the bank has formulated a treasury manual which has been implemented for managing foreign exchange risks. The functions of treasury front office, mid office and back office have been segregated. The operational guidelines have also been formulated specifying the roles and responsibilities of front, mid and back office so that various foreign exchange transactions can be conducted according to the policy guidelines of the Bangladesh Bank and the risks can be measured, monitored and mitigated. Treasury continuously monitors price movements of foreign exchange and uses various hedging techniques to manage its open position in such a way that minimizes risk and maximizes return.

2.3 Non-repayment Risks

It arises mainly from lending, trade finance, settlement and other financial transactions. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counterparty or decline in his/her financial condition.

Management's perception

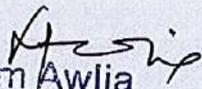
Bank's credit risk management activities have been designed to address all Credit/Non-Repayment Risk. Bank has defined segregated duties of the personnel involved in credit related activities. Credit Risk Management is operated in a centralized environment. Separate corporate/SME/Retail divisions have been formed at Head Office which is entrusted with duties of maintaining effective relationship with customers, market of credit products, exploring new business opportunities etc. Moreover, credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate units have been formed within the Credit Risk Management (CRM) Division. These are (a) Credit Risk Management Unit (b) Credit Administration Unit and (c) Credit monitoring and Recovery Unit. Credit Risk Management Unit is entrusted with the duties of maintaining asset quality, assessing risk in lending, sanctioning credit, formulating policy/strategy for lending operation, etc. for retail lending, separate Retail Finance Center (RFC) has been formed to assess risk, approve and monitor retail loans.

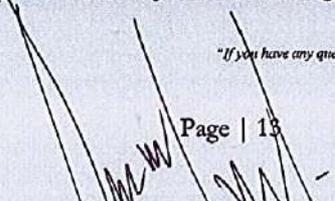
A thorough risk assessment is done before sanction of any credit facility at risk management units. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the credit facility etc. The assessment process starts at the relationship level and ends at Credit Risk Management Unit when it is approved/ declined by the competent authority. Credit approval authority has been delegated to the individual executives. Proposal

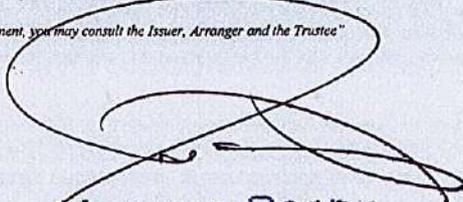
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beyond their delegation are approved/ declined by the executive Committee and / or the Board of Directors of the Bank.

In determining Single borrower/ large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted at year end intervals to ensure compliance of the Banks and Regulatory policies. Loans are classified as per Bangladesh Bank's guidelines.

2.4 *Prepayment, Call or Refunding Risk*

Prepayment, call or refunding risks are the risks associated with the early repayment of the principal amount of a bond. Such risks exist in a bond that has prepayment or call option.

Management's Perception

The bond will be redeemed according to the redemption schedule outlined in this memorandum subject to the approval of Bangladesh Bank and Bangladesh Securities and Exchange Commission. The Issuer shall pay an early redemption penalty of 2% (two per cent) higher than the Coupon rate which will be applicable from end of the second year starting from the drawdown date. In case of early redemption, coupon rate will be paid along with all coupons (accrued and unpaid) to be calculated at last coupon rate along with the redeemed amount.

2.5 *Security Risk*

Security is the specific revenue sources or assets pledged by an issuer to the bond holder to secure repayment of the bond. Therefore, security risk is all about the process of recovering the investment by the bond holder by utilizing the charge against the collateral securities in case of Issuer's inability to repay the face value of the bond(s).

Management's Perception

NRBC Subordinated bond is an unsecured bond. Specific revenue sources or assets are not being pledged against the issuance of the bonds. Investors will have the right on the NRBC's cash flow to get repaid but rank of a subordinated bond holder is below than other loans (or securities) with regard to claims on assets or earnings.

2.6 *Liquidity Risk*

The risk that a company may be unable to meet short term financial demands. This usually occurs due to the inability to convert its current assets to cash without a loss of capital or income. Liquidity is a common phenomenon of the business.

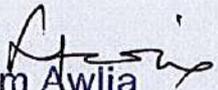
Management's Perception

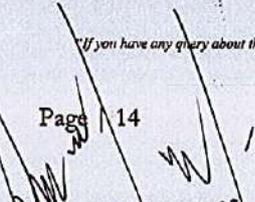
The object of liquidity risk management is to ensure that all foreseeable funding commitments and deposit withdrawals can be met when due. To this end, the Bank is maintaining a diversified and stable funding base comprising of core retail and corporate deposits and institutional balance. Management of liquidity and funding is carried out by Treasury Department under approved policy guidelines. Treasury front office is supported by a very structured Back office. The Liquidity management is monitored by Asset Liability Committee (ALCO) on a regular basis. A written contingency plan is in place to manage extreme situation.

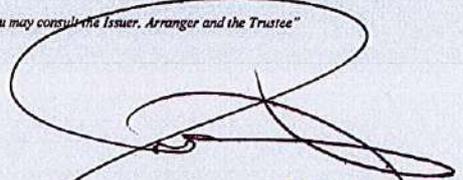
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2.7 Management Risk

Management risk refers to the chance that company managers may put their own interests ahead of the interest of the company, shareholders and other stakeholders. The term signifies the risk of the situation that may occur if the company or any of its stakeholders other than the management would have been better off without the choices made by management. The bondholders may suffer financial losses in such an event.

Management's Perception

The management of NRBC Bank comprises a group of highly professional individuals with considerable experience and reputation in the country's financial industry. Therefore, it is very unlikely that the management will conduct in such an unprofessional manner. Moreover, the management of the bank is constantly supervised by a board of directors to ensure that the interest of all the stakeholders served by the management. Being operated in the highly regulated banking industry is also a safeguard against this risk as Bangladesh Bank monitors the management to ensure best practice in the industry.

2.8 Operational Risk

Operational Risk is defined as the risk of loss resulting from inadequate or failed internal processes, people and system, or from external sources including legal risk. Operational risk has several dimensions: frequency of occurrence and impact on the profitability.

Management's Perception

For managing operational risk, the NRBC Bank has laid down well-defined systems and procedures. It has placed several Boards and Management approved policies, processes to control operational risk at desk levels. Bank strictly follows Anti Money Laundering norms for its customer dealings and other banking operations. Supporting policies already been adopted by the bank which deal with management of various areas of operational risk which are (a) Operational Manual for General Banking (b) Compliance Risk Management Policy (c) Foreign Exchange Risk Management Policy (d) Policy Document on Know Your Customers (KYC) and Anti Money Laundering (AML) Procedures (e) IT Business Continuity and Disaster Recovery Policy etc. NRB Commercial Bank Has Operating procedures (SOP) to minimize risk for major operation support divisions. Internal Control and Compliance Division undertakes yearly and special audit of the branches and departments at the Head Office for review of the operation and compliance of statutory and internal requirements. The Audit Committee of the Board subsequently reviews the reports of the Internal Control and Compliance Division.

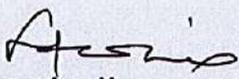
2.9 Business Risk

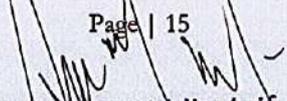
Business risk refers to the possibility that the bank will have lower than anticipated profits, or that it will experience a loss rather than a profit. Business risk of the issuer could occur by numerous factors including interest spread, non-interest income, operating expenses, money & capital market volatility, competition, government regulations and economic climate. Like all other companies, NRBC Bank is also exposed to certain business risk factors.

Management's Perception

The performance and the quality and growth of Bank's assets are necessarily dependent on the health of the Bangladesh economy as well as on global economic conditions. An economic slowdown could

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adversely affect the business, including inability to grow asset portfolio, to maintain the quality of the assets and to implement business strategy. The domestic economy could be adversely affected by a variety of domestic as well as global factors. To mitigate business risk management continuously pursue to execute dynamic strategy on growth and business diversification.

2.10 Industry Risk

The issuer is operating in a highly competitive market as modern banking industry has brought greater business diversification. Some banks in the industrialized world are entering into investments, underwriting of securities and portfolio management. The entry of new competitors may also deteriorate the competitive environment and result in lower profitability of the bank.

Management's Perception

The Bank has an established broad-based presence and has been taking steps to enhance customer satisfaction by upgrading skills, systems and technology to meet such challenges. The Bank is attempting to add quality assets on competitive terms and also taking steps to broad base its product bouquet with a special emphasis on enhancement in the non-fund-based income. On the resource-raising front, the Bank is actively endeavoring to broaden its reach and raise resources through its wide distribution network of branches. However, like all the other banks currently operating in Bangladesh, industry risk remains a key risk factor for NRBC Bank.

2.11 Market and Technology Related Risk

Market risk is the risk of potential losses in the on-balance sheet and off-balance sheet positions of a bank, stems from adverse movements in market rates or prices such as interest rates, foreign exchange rates, equity prices, credit spreads and/or commodity prices. Market risk exposure may be explicit in bank's trading book and banking book.

The financial industry of Bangladesh is currently one of the fastest growing in the country and is increasingly becoming competitive. Especially the entrance of nine more banks in the industry in 2013 has made the competitive atmosphere more intense. Strong marketing and brand management would be required to increase the bank's customer base.

As the banking industry is becoming more and more technology dependent the risks deriving from technological use is increasing day by day. The bank might be exposed to risks such as cyber-attack, system collapse, system hacking, unauthorized electronic fund transfers, etc.

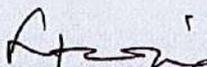
Management's Perception

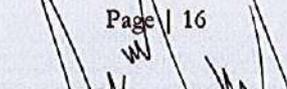
The NRBC Bank has developed Market Risk Management Framework for effective management of market risk factors. The policies set various risk limits for effective management of Market Risk and ensuring that the operations are in line with Bank's expectation of return to market risk. The policies also deal with the reporting framework for effective monitoring of Market Risk. And in broad perspective, interest rate risk is managed by Asset Liability Management Committee (ALCO) while equity trading activities is also monitored by Investment Committee (IC) of the bank. Risk Management Division and Treasury Mid Office also monitor market risk at portfolio and transaction level.

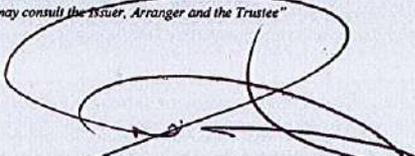
Bank's business is highly dependent on ability to process a large number of transactions on a daily basis. Financial, accounting or other data processing systems may fail to operate adequately or may become

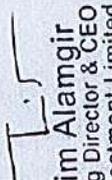
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disabled as a result of events that are wholly or partially beyond the control, including a disruption of electrical or communications services. These circumstances could affect bank's operations and may result in financial loss, disruption of businesses or may damage to bank's reputation. The Bank has set system and processes to protect its IT systems and network infrastructure from physical break-ins as well as security breaches and other disruptions caused by increased use of technology. Computer break-ins could affect the security of information stored in and transmitted through these computer systems and network infrastructure. The Bank continues to implement secured technology and establish operational procedures to prevent break-ins.

2.12 Risk Related to Potential or Existing Government Regulations

The company operates its business under the Bank Companies Act-1991, Companies Act-1994, Income Tax Ordinance, 1984, Income Tax rules, 1984, Value Added Tax (VAT) Act, 1991, Value Added Tax (VAT) Rules, 1991, Customs Act, 1969, Bangladesh Securities and Exchange Rules, 1987 and other related regulations. The company also obtained license from Bangladesh Bank as a Bank under Bank Companies Act-1991. Any major changes in regulatory regime may cause the bank to be a noncompliant one having adverse impact in the reputation of the Bank.

Management's Perception

Unless any policy change that may negatively and significantly affect the industry as a whole, the business of the bank is expected not to be affected materially. Like all scheduled banks in Bangladesh, NRBC Bank has been funding their assets from their deposits after maintaining required SLR including CRR has the bank has been consistently compliant to any such changes. Additionally, the regulatory bodies in Bangladesh are least likely to take any steps that might prove detrimental to the country's banking industry.

2.13 Risk Related to Potential Changes in Global and National Policies

The ability of a financial institution to operate a profitable business is directly related to the monetary and fiscal policies of the country at any given time. Imposition of restrictive monetary and/or fiscal policy by the government at any time may affect a company's profitability. Again, changes in the existing global or national policies can have either positive or negative impacts on the bank.

Every company operates under the economic policies formulated and imposed by the political government. The government tends to reshape these policies time to time for the sake of greater interest of the country's economy. Sometimes those changes in existing policy or any future policy framework adversely affect smooth operation of such companies.

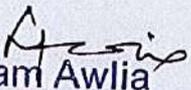
Management's Perception

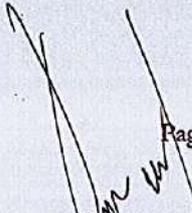
The management of the bank is always concerned about the prevailing and upcoming future changes in the global or national policy and shall response appropriately and timely to safeguard its interest. However, it is possible that NRBC Bank suffers from major adverse changes in global and/or national policies in the future.

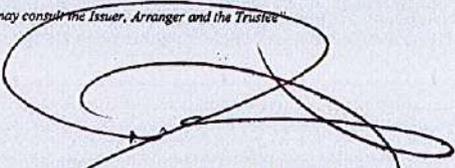
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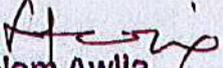

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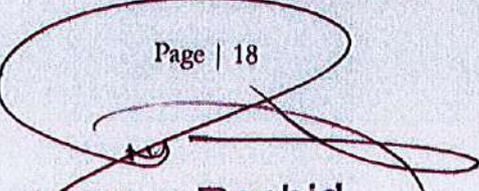

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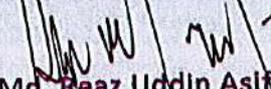
3: Detailed description and information

Part I	
1. Particulars of issuer:	
(a) Name	NRB Commercial Bank Limited
(b) Legal status	Public limited company
(c) Details of contact information	Md. Jafar Iqbal Howlader, Fca Vice President & Head of FAD Financial Administration Division Head Office 114, Motijheel C/A, (Level-6), Dhaka-1000 Cell: + 88 01715 757 530 Email: jafar@nrbccommercialbank.com
(d) Date of incorporation or registration	20-February-2013
(e) Date of commencement of business	20-February-2013
(f) Authorized capital	BDT Tk. 10,000 Million
(g) Paid-up capital	BDT 5,825.17 Million
(h) Total equity capital	BDT 9,797.54 Million
(i) Total Liabilities	BDT 106,822.87 Million
(j) Total financial obligations	BDT 4,133.97 Million
(k) Total assets	BDT 116,620.41 Million
(l) Total tangible assets	BDT 835.06 Million
(m) Net worth	BDT 9,797.54 Million
2. Particulars of issue manager:	N/A
3. Particulars of the issue:	
(a) Name of the issue	NRBC Bank Subordinated Bond-I
(b) Type of instruments to be issued	Non-convertible Unsecured Fully-redeemable Floating Rate Subordinated Bonds
(c) Purpose of the issue	To raise Tier-II Regulatory Capital and thereby enhancing Capital to Risk-weighted Asset Ratio (CRAR) as per "Guidelines on Risk Based Capital Adequacy" of Bangladesh Bank
(d) Number of securities and total size of the issue to be offered	Facility size- BDT 3,000,000,000 (Three Billion Taka) ; No of Bond- 300 (Three Hundred)
(e) Face value and issue price of securities mentioning discount or premium	BDT 10,000,000 (Ten Million Taka) of each bond
(f) Coupon rate or rate of profit or discount rate and yield to maturity (YTM)	Reference Rate + Coupon Margin; The Reference Rate shall be determined by the following method: Average of most recent months published fixed deposit rates (6 months tenor) of Private Commercial Banks (excluding Islamic & Foreign Banks). The issuers 6 months tenor deposit rate to be considered at the time of calculating the average. The published deposit rate to be taken from "Announced Interest

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Golam Awla
Managing Director & CEO
NRB Commercial Bank Ltd.


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

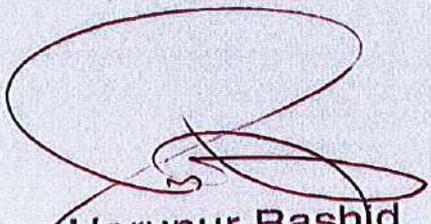

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

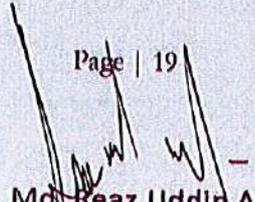
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

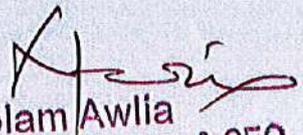
	Rate Chart of the Scheduled Banks (Deposit Rate)" published by Bangladesh Bank in its website. This will be fixed semi-annually. The Reference Rate will be fixed by the trustee semi-annually on ("Interest Reset Date") the immediately preceding business day of the issuance and afterwards semi-annually throughout the tenor of the bond. For avoidance of doubt, the Reference Rate shall be calculated by the trustee and notified to the issuer and all investors on every Interest Reset Date.												
(g) Tenor or maturity	7 Years or 84 Months from the date of Issue												
(h) Details of conversion/ exchange option features	Non-convertible												
(i) Mode of redemption or conversion/ exchange	The principal redemptions will be in 5 (five) annual tranches commencing at the end of 36 th month from the date of drawdown in the following manner: <table border="1" data-bbox="694 772 1396 974"> <thead> <tr> <th>Month</th> <th>Redemption</th> </tr> </thead> <tbody> <tr> <td>36th</td> <td>20.0%</td> </tr> <tr> <td>48th</td> <td>20.0%</td> </tr> <tr> <td>60th</td> <td>20.0%</td> </tr> <tr> <td>72nd</td> <td>20.0%</td> </tr> <tr> <td>84th</td> <td>20.0%</td> </tr> </tbody> </table>	Month	Redemption	36 th	20.0%	48 th	20.0%	60 th	20.0%	72 nd	20.0%	84 th	20.0%
Month	Redemption												
36 th	20.0%												
48 th	20.0%												
60 th	20.0%												
72 nd	20.0%												
84 th	20.0%												
(j) Mode of option (call/ put)	NRBC Bank Subordinated Bond-I is non-put able, non-callable in Nature.												
(k) Rate of return	Coupon Range: 7.00%-9.00% p.a.												
(l) Applicable tax rate	According to the Laws of Bangladesh.												
(m) Default protection mechanism (details of credit enhancement arrangement/ agreement, redemption reserve, sinking fund etc.)	Nil												
(n) Type of collateral securities being offered	Unsecured												
(o) Status of securities holders in case of priority of payment	The Subordinated will be referred to the debt instruments which will be subordinated to deposits and other liabilities of the bank. It implies that the claims of the subordinated debt holders will be junior to the claims of the depositors and the other creditors.												
(p) Period within which securities to be issued	2021-2022												
(q) Nature of tradability or listing in the stock exchange(s)	The bond will not be listed on the exchanges.												
4. Particulars of the trustee:													
(a) Name of the trustee	UCB Investment Limited												
(b) Paid-up capital of the trustee	25,00,00,000/- (Twenty-Five Crore Taka Only)												
(c) Net worth of the trustee	313,616,001/- (Thirty-One Crore Thirty-Six Lacs Sixteen-Thousand and One Taka only.)												

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Harunur Rashid
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NRB Commercial Bank Ltd.


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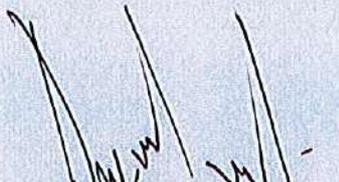

Golam Awlia
Managing Director & CEO
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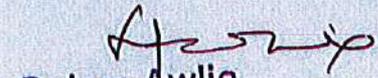
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

(d) Name of the issue(s) where performing as trustee	NRBC Bank Subordinated Bond-I Mercantile Bank Limited	
5. Particulars of the credit rating company:		
(a) Name of the credit rating company	Emerging Credit Rating Ltd. (ECRL)	
(b) Credit rating status of the issuer	Long-term	A
	Short-term	ST-2
(c) Credit rating status of the issue	Long-term	A-B
	Short-term	N/A
(d) Date and validity of rating along with surveillance rating for the issuer and for the issue	June 21, 2022	
(e) Latest default rate of the credit rating company	0.1%	
(f) Average time to default of the rated category	49 Months	
(g) Rating trigger, if any	Entity Rating as Rating trigger for NRBC Bank Subordinated Bond-I	
6. Particulars of originators, if any:		
(a) Originator	Not applicable	
7. Particulars of other contractual parties:		
(a) Name of the underwriter(s)	N/A	
(b) Name of legal counsel	Farooq and Associates	
(c) Name of the arranger	City Bank Capital Resources Limited Details of contact information: Mr. Ershad Hossain Managing Director & CEO City Centre, 13th Floor, Level-14 Unit ID: 13D, 90/1 Motijheel C/A, Dhaka-1000 Phone: +88-02 9565911, +88-02 9575880 Email: ershad.hossain@cbrl.com	

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4: Details of the Utilization of Proceeds

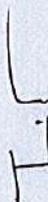
a) Purpose of Issuing NRBC Bank Subordinated Bond-I

NRB Commercial Bank Limited has decided to raise capital through issuance of subordinated bonds in order to strengthen its capital base in accordance with Bangladesh Bank's Guidelines on Risk Based Capital Adequacy in line with Basel III issued by Bangladesh Bank in 2014. The issue will enhance NRBC's Tier II capital and therefore total capital base which will ultimately increase Capital to Risk-weighted Asset Ratio (CRAR) as new Risk Based Capital Adequacy Framework under Basel III.

b) Plan Regarding Use of Proceeds from the Subordinated Bond

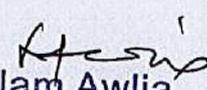
The issuance will further qualify as a part of the bank's Tier II capital and will help maintain healthy capital adequacy ratios in next few years. Besides, the fund will also be used for undertaking general business activities of the bank, which include strengthening the loan portfolio and investment in treasury securities. The proceeds will primarily be used for:

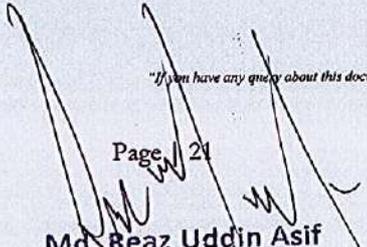
- To grow the loan portfolio of the bank in corporate, SME, Micro credit and retail segments
- To redress the balance sheet asset liability mismatch by incorporating a long term instrument
- To invest in other high-yield instruments

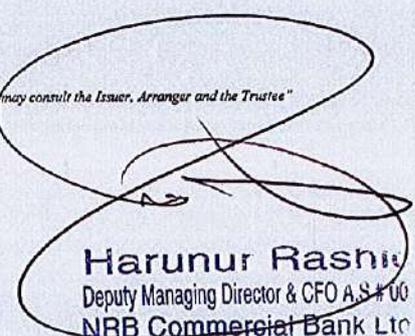

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Harunur Rashid
Deputy Managing Director & CFO A.S.#00
NRB Commercial Bank Ltd

5: Features of NRBC Bank Subordinated Bond-I

NRBC Bank Subordinated Bond-I is a debt instrument which is subordinated to deposits and other liabilities of the bank. It implies that the claims of the potential investors of this instrument are junior to the claims of the depositors and the other creditors. The bonds are unsecured and will not be insured by any deposit insurance scheme. The bonds are non-convertible and fully redeemable and will be ineligible as collateral for any loan made by the Issuer.

The major features of the NRBC Bank Subordinated Bond-I are presented below:

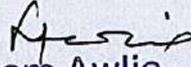
a) Basic Features of the Instrument

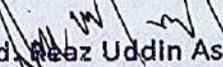
Finalization of all terms & conditions of this instrument (stipulated in below table) are subject to approval from concerned regulatory authorities and may need to change as per regulatory instruction.

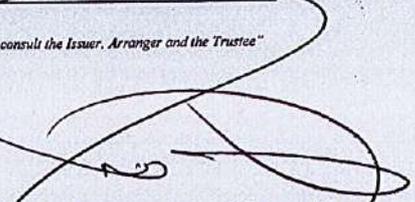
Table 1: Basic Features of NRBC Bank Subordinated Bond-I

Name of the Instrument:	NRBC Bank Subordinated Bond-I
Issue Type:	Non-convertible Unsecured Fully-redeemable Floating Rate Subordinated Bonds
Issuer:	NRB Commercial Bank Limited
Purposes and Objectives:	To raise Tier-II Regulatory Capital and thereby enhancing Capital to Risk-weighted Asset Ratio (CRAR) as per "Guidelines on Risk Based Capital Adequacy" of Bangladesh Bank
Arranger:	City Bank Capital Resources Limited (CBCRL)
Trustee:	UCB Investment Limited
Credit Rating Agency of the Bond:	Emerging Credit Rating Ltd. (ECRL)
Issue Size:	BDT 3,000,000,000 (Three Billion Taka)
No. of Bonds to be issued:	300 (Three Hundred)
Face Value:	BDT 10,000,000 (Ten Million Taka) of Each Bond
Minimum Subscription:	BDT 10,000,000 (Ten Million Taka)
Tenor:	7 Years or 84 Months from the date of Issue
Investors:	Institutional investors and high net-worth individual investors
Mode of Placement:	Private Placement on a best effort basis
Yield to Maturity / Rate of Return:	Coupon Rate
Coupon Rate:	Reference Rate + Coupon Margin
Reference Rate:	The Reference Rate shall be determined by the following method: Average of most recent months published fixed deposit rates (6 months tenor) of Private Commercial Banks (excluding Islamic & Foreign Banks). The issuers 6 months tenor deposit rate to be considered at the time of calculating the average. The published deposit rate to be taken from "Announced Interest Rate Chart of the Scheduled Banks (Deposit Rate)" published by Bangladesh Bank in its website. This will be fixed semi-annually. The Reference Rate will be fixed by the

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Golam Awlia
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Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CEO A.S # 00
NRB Commercial Bank Ltd

	trustee semi-annually on ("Interest Reset Date") the immediately preceding business day of the issuance and afterwards semi-annually throughout the tenor of the bond. For avoidance of doubt, the Reference Rate shall be calculated by the trustee and notified to the issuer and all investors on every Interest Reset Date.																		
Quotation Day	5 business days before the first day of any period for which a coupon rate is to be determined																		
Coupon Margin:	2.50%p.a.																		
Range of Coupon Rate:	7.00% - 9.00% at all times																		
Coupon Payment:	Interest to be paid semi-annually. First interest will be paid after six months of the drawdown date																		
Repayment Schedule:	The principal redemptions will be in 5 (five) annual tranches commencing at the end of 36 th month from the date of drawdown in the following manner: <table border="1" data-bbox="678 929 1348 1108"> <thead> <tr> <th>Month</th> <th>Redemption</th> </tr> </thead> <tbody> <tr> <td>36th</td> <td>20.0%</td> </tr> <tr> <td>48th</td> <td>20.0%</td> </tr> <tr> <td>60th</td> <td>20.0%</td> </tr> <tr> <td>72nd</td> <td>20.0%</td> </tr> <tr> <td>84th</td> <td>20.0%</td> </tr> </tbody> </table>	Month	Redemption	36 th	20.0%	48 th	20.0%	60 th	20.0%	72 nd	20.0%	84 th	20.0%						
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60 th	20.0%																		
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84 th	20.0%																		
Non-convertible:	NRBC Bank Subordinated Bond-I is not convertible into Ordinary Shares																		
Non-callable:	NRBC Bank Subordinated Bond-I is not callable																		
Tax Features:	According to the laws of Bangladesh																		
Late Redemption:	The Issuer shall pay a late payment penalty of 2% (two per cent) higher than the Coupon Rate and be payable on the amount not paid on the due date till the date of actual payment																		
Early Redemption	The Issuer shall pay an early redemption penalty of 2% (two per cent) higher than the Coupon rate which will be applicable from end of the second year starting from the drawdown date. In case of early redemption, coupon rate will be paid along with all coupons (accrued and unpaid) to be calculated at last coupon rate along with the redeemed amount.																		
Credit Rating:	<p>Issuer Rating:</p> <table border="1" data-bbox="678 1568 1348 1713"> <thead> <tr> <th>Credit Rating</th> <th>Current</th> </tr> </thead> <tbody> <tr> <td>Long-term</td> <td>A</td> </tr> <tr> <td>Short-term</td> <td>ST-2</td> </tr> <tr> <td>Publishing Date</td> <td>22.06.2021</td> </tr> <tr> <td>Validity Date</td> <td>21.06.2022</td> </tr> </tbody> </table> <p>Credit Rating by: Emerging Credit Rating Limited (ECRL)</p> <p>Bond Rating:</p> <table border="1" data-bbox="678 1792 1348 1904"> <thead> <tr> <th>Credit Rating</th> <th>Current</th> </tr> </thead> <tbody> <tr> <td>Long-term</td> <td>A-_B</td> </tr> <tr> <td>Short-term</td> <td>N/A</td> </tr> <tr> <td>Publishing Date</td> <td>22.06.2021</td> </tr> </tbody> </table>	Credit Rating	Current	Long-term	A	Short-term	ST-2	Publishing Date	22.06.2021	Validity Date	21.06.2022	Credit Rating	Current	Long-term	A- _B	Short-term	N/A	Publishing Date	22.06.2021
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	Validity Date	21.06.2022
	Credit Rating by: Emerging Credit Rating Limited (ECRL)	
Description of Collateral Security and type of charges to be created against the issue:	Unsecured	
Listing:	Unlisted	
Transferability/Liquidity:	Transferable in accordance with the provisions of the Deed of Trust	
Governing Law:	Laws of Bangladesh	

b) Rate of Return, Yield to Maturity, Coupon/Discount Rate

Rate of return comprises of reference rate and coupon margin.

Reference Rate: The Reference Rate shall be determined by the following method:

Average of most recent months published fixed deposit rates (6 months tenor) of Private Commercial Banks (excluding Islamic & Foreign Banks). The issuers 6 months tenor deposit rate to be considered at the time of calculating the average. The published deposit rate to be taken from "Announced Interest Rate Chart of the Scheduled Banks (Deposit Rate)" published by Bangladesh Bank in its website. This will be fixed semi-annually.

The Reference Rate will be fixed by the trustee semi-annually on ("Interest Reset Date") the immediately preceding business day of the issuance and afterwards semi-annually throughout the tenor of the bond. For avoidance of doubt, the Reference Rate shall be calculated by the trustee and notified to the issuer and all investors on every Interest Reset Date.

Coupon Margin: 2.50% p.a.

Range of Coupon Rate: 7.00% to 9.00%

Coupon to be paid semi-annually. First coupon will be paid at the end of sixth month of the drawdown. "Rate calculation will be done on the basis of Banker's year (360 Days) and interest rate will be applied on the subscribed amount and then will be divided into half while paying the half-yearly coupon. Therefore, interest calculation will be done on a half-yearly basis with 360 days year, not on a daily basis with 365 days a year."

c) Transferability/Liquidity;

The bond is freely transferable in accordance with the provisions of the Trust Deed.

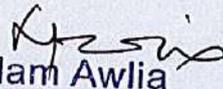
d) Prepayment, Call, Refunding, Conversion or Exchange option;

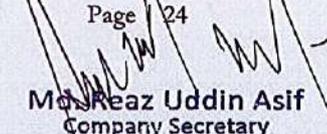
Subordinated bond is non-put able, non-callable in Nature.

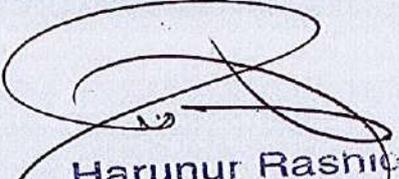
e) Early redemption or late redemption;

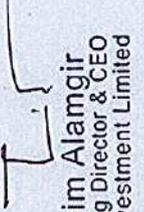
The Issuer shall pay an early redemption penalty of 2% (two per cent) higher than the Coupon rate which will be applicable from end of the second year starting from the drawdown date. In case of early

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Managing Director & CEO
UCB Investment Limited

redemption, coupon rate will be paid along with all coupons (accrued and unpaid) to be calculated at last coupon rate along with the redeemed amount.

The Issuer shall pay a late payment penalty of 2% (two per cent) higher than the Coupon Rate and be payable on the amount not paid on the due date till the date of actual payment

f) Tax Features;

The Company and any income from the Bond for the investors will be according to the Laws of Bangladesh.

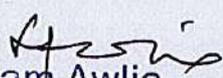
g) Costs related to the issue;

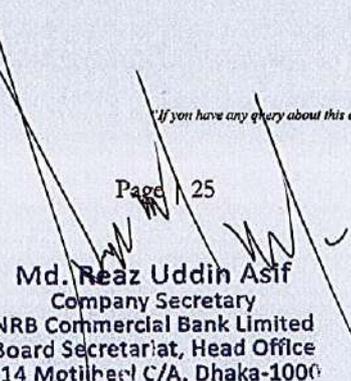
Particulars	Basis of Fees	Amount in BDT
Offering amount		3,000,000,000
Private Offer		3,000,000,000
Arranger to the Issue fees:		10,350,000
Arranger to the Issue fees	0.30% of the Private offer amount	9,000,000
VAT against Issue Management fee	15% of Issue Management fees	1,350,000
BSEC Fees:		3,010,000
Application Fee for both Public and private offer	Fixed	10,000
Consent Fee	0.10% on the offering amount	3,000,000
Trustee Fees:		545,000
Trustee Fee		300,000
VAT for trustee fee		45,000
Trustee Application Fee		50,000
Trustee Registration Consent fee		100,000
Trustee Annual Fee		50,000
Legal Advisor Fee		345,000
Credit Rating Fee		143,750
Grand Total		14,393,750

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h) Repayment schedule;

NRBC Bank Subordinated Bond-I will be fully redeemed in 5 (five) annual tranches commencing at the end of 36th month from the date of drawdown in the following manner;

Table 2: Repayment Schedule of Total Issue

Year	End of Months	Beginning Balance	Repayment		Ending Balance
			% of Repayment	Amount	
Year 1	6 th	3,000.00	Nil	0	3,000.00
	12 th	3,000.00	-	0	3,000.00
Year 2	18 th	3,000.00	-	0	3,000.00
	24 th	3,000.00	-	0	3,000.00
Year 3	30 th	3,000.00	-	0	3,000.00
	36 th	3,000.00	20.00%	600.00	2,400.00
Year 4	42 nd	2,400.00	0	0.00	2,400.00
	48 th	2,400.00	20.00%	600.00	1,800.00
Year 5	54 th	1,800.00	0	0.00	1,800.00
	60 th	1,800.00	20.00%	600.00	1,200.00
Year 6	66 th	1,200.00	0	0.00	1,200.00
	72 nd	1,200.00	20.00%	600.00	600.00
Year 7	78 th	600.00	0	0.00	600.00
	84 th	600.00	20.00%	600.00	0.00

Amount in BDT million

i) Call or put option, and premium or discount thereof, if any;

There is no call and put option.

j) Credit enhancement or guarantee, if any;

NRBC Bank subordinated Bond-I is superior to the claims of investors in equity shares of the bank. It is neither secured nor covered by a guarantee of the issuer nor related entity or other arrangement that legally or economically enhances the seniority of the claim vis-à-vis bank creditors.

k) Enforcement of charges over securities;

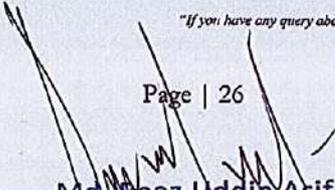
The Trustee, subject to "Enforcement" Clause of Trust Deed, shall enforce all payment obligations under the Subordinated Bonds only within the scope of law of the land for the amount due and payable under the Subordinated Bonds. The Trustee shall follow the procedure laid down in the Rule "Modus Operandi of the Issue" (or any successor provision) to call for a meeting of the Bondholders and shall be bound by the written decision of the holders of not less than 75% in principal amount of the Bonds then outstanding.

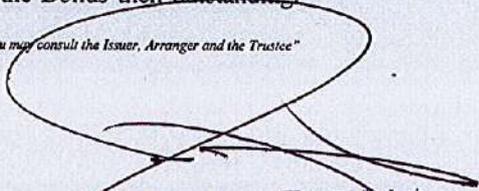
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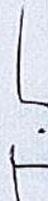
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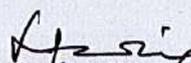

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NRB Commercial Bank Ltd.

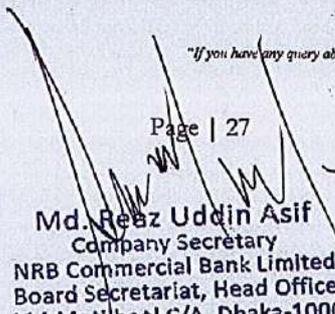
However, if no written instructions is received in accordance with this clause within thirty days after mailing of the notice in accordance with the above mentioned rule, the Trustee shall proceed to take any step to enforce the rights of the Bondholders against the Issuer in accordance with the "Enforcement" Conditions of Trust Deed; provided however that at all times Trustee shall only proceed with enforcement if it has been fully indemnified to its satisfaction against all actions, proceedings, claims and demands to which it may there by render itself liable and all costs (including legal costs on a solicitor and client basis), charges, damages and expenses which it may incur by so doing. Only the Trustee may pursue the rights and remedies available under the "Enforcement" Clause of Trust Deed to enforce the rights of the Bondholders against the Issuer and no Bondholder shall be entitled to pursue such remedies against the Issuer unless the Trustee, having become bound to do so in accordance with the terms of the Trust Deed, fails to do so after the expiry of fourteen (14) days from the date of the Trustee having become bound to do so.

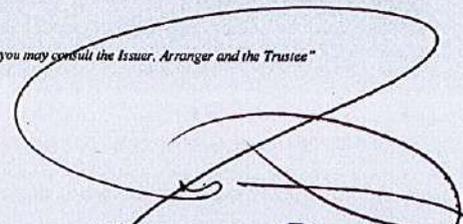

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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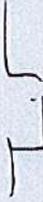

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Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd

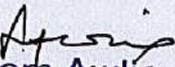
6: Description of Collateral Security and Type of Charges to be created against the issue

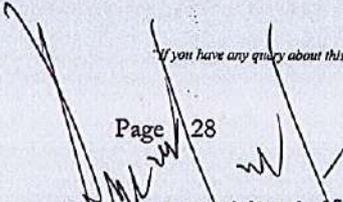
Unsecured Subordinated Bonds are rank below deposits, borrowings and secured bonds with regard to claims on assets or earnings. NRBC Bank Subordinated Bond-I are unsecured, and the claims of the bondholders are not covered by any collateral or security thereon and therefore no charge against the issues.


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NRB Commercial Bank Ltd

7. Rights and obligations of the Issuer:

7.1 Payment Covenants

7.1.1 Coupon Payment

The Bondholders shall have rights to coupon payments in accordance with Condition VI (Coupon Payment) of the Schedule 1 (Terms and Conditions of the Bonds)

7.1.2 Redemption

The Bonds shall be redeemed in accordance with Condition VII (Redemption) of the Schedule 1 (Terms and Conditions of the Bonds)

7.1.3 Payments subject to applicable laws

Unless otherwise agreed herein, all payments in respect of the Bonds are subject in all cases to any applicable laws and regulations of Bangladesh, but without prejudice to the provisions of Clause VIII (Events of Default) of the Schedule 1 (Terms and Conditions of the Bonds). No commissions or expenses shall be charged to the Bondholders in respect of such payments.

7.1.4 Payment to Nominee

If the Bondholder is a natural person, he may appoint a nominee who shall on the death of the Holder of a Bond is entitled to receive money in relation to the Bond held in the name of the Bondholder in Depository. Bondholder shall inform the Registrar in the prescribed form the name of his nominee and upon receipt of such information the Registrar shall record the name of nominee in the Duplicate Register and shall inform the Issuer. If the Bondholder is more than one person each holder of a Bond may appoint a nominee for himself who shall hold the Bond along with the surviving Holder of the Bond. Payment by the Paying Agent to the nominee on the Coupon Payment Date on the death of the Bondholder shall be sufficient to discharge payment obligations of the Issuer to the Bondholders and it shall be responsibility of the nominee to distribute amongst the heirs of the deceased in accordance with applicable laws.

7.1.5 Taxation

All tax will be paid or deducted as per the laws of Bangladesh.

7.2 Other Covenants by the Issuer

The Issuer hereby covenants with the Trustee that so long as any of the Bonds remain outstanding, it will:

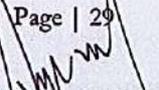
7.2.1 Comply with Bond Documents

Comply with, perform and observe all those provision of the Bond Documents which are expressed to be binding on it and to perform and observe the same. The Bonds are subject to the provisions contained in this Trust Deed, all of which shall be binding upon the Issuer and the Bondholders and all persons claiming through or under them respectively. The Bondholders and all persons claiming under or through them respectively will also be entitled to the benefit of, and will be bound by, this Trust Deed and the other Bond Documents and will be deemed to have notice of all of the provisions of the Bond Documents applicable to them.

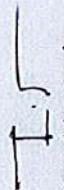
"If you have any query about this document you may consult the Issuer, Arranger and the Trustee."

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7.2.2 Comply with Applicable Laws

Comply with, perform and observe all those provisions of the applicable laws including, but not limited to Debt Securities Rules. The Issuer agrees that Bondholders and all persons claiming under or through them respectively will also be entitled to the benefit of, and will be bound by, the applicable laws and will be deemed to have notice of all of the provisions of the applicable laws, as applicable to them.

7.2.3 Books of account

At all times keep such books of account as may be necessary to comply with all applicable laws and so as to enable the financial statements of the Issuer to be prepared and allow, subject to confidentiality obligations under applicable law, the Trustee and any person appointed by it free access to the same at all reasonable times and to discuss the same with responsible officers of the Issuer.

7.2.4 Information

So far as permitted by applicable law, at all times give to the Trustee such information, opinions, certificates and other evidence as it shall require and, in such form, as it shall require in relation to Issuer for the performance of its obligations under the Bond Documents.

7.2.5 Execution of further documents

So far as permitted by applicable law, do all such further acts and things as may be necessary in the reasonable opinion of the Trustee to give effect to the provisions of this Trust Deed;

7.2.6 Notices to the Bondholders

Send or procure to be sent to the Trustee not less than five (5) days prior to the date of publication one copy of each notice to be given to the Bondholders in accordance with the Conditions and, upon publication, send to the Trustee two copies of such notice.

7.2.7 Notification of non-payment

Notify the Trustee forthwith in the event that it does not, on or before the due date for payment in respect of the Bonds or any of them, pay unconditionally the full amount in the relevant currency of the moneys payable on such due date on all such Bonds.

7.2.8 Notification of late payment

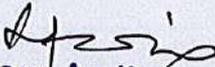
In the event of the unconditional payment to the Trustee of any sum due in respect of the Bonds or any of them being made after the due date for payment thereof, forthwith upon request by the Trustee give notice to the Bondholders that such payment has been made.

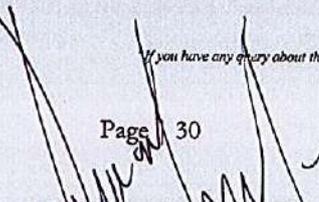
7.2.9 Evidence of Due Approval by the Board of Directors and Authorized Signatories

Upon reasonable notice by the Trustee to deliver to the Trustee a copy of the resolution of the Board of Directors of the Issuer authorizing issuance of the Bond, the declaration of the Trust, a list of the Authorized Signatories of the Issuer, together with certified specimen signatures of the same.

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee.

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8. Rights and obligations of the trustee

8.1 Duties and Obligation under Applicable Law

Notwithstanding anything contained in this Trust Deed, the Trustee shall have all such duties and obligations as set out in the applicable laws including but is not limited to the Debt Securities Rules and the Trust Act 1882.

8.2 Administration of Trust

The Trustee shall manage and administer the Bonds in accordance with the terms of this Trust Deed and the Conditions and execute, acknowledge, confirm or endorse any agreements, documents, deeds, instruments and papers in connection therewith and to implement, give effect to and facilitate the terms and conditions of the Bonds and such other documents, deeds and agreements in contemplation thereof;

8.3 Act for the Bondholders

Save the provision of all applicable laws of Bangladesh, the Trustee shall act on behalf and for the exclusive interests of the Bondholders and be liable to sue and to be sued on behalf of them.

8.4 Monitoring

The Trustee shall ensure that the Issuer is observing the applicable laws including, but not limited to, the requirements of the Debt Securities Rules and the terms and conditions of the Bond Documents. As soon as the Trustee is aware of any breach by the Issuer it shall immediately inform the Bondholders, Guarantor and the Issuer of such breach. The Issuer hereby covenants with the Trustee to comply with, perform and observe all those provisions of this Trust Deed, the Conditions and the other Schedules which are expressed to be binding on it and to perform and observe the same. As soon as Event of Default is remedied by making payment to the Bondholders in accordance with the Bond Documents, Trustee shall immediately inform the Bondholders.

8.5 Maintaining Account

The Trustee shall open and maintain such accounts as it deems necessary for discharging the functions of Trustee in pursuant to the provision of this Trust Deed, the Conditions, the Trust Act 1882 and the Debt Securities Rules.

8.6 Holding Trust Property

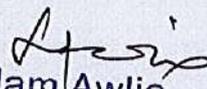
The Trustee shall hold and keep the money and assets representing the Trust Property and to deposit and withdraw such moneys and assets as may be required from time to time.

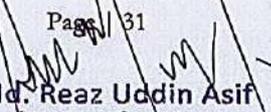
8.7 Report to BSEC

The Trustee shall monitor timely payment of all dues of the Issuer to the Bondholders in terms of the Information Memorandum approved by BSEC and submit an annual compliance report to the BSEC on the activities of the Issuer including repayment of dues to the Bondholders. When Trustee shall submit such report to the BSEC, it shall provide a copy of the Report to the Issuer, Guarantor and each of the Bondholders.

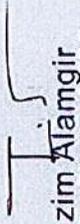
"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

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Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

8.8 Grievances of the Bondholders

Upon receipt of a complaint from the Bondholders, the Trustee shall take necessary steps for redress of grievances of the Bondholders within one month of the date of receipt of the complaints and it shall keep the BSEC and the Issuer informed about the number, nature and other particulars of the complaints received and the manner in which such complaints have been redressed;

8.9 Call for Meeting of the Bondholders

On the requisition of the Bondholders in accordance with the provision of the Trust Deed, the Trustee shall call any Meeting of the Bondholders and to facilitate the proceedings of such Meeting as it deems appropriate in accordance with the terms of this Trust Deed;

8.10 Compliance with the Instruction of the Bondholders

Upon instruction by the Bondholders in accordance with this Trust Deed, to sell or otherwise dispose of the Trust Property and close any bank accounts that may have been opened in pursuance of this Trust Deed after distribution of amounts standing to their credit;

8.11 Duty to Inspect

It is the duty of the Trustee to inspect or call for books of accounts, records, register of the Issuers and the Trust property, if required, to the extent necessary for discharging its obligation.

8.12 Duty to Ensure the Interest of the Bondholders

Subject to consent of the Bondholder and Guarantor, the Trustee shall have power to insert any additional terms and conditions for the performance of the obligations under this Trust Deed for the protection of the interest of the Bondholders;

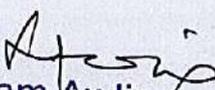
8.13 Trustee's determination

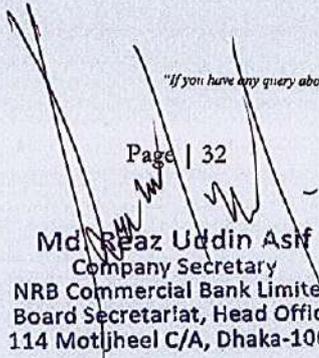
The Trustee may determine whether or not a default in the performance or observance by the Issuer of any obligation under the provisions of any Bond Document or contained in the Bonds is capable of remedy and/or materially prejudicial to the interests of the Bondholders and if the Trustee certifies that any such default is, in its opinion, not capable of remedy and/or materially prejudicial to the interests of the Bondholders, such certificate shall be conclusive and binding upon the Issuer and the Bondholders and the Trustee shall provide a copy of such certificate to the Guarantors as soon as possible.

8.14 Determination of questions

The Trustee as between itself and the Bondholders shall have full power to determine all questions and doubts arising in relation to any of the provisions of this Trust Deed and/or the Conditions and every such determination, whether made upon a question actually raised or implied in the acts or proceedings of the Trustee, shall be conclusive and shall bind the Trustee and the Bondholders.

8.15 Trustee's discretion


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Deputy Managing Director & CFO
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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The Trustee shall (save as expressly otherwise provided herein) as regards all the trusts, powers, authorities and discretions vested in it by this Trust Deed or by operation of law, have absolute and uncontrolled discretion as to the exercise or non-exercise thereof and the Trustee shall not be responsible for any Liability that may result from the exercise or non-exercise thereof but whenever the Trustee is under the provisions of this Trust Deed bound to act at the request or direction of the Bondholders, the Trustee shall nevertheless not be so bound unless first indemnified and/or provided with security to its satisfaction against all actions, proceedings, claims and demands to which it may render itself liable and all costs, charges, damages, expenses and liabilities which it may incur by so doing.

8.16 Trustee's consent

Any consent given by the Trustee for the purposes of this Trust Deed may be given on such terms and subject to such conditions (if any) as the Trustee may require.

8.17 Application of proceeds

The Trustee shall not be responsible for the receipt or application by the Issuer of the proceeds of the issue of the Bonds.

8.18 Agents

The Trustee may with the prior consent in writing of the Issuer, instead of acting personally, employ and pay an agent on any terms, whether or not a lawyer or other professional person, to transact or conduct, or concur in transacting or conducting, any business and to do or concur in doing all acts required to be done by the Trustee, as the case may (including the receipt and payment of money) and, provided the Trustee shall have exercised reasonable care in the selection of any such agent, the Trustee shall not be responsible for any Liabilities incurred by reason of the misconduct, omission or default on the part of any person appointed by it hereunder or be bound to supervise the proceedings or acts of any such person.

8.19 Delegation

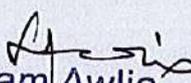
The Trustee may, with the prior consent in writing of the Issuer (which consent shall not be unreasonably withheld), in the execution and exercise of all or any of the trusts, powers, authorities and discretions vested in it by this Trust Deed, act by responsible officers or a responsible officer for the time being of the Trustee and the Trustee may also whenever it thinks fit, whether by power of attorney or otherwise, delegate to any person or persons or fluctuating body of persons (whether being a joint trustee of this Trust Deed or not) all or any of the trusts, powers, authorities and discretions vested in it by this Trust Deed and any such delegation may be made upon such terms and conditions and subject to such regulations (including power to sub-delegate with the consent of the Trustee) as the Trustee may think fit in the interests of the Bondholders and, provided the Trustee shall have exercised reasonable care in the selection of any such Appointee and the Trustee shall not be bound to supervise the proceedings or acts of and shall not in any way or to any extent be responsible for any Liabilities incurred by reason of the misconduct, omission or default on the part of such delegate or sub-delegate.

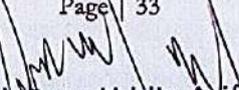
8.20 Custodians and nominees

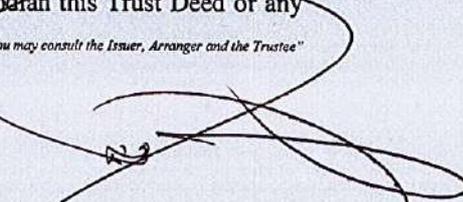
The Trustee may appoint (where reasonably expected to do so, with prior consent from the issuer) and pay any person to act as a custodian or nominee on any terms in relation to such assets of the trust as the Trustee may determine, including for the purpose of depositing with a custodian this Trust Deed or any

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Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRBC Commercial Bank Ltd

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Managing Director & CEO
UCB Investment Limited

document relating to the trust created hereunder and, provided the Trustee shall have exercised reasonable care in the selection of any such Appointee, the Trustee shall not be responsible for any Liability by reason of the misconduct, omission or default on the part of any person appointed by it hereunder or be bound to supervise the proceedings or acts of any such person.

8.21 Confidential information

The Trustee shall not (unless required by law or ordered so to do by a court of competent jurisdiction) be required to disclose to any Bondholder any confidential information (financial or otherwise) made available to the Trustee by the Issuer or any other person in connection with this Trust Deed and no Bondholder shall be entitled to take any action to obtain from the Trustee any such information. The Trustee shall forward to the Bondholders any non-confidential information made available to the Trustee by the Issuer in connection with this Trust Deed.

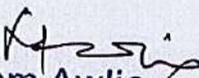
8.22 Trustee liable for gross negligence

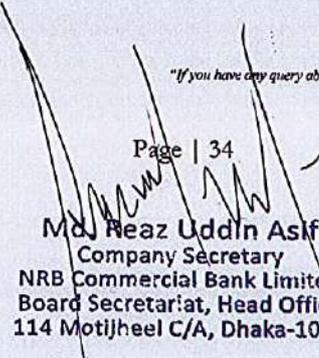
None of the provisions of this Trust Deed shall in any case in which the Trustee has failed to show the degree of care and diligence required by it as trustee, having regard to the provisions of this Trust Deed conferring on the Trustee any powers, authorities or discretions, relieve or indemnify the Trustee against any Liability which by virtue of any rule of law would otherwise attach to it in respect of any gross negligence, wilful default or fraud of which it may be guilty in relation to its duties under this Trust Deed.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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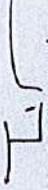

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

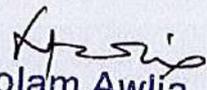

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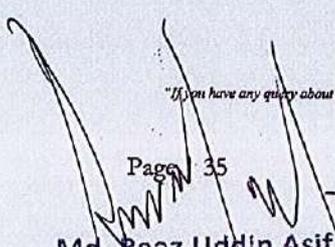

Harunur Rasnic
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

10. Rights of the investors

- a. Each of the Bondholders has the right to demand information relating to the issuance of Bond and/or information relating to the Issuer, as set forth in this Trust Deed or in the Conditions, from the Issuer.
- b. Each of the Bondholders has the right to receive payment of Purchase Price of the Bond on the respective Redemption Date in accordance with the procedure as set out in the Condition VII (*Redemption*) of the Schedule 1 (*Terms and Conditions of the Bonds*).
- c. Each of the Bondholders has the right to receive any other payment including Late Payment Fee and/or Early Redemption Fee, if applicable, whenever such payment becomes due and payable by the Issuer in accordance with the procedure set forth in the Conditions contained hereunder in Schedule 1 (*Terms and Conditions of the Bonds*).
- d. Each of Bondholders has the right to attend Meetings of the Bondholders and vote therein in accordance with the provisions of the Schedule 2 (*Meeting of Bondholders*).


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11. Description of NRB Commercial Bank Limited: The Issuer

NRB Commercial Bank Limited (NRBC Bank) was incorporated on February 20, 2013 as a Public Limited Company under the Company Act, 1994 and also is governed by the Banking Companies Act 1991 with authorized capital of Tk. 10,000 million and having initial capital base of Tk. 4,446.06 million (Paid up Capital) by converting the hard earned foreign currency of 53 qualified NRBs from business persons, community leaders, scientists, educationists, living in across the globe which includes USA, Canada, UK, Russia, Italy, Germany, UAE and Kuwait.

The principal activities of the Bank are banking and related activities including accepting customer deposits, lending to retain, Small and Medium Enterprise (SMEs) and corporate customers, Trade Financing, lease financing, project financing, issuing Letter of Credit, inter bank borrowing and lending and dealing in government securities and equity shares etc.

NRBC Bank Securities Limited was formed as subsidiary company after obtaining approval from Bangladesh Bank, following guidelines of the Bangladesh Securities and Exchange Commission (BSEC).

NRBC Bank has got permission for Islami Banking Business window no. BRPD (P-3)/745(60)/2019-9275 dated 14 November 2019 and its soft operation inaugurated on 20 January 2020 of 8 branches. Bank is intended to expand operation all over the country in spirit of Islami Shariah.

VISION

To become a peerless bank in terms of providing efficient & innovative banking services, safeguarding depositor's interest, fulfilling shareholders desire, supporting economic growth of the country with particular attention to channelize regular inflow of foreign remittance of Bangladeshi expatriates working abroad and also the inflow of idle and less remunerative fund held with wealthy NRBs. To become an entrusted partner of the people.

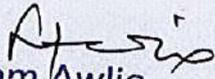
MISSION

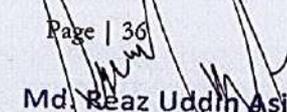
- Strengthen the business and investment opportunities.
- Create confidence among the NRBs for investment.
- Strengthen inflow of remittance.
- Deliver service excellence.
- Maintain good financial health.
- The bank shall be the forerunner in exploiting new sources of fund such as Assets Securitization, issuance of mutual fund etc., for addressing the needs of newly emerged financing areas such as SME financing, factoring, micro finance, IT based products, housing financing etc. with a view to furthering the economic growth of the country.
- Create dignified working environment for Employees.

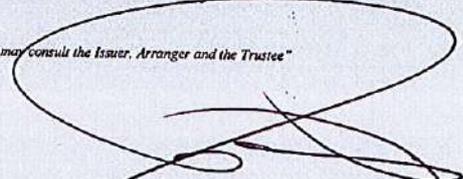
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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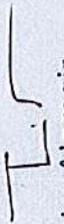

Golam Awlia
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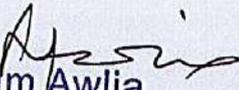

Md. Reaz Uddin Asif
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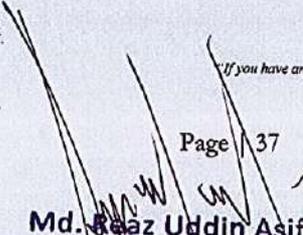

Harunur Rasheed
Deputy Managing Director & CFO A.S # 01
NRB Commercial Bank Ltd.

CORE VALUES

- **Corporate Governance:** Conducting all business affairs in compliance with regulatory rules.
- **Creativity-Technological innovation:** Introduction of new products & processes with significant technological changes to meet customers' banking requirements in an efficient way.
- **Humanity:** Enable humanity through banking by financially enabling mass people with affordable, accessible and relevant financial products and services.
- **Trustworthiness:** Keeping trust in the very first place by being reliable to the customers and by providing financial guidelines always beneficial to the clients.
- **Loyalty:** Be a bank of loyal customers and employees by adding values in their financial lives.
- **Sustainability:** Creating sustainable economic value for our shareholders, Customers, employees, and community by utilizing an honest and efficient business methodology.
- **Performance Orientation:** Encouraging all its employees to believe & practice a performance-oriented culture.
- **Customer Oriented Culture:** Believing & practicing a culture with the motto of "Customer comes first"


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Raaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

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Harunur Rashid
Deputy Managing Director & CFO A.S# 00
NRB Commercial Bank Ltd

STRATEGIC OBJECTIVES

- Create opportunities for NRBs to invest their earnings, utilize their professional expertise towards development of Bangladesh.
- Channelize idle and less remunerative fund of NRB's.
- Attract FDI of NRB's through diverse products and projects.
- Balanced and sustainable growth.
- Maximization of Shareholders' Wealth.
- Accomplish the long cherished desire and dream of NRB's to have a Bank which they can call their 'own'.
- Excellence of manpower efficiency through attractive compensation package, promoting staff moral through training, development and career plan.
- Invest in the thrust sector for the overall economic development.
- Transfer technology with the help of the well-educated professionals and experienced sponsors of the bank to have a green banking practice.
- Ensure best Corporate Social Responsibility (CSR) practice.
- Promise to make the world of NRBC Bank a little bigger, every day.
- Establish an image as a Bank for the mass people.
- Create a banking network where the rural people of every remote corner of the country will have an access to banking facility.
- To be a Bank which will assist the Government of Bangladesh to collect all the revenues in timely, systematic, clean & efficient manner.

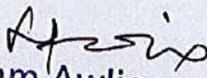
CODE OF CONDUCT

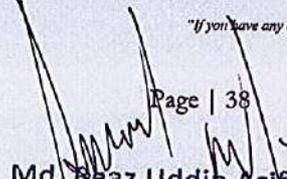
NRBC Bank shall maintain a pleasant working environment in its organization in terms of presence of well set and well-defined compensation package, clearly set goal orientation, as well as performance-led job description for employees of all levels. Salient features of NRBC Bank Code of conduct are given below:

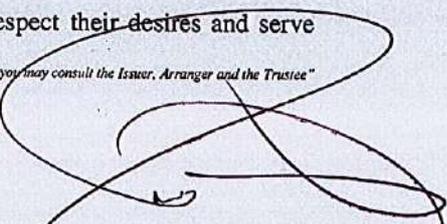
- At all times the stakeholders of NRBC Bank shall act in a professional and ethical way, and uphold the highest standards of honesty, trust, fairness, integrity and diligence;
- Every stakeholder shall consider the risks and implications of their actions and in principle, should feel accountable for them, and for the potential adverse impacts;
- All in NRBC Bank shall take firm promise to comply with all current regulatory and legal requirements, and adopt endeavor to follow best industry practices;
- All information be used and handled with best care and due diligence be applied to ensure highest confidentiality and preserving sensitivity;
- Prevent and avoid potential conflict of interest that may arise and influence one while he/she performs;
- Serve customers, colleagues and counter parties with due care. Respect their desires and serve

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Deputy Managing Director & CFO A.S.#00
NRB Commercial Bank Ltd

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

- them with responsibility if they asked for, or help them voluntarily;
- Set the service standard for the organization that reflects professionalism and also expresses values and attitudes, as well as positive attitude;
 - Equip employees to carry out their duties with due regards to the technical and professional standards expected by qualified customers. Encourage the staffs continuously to develop and maintain their technical and professional knowledge and level of competence;
 - Train and encourage the staff/officials to act with complete integrity towards customers, colleagues, counter parties and others with whom they may come into contact.

The ethical conduct of all employees of NRBC Bank and the reputation of the profession depend largely on their approaches and attitudes at all levels. Standards of integrity, ethics and professionalism cannot be created or maintained by written rules alone, rather this depends upon the integrity and behavior of those engaged as professionals in the industry. Thus, the responsibility of the bank is to adopt and uphold integrity and professional ethics in all of its units and service standards.

CORPORATE PROFILE

Name of the Company	NRB Commercial Bank Limited
Chairman of the Bank	Mr. S M Parvez Tamal
Managing Director and CEO	Mr. Golam Awlia
Legal Form	A public limited company incorporated in Bangladesh on February 20, 2013 under the Company Act, 1994 under the Companies Act 1994, subsequently listed in Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.
Commencement of Business	20-February, 2013
Registered Office	Red Crescent Jashim Trade Center, 114 Motijheel C/A, Dhaka-1000.
Contact	Md. Jafar Iqbal Howlader, FCA Vice President & Head of FAD Financial Administration Division Head Office 114, Motijheel C/A, (Level-6), Dhaka-1000 Cell: + 88 01715 757 530 Email: jafar@nrbccommercialbank.com SWIFT Code: NRBB BDDH E-mail: nrbcb@nrbccommercialbank.com
Web	www.nrbcommercialbank.com

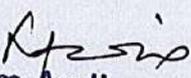
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

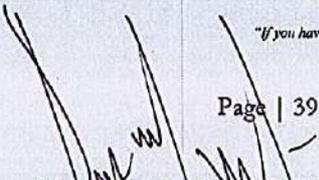
OWNERSHIP PATTERN

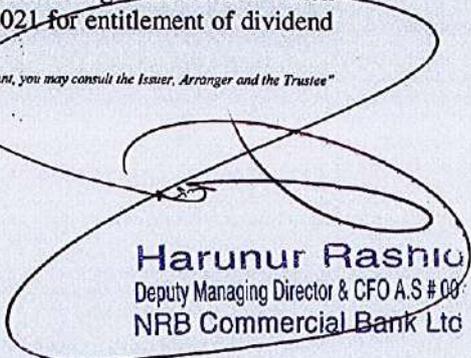
In pre-IPO application process to Bangladesh Securities Exchange Commission (BSEC), The Board of Directors hold 38.29% of outstanding share and, in post IPO, Directors, shareholding stand 31.75% which is higher than prescribed directive of BSEC. As on record date May 31, 2021 for entitlement of dividend

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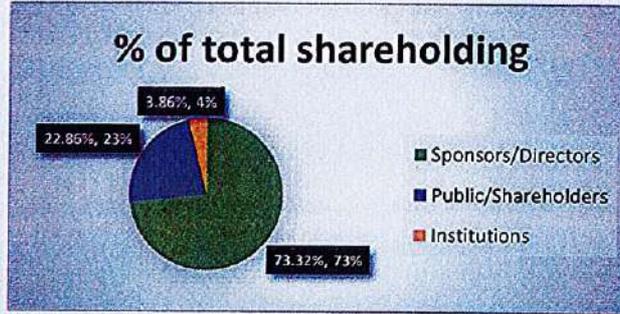

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NRB Commercial Bank Ltd

for year ended 31st December 2020, Sponsors/Directors' of NRBC Bank hold 73.32% of post IPO shareholding and remaining share hold by Public/Shareholder is 22.86% and Institutions is 3.86%.

Table 3: Shareholding Structure of the Issuer



Particulars	As of 31 December, 2020 [on record date]	
	Number of shares (in Mil)	% of total shareholding
Sponsors/Directors	515.05	73.32%
Public/Shareholders	160.39	22.86%
Institutions	27.08	3.86%
Total	702.52	100%

Figure 1: Percentage of total shareholdings-2020

SUBSIDIARIES

NRBC Bank Securities Limited was formed as subsidiary company after obtaining approval from Bangladesh Bank, following guidelines of the Bangladesh Securities and Exchange Commission (BSEC).

i. NRBC Bank Securities Limited.

NRBC Bank Securities Limited (the Company), a subsidiary company of NRBC Bank Limited, was incorporated as a Public limited company in Bangladesh on 20 September 2015 bearing certificate of incorporation no. C-125904/2015 under the Companies Act 1994 having its registered office at 114 Motijheel Commercial Area, Dhaka - 1000. The main objective of the company is to carry on the business of a stock broker and stock dealer that is to be buy, sell and deal in shares, stocks, debentures and other securities under stock exchange in Bangladesh and/ or elsewhere as well as to carry on any business as permissible for a broker and dealer duly licensed by the Bangladesh Securities and Exchange Commission (BSEC).

The NRB Commercial Bank Limited holds 90% equity shareholding of NRBC Bank Securities limited.

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UCB Investment Limited

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Meaz Uddin Asif
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NRB Commercial Bank Limited
at Head Office
Dhaka-1000

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Deputy Managing Director & CFO A.S.#00
NRB Commercial Bank Ltd

Date of incorporation: 20 September 2015
Date of Commencement: December 12, 2016
Ownership Interest in Capital: 90% holding of NRBC Bank

a. Capital Structure

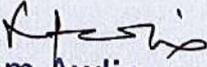
NRB Commercial Bank Limited, the Issuer of the subordinated bond, is a private commercial bank and like other commercial banks its capital structure comprises shareholder's equity, deposits and other liabilities. As of 31 December 2020, NRBC's consolidated total assets stood at BDT 116,643,265,670. Significant parts (77.22%) of NRBC's total assets have been financed by deposits and other accounts.

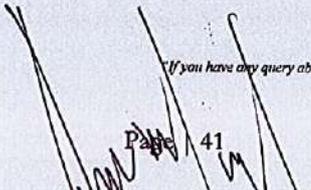
Table 4: Sources of NRBC's Capital Structure

Particulars	As of December 31, 2020	
	BDT	% of Total Asset
Liabilities		
Borrowings from other banks, FIs and agents	4,133.97	3.54%
Deposits and other accounts	90,074.31	77.22%
Other liabilities	12,555.75	10.76%
Total Liabilities	106,764.03	91.53%
Capital/Shareholders' Equity		
Paid-up capital	5,825.17	4.99%
Statutory reserve	1,866.79	1.60%
General reserve		
Other Reserve	810.63	0.69%
Retained earnings	1,332.48	1.14%
Total Shareholders' Equity	9,835.07	8.43%
Minority Interest	44.17	0.04%
Total Liabilities and Shareholders' Equity	116,643.27	100.00%

The Issuer maintains appropriate capital adequacy, which enables it to confront various risk factors it may be exposed to. The Total Regulatory Capital of the bank was BDT 10,472.92 million as on 31 December 2020 against the regulatory requirement of BDT 10,363.00 million. The total asset of the Issuer is BDT 116,643.27 million while the total risk-weighted asset is BDT 82,904 million.

Tanzim Alamgir
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NRB Commercial Bank Ltd

Table 5: Description of Issuer's Total Capital

Particulars	As of December 31, 2020
	BDT Million
Total Risk Weighted Assets	82,904
Core capital (Tier- I)	8,675.94
Supplementary capital (Tier-II)	1,796.99
Total Capital	10,472.92
Total Required Capital (12.5% of RWA for December 31, 2020)	10,363
Capital Surplus/(Shortfall)	109.93
Capital to Risk-weighted Asset Ratio	12.63%
Core capital to Risk Weighted Assets	10.47%
Supplementary capital to Risk Weighted Assets	2.16%

b. Business

NRB Commercial Bank Limited (NRBC Bank) was incorporated on February 20, 2013 as a Public Limited Company under the Company Act, 1994 and also is governed by the Banking Companies Act 1991 with authorized capital of Tk. 10,000 million and having initial capital base of Tk. 4,446.06 million (Paid up Capital) by converting the hard earned foreign currency of 53 qualified NRBs from business persons, community leaders, scientists, educationists, living in across the globe which includes USA, Canada, UK, Russia, Italy, Germany, UAE and Kuwait.

NRBC Bank started its journey from 02 April 2013 after getting permission vide memo No. BRPD (P-3)/745(60)/2013-1189 dated 10 March 2013 as a scheduled Bank. Presently NRBC Bank has 83 Branches, 287 sub-Branches and 277 land registration collection Booths in different locations of Bangladesh.

The principal activities of the Bank are banking and related activities including accepting customer deposits, lending to retail, Small and Medium Enterprise (SMEs) and corporate customers, Trade Financing, lease financing, project financing, issuing Letter of Credit, inter bank borrowing and lending and dealing in government securities and equity shares etc.

NRBC Bank Securities Limited was formed as subsidiary company after obtaining approval from Bangladesh Bank, following guidelines of the Bangladesh Securities and Exchange Commission (BSEC).

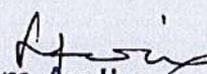
NRBC diverse range of service as intermediary of a Banking System in Bangladesh:

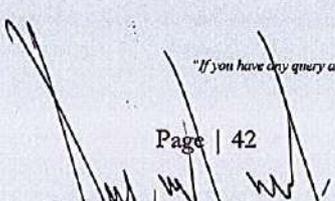
Deposit Products and Services:

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Golam Awlia
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Md. Reaz Uddin Asif
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Board Secretariat, Head Office
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Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

NRBC Bank currently offers various deposit products, taking into account our customer's needs, choices, priorities, the regulatory and financial environment and the strategic need of the bank etc. Various deposit products offered by NRBC Bank are explained below:

Regular Savings Deposit: NRBC Bank ensures attractive rate of return, no hidden charges and half yearly maintenance fee on this deposit. Customers can also avail cheque books, VISA debit card, internet banking and access to account 24/7 via ATMs and NRBC Planet.

Shohoj Shanchay Deposit: It's a unique account with an opportunity to earn higher interest and enjoy the freedom of savings account. The customers can earn specific interest on minimum declared amount.

Student Savings Deposit: This account is designed for our future generation to introduce them in banking practice. Maximum limit for monthly withdrawal through ATM Card Point of Sales will be Tk. 2,000. This limit may be increased up to Tk. 5,000 on request of their guardian.

Savings Deposit-RMG Workers: Savings Account-RMG Workers is designed to provide financial service to the garment workers as a part of the Bank's Financial Inclusion Strategy. This account is similar to Bank's regular savings account except the rate of interest and minimum balance 10 Taka.

Current Deposit: Current Deposit Account is designed for business transactions without any restriction on withdrawal or deposit either in amount or in number of transaction. Other key facilities include cheque book, VISA debit card and internet banking facility, access to account 24/7 via ATM, and earning interest etc. The rate of interest is 1.00% p.a. on daily balance.

Short Notice Deposit: This account allows customer to withdraw and deposit any amount and earn a higher rate of return at the end of month. Among the key features cheque book facility, VISA debit card facility, access to account 24/7 via ATM and opportunity to get up a specific percentage of interest. Interest rate on SND accounts varies on the daily balance of the account.

Fixed Deposit: Under this account customers can deposit any amount from BDT10, 000 for a prescribed fixed tenor and enjoy fixed rate of interest at maturity.

b) Scheme Products: NRBC Bank has also introduced different scheme products considering the customers' needs and convenience. Various scheme products offered by NRBC Bank are explained below:

Money Maker Scheme: Under this scheme, customers will deposit a certain amount of money in every month for a specific tenor from 3 years, 5 years, 7 years or 10 years and get attractive lump sum at maturity.

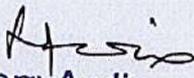
Corporate Money Maker Scheme: The Corporate Money Maker is similar to regular Money Maker Scheme except the size of installment and the benefit provided. Any individual and corporate bodies can open this scheme.

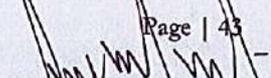
Priority Deposit Scheme: Under this scheme, the customers can open account in his or her own name or jointly or in name of institution or organization by depositing at least Tk. 5 Lac for any of the tenor from 1 month, 3 months, 6 months, 1 year, 2 years, and 3 years. This scheme is auto renewable.

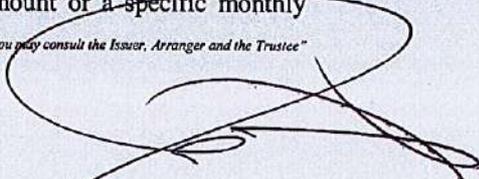
Deposit Pension Scheme: Deposit pension scheme allows customers to deposit a specific amount every month. At the end of the period, customer can get either a lump sum amount or a specific monthly

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pension throughout next five years. At the end of the pension period, customer will get the lump sum amount. Furthermore, at any time of the pension period, customer may stop enjoying pension and withdraw the full lump sum.

Monthly Benefit Scheme: Monthly benefit scheme is designed to provide benefit on monthly basis against a one-time deposit. Tenor of the scheme is 1 to 3 years and benefit will be given upon completion of tenor. Principal will be given back to the customer upon maturity or encashment of the scheme.

Double Benefit Deposit Scheme (DBDS): Under this scheme, deposited amount will be doubled at 9 years and 3 months. Any type of customer can open this scheme in his own name or jointly by depositing Tk. 10,000 or its multiple.

Triple Benefit Deposit Scheme (TBDS): Under this scheme, principal amount will be tripled at 13 years 6 months. Any customer can open account under this scheme in his own name or jointly or in name of institution or organization by depositing any amount of Tk. 10,000 or its multiple.

Lakhpoti Savings Scheme: Customer can open account under this scheme in his own name or jointly by depositing an Initial Deposit amount along with First Installment amount. Tenor of this scheme is 5 years. After depositing 60 installments and the initial deposit customer will get attractive benefit.

Millionaire Savings Scheme: This is an ideal scheme for individuals who want to save their surplus income and attain a savings goal. Customers need to deposit a specific amount each month to get Tk. 10.00 Lac. The amount of monthly installment depends on the tenor of the scheme starting from 3 years.

Student Savings Scheme: This product is designed aiming to build saving tendency among students. Any student at the age of below eighteen years can open this scheme in his or her own name by depositing first installment. Parents or legal guardian of the students will operate the scheme on behalf of the students.

Money maker Scheme-RMG Workers: This scheme is designed to provide financial service to the garment workers of the country. Any garment worker can open this scheme upon producing employee id. This is a monthly installment based scheme with higher rate of returns.

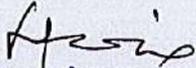
Special Products: Apart from the above deposit products, considering the contribution of individual of different professions in our society, NRBC Bank has introduced some special deposit products with special rates and privileges such as;

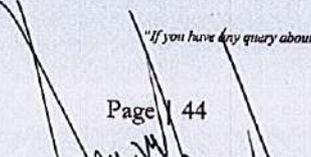
- **Shikhhaguru:** Target customers of this product are mainly "Teachers".
- **Dehogori:** Target customers of this product are "Doctors".
- **Durbar:** Target customers of this product are "Defense Personnel".
- **Lal-Sobuj:** Target customers of this product are "Freedom Fighters".
- **Gurujon:** Target customers of this product are "Senior Citizen".
- **Probashi:** Target customers of this product are "Non-resident Bangladeshi".
- **Ma:** Target customers of this product are "Mothers".
- **Odhikar:** Target customers of this product are "Under privileged/ Marginal People".

Asset Products and Services

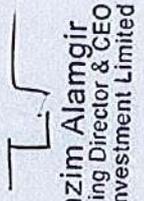
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Working Capital Finance:

To meet customers' running capital requirements NRBCB offers the following products:

- ✓ Over Draft (OD)
- ✓ Guarantees and Bonds

Trade Finance:

NRBCB offers export and import finance facilities for its customers depending on their requirements. NRBCB's trade finance service is a unity of funded and non-funded facilities

Export Finance Facility includes

- ✓ Back to Back L/C Opening
- ✓ Export Bill Discounting (FDBP and IDBP)

Import Finance Facility includes

- ✓ Loan against Trust Receipt (LATR)
- ✓ Term Loan

Non-funded Trade Finance Facility includes

- ✓ L/C Opening (Sight & Deferred)
- ✓ L/C Advising
- ✓ L/C Transfer
- ✓ Bank Guarantee
- ✓ Secured over Draft (SOD) in the form of SOD (general/export bill) and SOD (Others-work order, FDR, land, etc.)
- ✓ Bank Guarantee in the form of Performance guarantee, Advance Payment Guarantee (APG),
- ✓ Bid bond, Inland Bill Purchase (IBP) includes mainly Government Security bills and bonds.
- ✓ Foreign Bill Purchase (FBP) includes foreign drafts

Term Finance

NRBC offers term financing for the businesses which require short or medium term financing.

Short Term Financing includes:

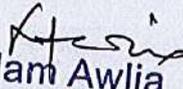
- ✓ Short Term Loan
- ✓ Short Term Revolving Loan

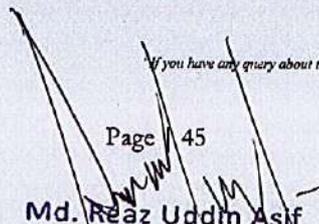
Mid Term Financing includes:

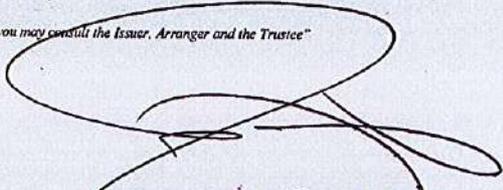
- ✓ NRBCB Term Loan

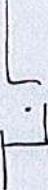
SME Business

SMEs, the engine of growth in Bangladesh, are considered a priority sector as announced by Bangladesh Bank. NRBCB has designed a number of loan products to meet the government's priority, customers' needs and etc. These are


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- ✓ NRBC BUSINESS LOAN
- ✓ TIME LOAN EARNEST MONEY
- ✓ NRBC Commercial Vehicle Loan
- ✓ CASH CREDIT (HYPO)
- ✓ TIME LOAN (IDBP)
- ✓ HOUSE BUILDING LOAN (COMMERCIAL)
- ✓ HIRE PURCHASE
- ✓ HIRE PURCHASE - SE
- ✓ Loan Against Trust Receipt
- ✓ LOAN AGAINST SUPPLY ORDER
- ✓ NRBC Commercial Construction Loan

Micro finance for marginalized people financial inclusion

NRBC has taken micro finance initiative through MFIs to increase our presence and reach in rural, remote, semi-urban places of the country. For Micro-Finance service, the NRBC assessed the institutional setup, organization and financial strength of the partner MFIs proposing to carry out such services for cottage and Micro Enterprise those could not avail institutional finance due to living in remote areas, lack of collateral, absence of banking history and the need of small quantum of finance. For this NRBC Bank has designed and provided financial solutions to this segment through following special products.

- ✓ NRBC Shapna Nir
- ✓ NRBC Desh Gori
- ✓ NRBC Shonali Din
- ✓ NRBC Karigar
- ✓ NRBC Probashi Sosthi
- ✓ NRBC Proyojon

Retails Business Products:

NRBC Life Style Loan: NRBC Life Style Loan provides collateral free flexible financing solution, income aggregation is allowed in case of joint application with spouse, top up facility in need of additional finance, minimal documentation and hassle-free application. The tenor of the loan ranges from 24 months to 60 months.

NRBC Auto Loan: NRBC Offers wide range of Auto loan facilities. The bank provides Financing against purchase of Brand New Vehicle and Re-conditioned Vehicle.

NRBC Home Loan: NRBC Offers wide range of Home loan facilities. The bank provides financing against Completed or under construction apartment, katcha-pacca establishment, transfer existing home loan to NRBC Bank Home construction, extension, decoration, renovation etc.

NRBC Business Loan: NRBC Business Loan is available for Sole Proprietorship concern, Registered Partnership, Private Limited Company, and Public Limited Company.

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NRB Commercial Bank Ltd

NRBC Education Loan: Majority of the foreign educational institutions require solvency certificate or document which Candidates need to submit. NRBC Education Loans are designed to meet such solvency requirements for meritorious students. With high loan amount, hassle free application and competitive rates of NRBC Education loan, you will never be far away from making your dreams come true.

Different Business Channels of NRBCB

NRB Commercial Bank is operating its business operations through different channels, several of them are:

Off-shore Banking Unit (OBU): To increase business involvement in the global market, Bank started another business dimension offshore Banking operation on February 7, 2021 after getting approval from Bangladesh Bank approval # BRPD (OB)/744 (128)/2020-7786 dated September 22, 2020. The Board of Director of its 103rd meeting expressed satisfaction on obtaining Offshore Banking permission from Bangladesh Bank which has opened new horizon for the Bank to expand its business across the borders. Presently, Offshore Banking service is operating through two offshore Banking units of Gulshan Branch and Agrabad Branch in compliance with guidelines of Bangladesh Bank

NRBC Bank Offshore Banking services are specially tailored for 100% foreign owned company, joint venture and locally owned company in Export Processing Zones (EPZ). It offers term finance, working capital finance and trade finance services in different modes. It also provides term finance facility to locally owned industrial units outside EPZ under some special conditions.

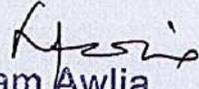
Islamic Window: NRB Commercial Bank commenced its Islamic banking operation named "Al Amin" through 8 of its Windows since 20 January, 2020. Afterwards, on February 08, 2021 the Bangladesh Bank has given Permission to operate Islamic Banking activities in all branches of the bank. By this time, 83 Branches are started the "Al-Amin" Islamic Banking operations. At the end of 2020, total Deposit & Investment Portfolio stands as Tk. 800.00 Million & Tk. 220.00 Million respectively. Al-Amin Islamic Banking window is working for increasing Business Portfolio with a motive to contribute a significant a lot in the global income of the Bank.

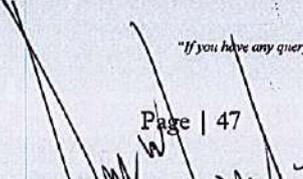
Treasury Services: NRBCB treasury offers sophisticated solutions supported by a large sales force and a state of the art dealing room in Bangladesh. Currently NRBCB's team covers Foreign Exchange, Fixed Income, Money Market, Corporate Sales and Primary Dealers Business.

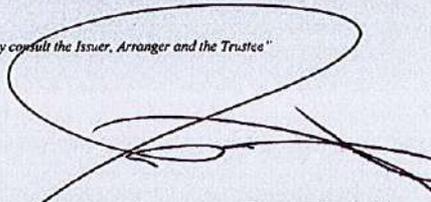
Money Market: Money markets refer to raising and deploying short-term resources, with maturity of funds generally not exceeding one year. NRBCB money market is one of the most active and efficient desk in the interbank market of the country. The money market is sub-divided into Call Money, Term Money Market, SWAP, Repo & Reverse Repo, etc.

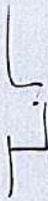
DIBOR: Interbank market is considered to be a risk free market, though in reality, the banks do carry counterparty risk. However, for practical purposes, interbank market carries lowest risk, not only to sovereign risk; hence the interest rates prevailing in interbank market constitute "benchmark" rates. The call money rate as indicated by the overnight Dhaka Interbank Offered Rate is most widely accepted benchmark rate for corporate debt paper, as also for bank credit extended on floating rate basis.

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Tanzim Alamgir
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Foreign Exchange: NRBCB's dynamic Corporate and institutional marketing teams provide up to date market intelligence, advice and timely execution of deals of its customers throughout the trading day including the following: Spot Foreign Exchange, Forward Foreign Exchange, FX SWAP, Competitive Forex Rates for Remittances, Export and Import, Market outlook etc.

Primary Dealers Business: Primary dealer system is an agreement between two major stakeholders in the domestic government debt market. Central Bank has taken the latest move to increase the number of market makers to bring dynamism in the secondary market. As a fourth generation bank, NRBCB plans to gradually improve the business by selling government securities to corporate, institutions and individuals. The business will be administered by the NRBCB Treasury team, which is equipped with state-of-the-art technology, the industry's leading-edge skilled manpower that have expertise in handling government securities trading.

Agent Banking: NRBC Bank started agent banking activities in Dec17, 2015 to provide banking services to the rural and unbanked people through agents where the physical structure of a bank is not established. At present, NRBC Bank has 576 agent points across the country at the end of 2020.

PLANET: Bank successfully introduced another most demandable service for its valuable client namely "Utility Bill payment through PLANET". By using this service, NRBC Bank account holder is able to pay Utility Bills at anytime from anywhere. To pay Utility Bills NRBC Bank customer need not to go any Utility service point or any agent point. Rather utility bills directly from NRBC Account which is another great footprint of Smart Technological Banking Service. As such a good number of Cashless Transaction increases.

Sub-branches: To maximize banking coverage across the county by minimizing cost, NRBC bank shifted its focus on sub branch concept. As a result at the end of 2020, NRBC Banks number of sub branches stood at 365 (including land registration booth) which give banks a big advantage of expanding banking services in every inch and corner of the country.

BRTA Collection booths: NRBC Bank has 24 BRTA collection booths, through this channel bank provides MV Tax & Fees Collection services to all types of peoples including its customers.

b(2) NRBC Bank Highlights 2020 (Solo Basis)

Table 6: NRBC Highlight 2020

NRBC Highlights 2020	Profit After Tax	BDT 1,342 Million
	Paid-up Capital	BDT 5,825.17 Million
	Total Equity	BDT 9,879 Million
	Risk Weighted CAR	12.52%
	Earnings Per Share	BDT 2.3697
	Net Asset Value per share	BDT 16.96
	Dividend	12.5% (Cash 7.5%, Stock 5%)
	Net Operating Income to average total assets	1.42%
	Number of Branches	83
	Number of Employees	2,143

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Loans & Advances	BDT 74,835.73 Million
Fixed Assets	BDT 835.05 Million
Operating Profit	BDT 3,067.99 Million
Total Assets	BDT 116,620.41 Million
Deposit	BDT 90,117.26 Million
CSR	BDT 44.22 Million

b(3) Business Analysis based on Consolidated Financials

11.1.1 Asset Size & Growth

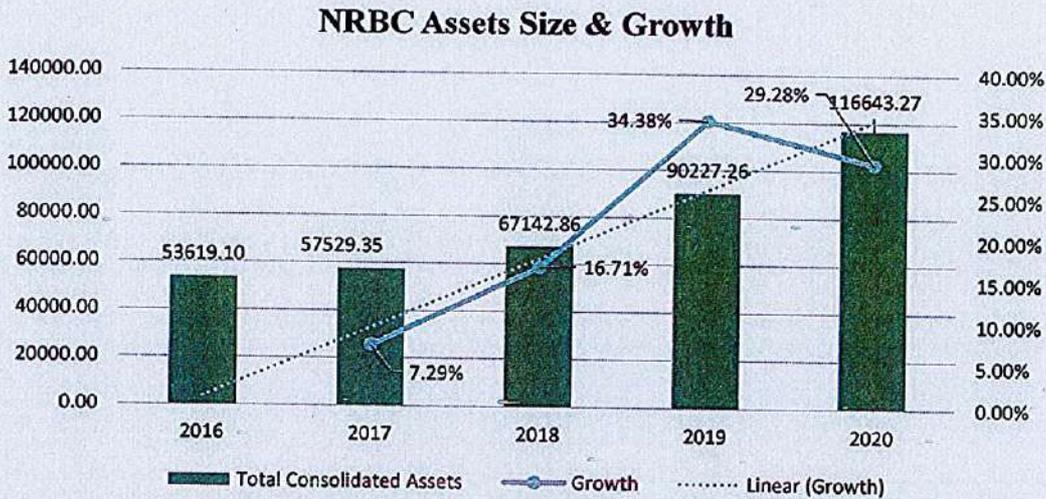
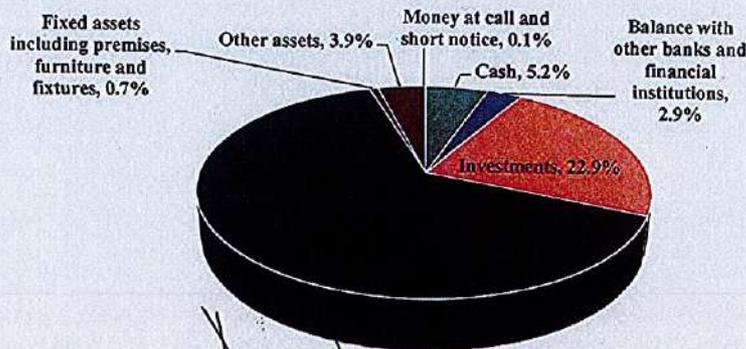


Figure 2: NRBC's Consolidated Total Assets Size & Growth

NRBC's total assets grew substantially during the last few years. At the end of December 2020 total consolidated assets of NRBC stood at BDT 116,643.27 million which is 222% higher than that of December 31, 2015. During the last seven years NRBC's average growth of the asset is 27%.



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Figure 3: Asset Mix-2020

11.1.2 Growth of Loan & Advances

At the end of December 2020 total loans and advances of the Bank stood at BDT 74,887 million. During the last five years NRBC's average growth of the loans and advances is 19%.

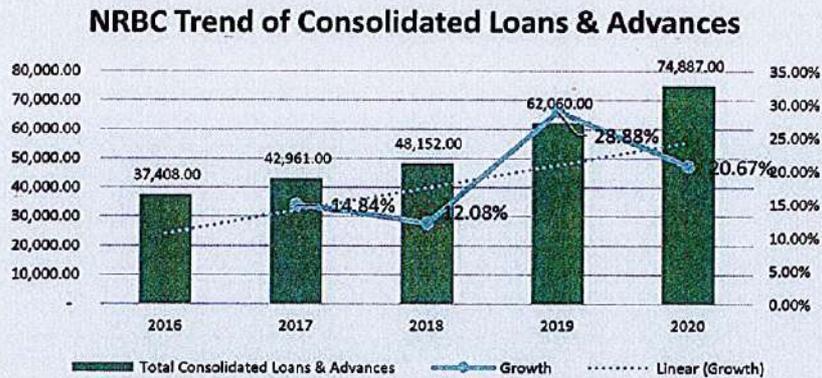


Figure 4: NRBC's Consolidated Total Loans & Advances and Growth

11.1.3 Issuer's Liability Mix

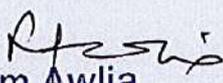
NRBC's total liabilities stood at BDT 106,764.03 million at the end of December 2020 registering 30% growth from its preceding year 2019 (BDT 81,985.31 million). Deposits and other accounts occupied the lion's share of the pie with 84% share in NRBC's total liabilities in 2020. Out of the total deposit and other accounts, Schemes Deposit/ Mudaraba Scheme Deposits was BDT 31,273.59 million with 29% share and followed by Fixed deposits/Mudaraba fixed deposits with 20% share.

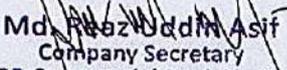
The borrowed fund from other banks, financial institutions & agents, which 4% of issuer's total liabilities, increased by 220% to BDT 4,133.97 million in 2020 against BDT 1,290.23 million in previous year.

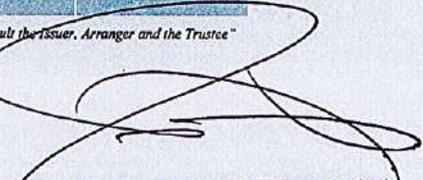
Table 7: NRBC liabilities Mix

Particulars	2019		2020	
	BDT Mn	% of Total	BDT Mn	% of Total
Borrowings from other banks, financial institutions and agents	1,290.23	2%	4,133.97	4%
Deposits and other accounts	71,879.79	88%	90,074.31	84%

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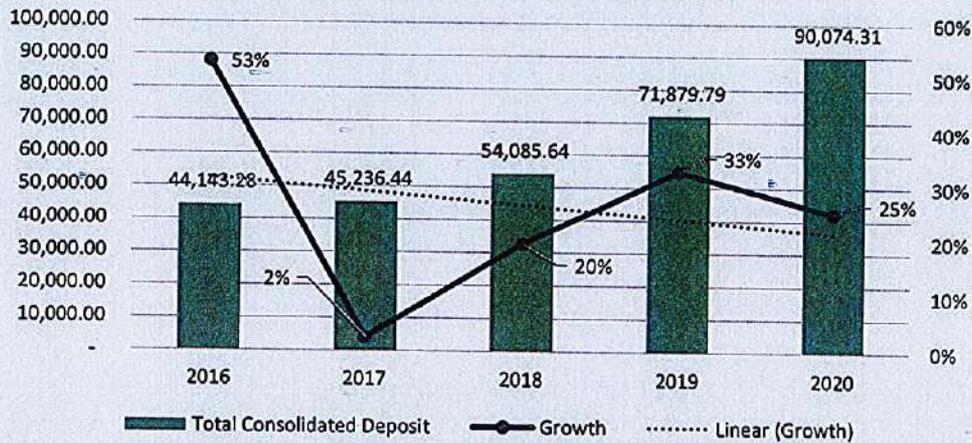
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Current accounts/AI-wadeeah current accounts and other accounts	6,293.70	8%	12,353.41	12%
Bills payable	7,185.41	9%	7,528.32	7%
Savings bank/Mudaraba savings bank deposits	5,238.71	6%	8,051.72	8%
Special/Mudaraba notice deposits	7,207.65	9%	9,955.27	9%
Fixed deposits/Mudaraba fixed deposits	13,795.85	17%	20,911.99	20%
Schemes Deposit/ Mudaraba Scheme Deposits	32,158.48	39%	31,273.59	29%
Other liabilities	8,815.29	11%	12,555.75	12%
Total liabilities	81,985.31	100%	106,764.03	100%

NRBC's deposits and other accounts stood at BDT 90,074.31 million. During the last five (5) years, the Issuer's total deposit grew at average rate of 27%. During the period 2015-2020, the issuer experienced the highest growth (53%) in its deposits in 2016.

Figure 5 NRBC Consolidated Deposit Size and Growth

NRBC Consolidated Deposit Trend



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11.1.4 Liquidity Position

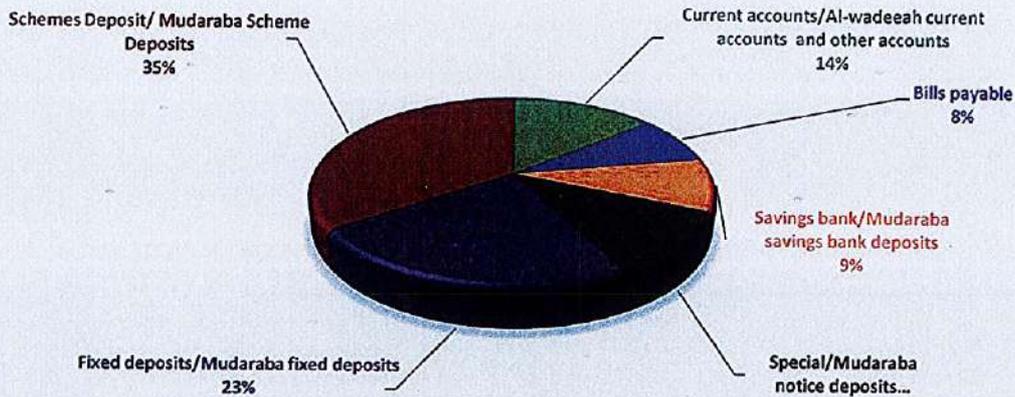


Figure 6: Deposit Mix-2020

The Asset Liability Management Committee (ALCO) of the Bank monitors and manages the IRRBB. The ALCO is responsible for management of the balance sheet of the Bank with a view to manage the market risk exposure by the Bank within the risk parameters laid down by the Board of Directors/Risk Committee.

The ALCO of the NRBC Bank regularly monitors the driving factors of liquidity risk called Regulatory liquidity indicators (RLIs). These factors are measures form the following aspects.

- Cash Reserve Requirement (CRR)
- Statutory Liquidity Ratio (SLR)
- Maximum Cumulative Outflow (MCO)
- Advance Deposit Ratio (ADR)
- Liquidity Coverage Ratio (LCR)
- Net Stable Funding Raito (NSFR)

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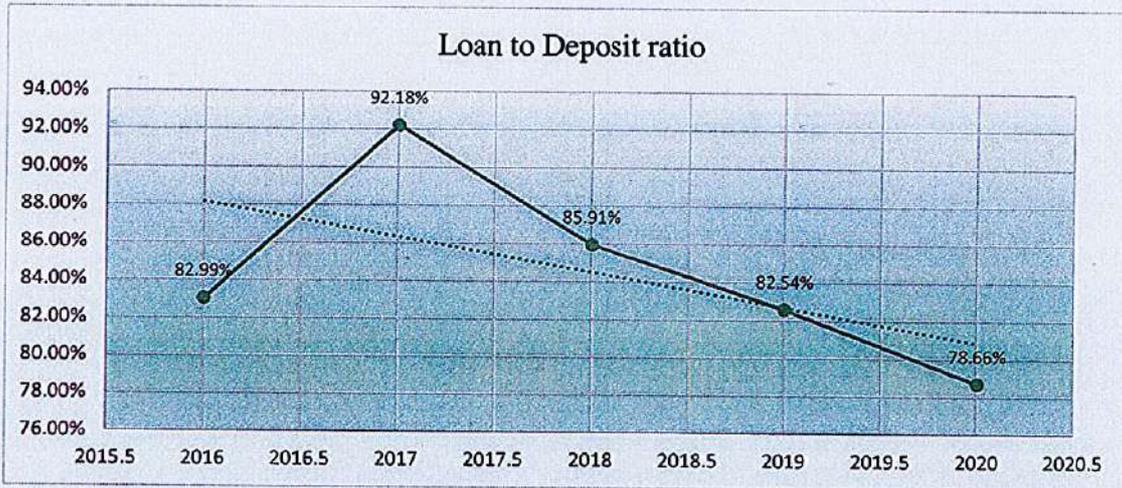
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Figure 7: NRBC Loan Deposit Ratio for Last Five Years



NRBC's average loan to deposit ratio is 78.66% during FY2020. Deposit growth of the bank was 20.31% in FY2020 against the growth of loan & advances (20.67%). Both CRR and SLR of NRBC were adequately maintained as per requirement of the Bangladesh Bank. The CRR and SLR requirement was BDT 3029.22 million and BDT 11251.39 million respectively as on 31st December 2020; against which NRBC kept BDT 3587.62 million and BDT 14908.78 million respectively. Total surplus of the bank against required CRR and SLR stood at BDT 558.40 million and BDT 14,908.78 million at FY2020.

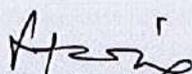
Table 8: CRR & SLR of NRBC

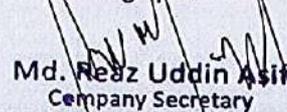
Particulars	Daily Position as on the reporting date	Bi-weekly cumulative Position	Daily Position as on the reporting date	Bi-weekly cumulative Position
		31-Dec-20		31-Dec-19
Cash Reserve Ratio (CRR) for Conventional Banking				
Required reserve	3,029.22	3,461.97	3,387.76	3,726.54
Actual reserve maintained	3,587.62	3,587.62	3,773.26	3,773.26
Surplus/(Deficit)	558.40	125.65	385.50	46.72
Cash Reserve Ratio (CRR) for Islamic Banking				
Required reserve	8.41	9.61	-	-

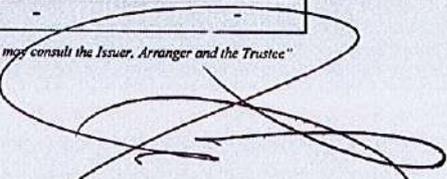
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Actual reserve maintained	60.87	60.87	-	-
Surplus/(Deficit)	52.47	51.27	-	-
	31-Dec-20	31-Dec-19		
Statutory Liquidity Ratio (SLR) for Conventional Banking				
Required reserve	11,251.39	8,808.18		
Actual reserve maintained	26,160.17	16,284.95		
Surplus/(Deficit)	14,908.78	7,476.77		
Statutory Liquidity Ratio (SLR) for Islamic Banking				
Required reserve	13.21	-		
Actual reserve maintained	81.33	-		
Surplus/(Deficit)	68.13	-		

NRBC maintained Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) above the regulatory requirement. The Issuer maintained CRR for conventional banking amounting to BDT 3,587.62 million in 2020 (BDT 3773.26 million in 2019) against required BDT 3029.22 million (BDT 3387.76 million in 2019). On the other hand, NRBC maintained SLR conventional banking amounting BDT 26,160.17 million in 2020 (BDT 16,284.95 million in 2019) against required BDT 11,251.39 million (2019 required: BDT 8,808.18 million).

11:1.5 Capital Adequacy

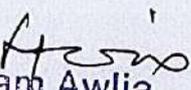
Particulars	As of December 31, 2020	
	BDT Million	
Total Risk Weighted Assets	82,904	
Core capital (Tier- I)	8675.94	
Supplementary capital (Tier-II)	1796.99	
Total Capital	10,472.92	
Total Required Capital (12.5% of RWA for December 31, 2020)	10,363	
Capital Surplus/(Shortfall)	109.93	
Capital to Risk-weighted Asset Ratio	12.63%	
Core capital to Risk Weighted Assets	10.47%	
Supplementary capital to Risk Weighted Assets	2.16%	

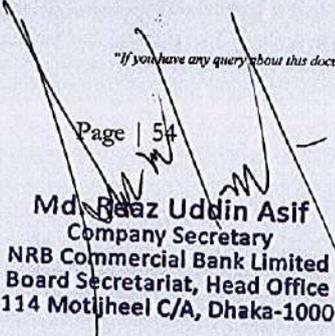
Table 9: Capital Adequacy Ratio of the Issuer

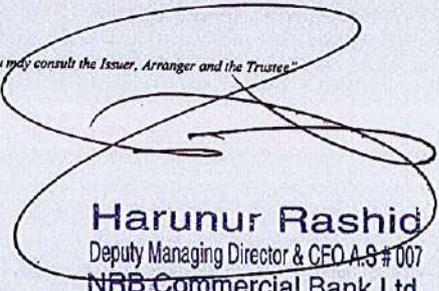
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NRB Commercial Bank Limited maintained Risk Weighted Capital Adequacy Ratio above the regulatory requirement. Capital to Risk-weighted Asset Ratio (CRAR) of the Issuer at end of 2020 was 12.63% (Tier I: 10.47% and Tier II: 2.17%) as consolidated basis.

11.1.6 Sources of Earnings

Earnings determine the ability of a bank to increase capital (through retained earnings), absorb loan losses, support the future growth of assets, and provide a return to investors. The largest source of income for the Issuer is income from investments. The second most important source is interest income. The Issuer also generates significant income from Commission, Exchange and Brokerage.

NRBC generates revenue from diversified sources, which is reflected in the bellow table. The Issuer generates revenue from interest income on loan and advances, income on investments, interest on balance with other banks and financial institutions, income from commission, brokerage etc.

Table 10: Earnings Mix of the Issuer

Particulars	2020		2019		Y to Y
	BDT mn	% of TR	BDT mn	% of TR	Growth
Net Interest Income	1,715.58	27%	2,549.69	53%	-33%
Income from Investments	3,595.20	56%	1,293.37	27%	178%
Commission, Exchange and Brokerage	782.84	12%	796.72	16%	-2%
Other Operating Income	274.33	4%	211.87	4%	29%
Total Revenue	6,367.95	100%	4,851.66	100%	31%

11.1.7 Operational Performance

The Issuer's net profit after tax registered 13.81% growth to reach at BDT 1,238.45 million in 2017 against at BDT 1,088.20 million in previous year.

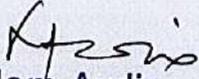
Table 11: NRBC Operational Performance

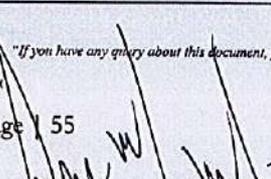
Particulars	2015	2016	2017	2018	2019	2020
Net Interest Income	223.01	1,037.25	1,570.87	2,158.05	2,549.69	1,715.58
Total Operating Income	2,002.21	3,011.86	3,525.84	3,744.41	4,851.66	6,367.95
Total Operating Expenses	1,079.80	1,474.34	1,683.92	1,840.25	2,248.50	3,267.51
Profit Before Provision	922.42	1,537.52	1,841.92	1,904.16	2,603.15	3,100.44
Total Provision	129.68	229.63	444.10	334.27	551.39	1,008.38
Profit Before Tax	792.73	1,307.90	1,397.82	1,569.89	2,051.76	2,092.06
Net Profit After Tax	560.08	869.03	928.94	937.65	1,153.57	1,384.53

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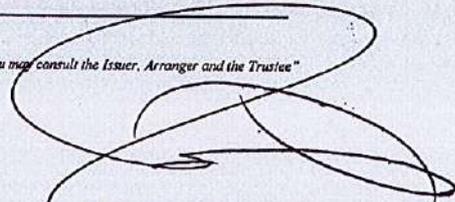

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Table 12: Key Ratios for Last three Years

Particulars	Metric	2020	2019	2018
Net Interest Margin (NIM) on average earning assets	%	1.84	3.61	3.88
Credit/Deposit Ratio (%)	%	78.66	82.54	85.91
Return on Avg. Equity (ROAE) after tax	%	16.11	15.04	13.89
Return on Avg. Assets (ROAA) before tax	%	1.42	1.47	1.50
Return on Investments (ROI)	%	16.11	15.04	13.89
Loan to Deposit Ratio	%	78.66	82.54	85.91

11.1.8 Diversification of Businesses

NRBC's exposure to loans and advances in various industries increased to BDT 74,835.73 million in 2020 from BDT 62,015.02 million in previous year registering a 20.7% growth over the last year. NRBC's credit portfolio comprises of different sectors like agriculture, RMG, textile, food and allied, pharma, leather, chemical, service industries, transportation, communication and many more.

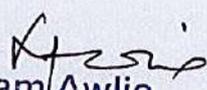
Table 13: Industry Wise Loans and Advances

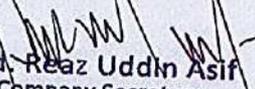
Industries	at Dec 31, 2020		at Dec 31, 2019		Growth
	BDT Mn	% of Total	BDT Mn	% of Total	
Agricultural Industry	503.58	0.67%	740.53	1.19%	-32.0%
Textile	2,396.79	3.20%	2,607.33	4.20%	-8.1%
RMG	9,256.04	12.37%	6,710.57	10.82%	37.9%
NBFI	859.41	1.15%	911.20	1.47%	-5.7%
Food	-	0.00%	211.51	0.34%	-100.0%
Beverage	288.80	0.39%	288.75	0.47%	0.0%
Pharmaceutical	10.27	0.01%	296.03	0.48%	-96.5%
Chemical	-	0.00%	117.08	0.19%	-100.0%
Electrical	929.21	1.24%	276.29	0.45%	236.3%
Construction	3,316.22	4.43%	3,858.12	6.22%	-14.0%
House Building Residential	2,060.31	2.75%	1,131.31	1.82%	82.1%
Leather	48.32	0.06%	58.30	0.09%	-17.1%
Service Industry	4,910.80	6.56%	3,706.34	5.98%	32.5%
Transport	-	0.00%	248.02	0.40%	-100.0%
Basic Metal	-	0.00%	0.13	0.00%	-100.0%

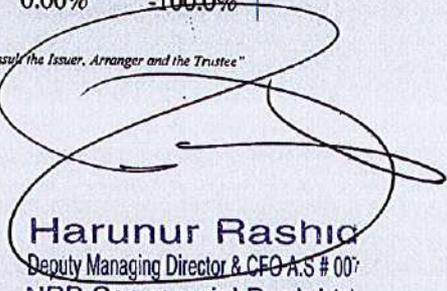
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Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

Capital Market	800.84	1.07%	93.87	0.15%	753.1%
Car loan	2.74	0.00%	5.25	0.01%	-47.9%
Furniture	753.89	1.01%	-	0%	0%
Insurance	120.08	0.16%	105.30	0.17%	14.0%
Consumer Finance	3,441.13	4.60%	2,501.16	4.03%	37.6%
Printing	238.86	0.32%	770.23	1.24%	-69.0%
Ship Breaking	1,011.35	1.35%	430.04	0.69%	135.2%
SME	28,632.36	38.26%	13,314.47	21.47%	115.0%
Staff Loan	639.65	0.85%	532.34	0.86%	20.2%
Steel	1,497.13	2.00%	2,387.25	3.85%	-37.3%
Trade Industry	6,024.91	8.05%	11,162.92	18.00%	-46.0%
Card	713.67	0.95%	400.85	0.65%	78.0%
Other Manufacturing Industry	6,335.89	8.47%	8,577.07	13.83%	-26.1%
Others	43.47	0.06%	572.76	0.92%	-92.4%
Total	74,835.73	100.00%	62,015.02	100.00%	20.7%

11.1.9 Asset Quality

NRBC's total assets increased from BDT 90,227.26 million to BDT 116,643.27 million in 2020 registering a 29% growth over the last year. In 2020, loan & advances represents the highest part of total assets with 64% share, a slight increase from 2019, registering a 21% growth.

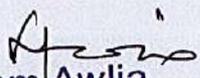
Table 14: Composition of total assets

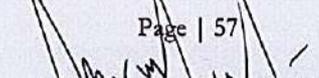
Particulars	At Dec 31, 2020		At Dec 31, 2019		Growth
	BDT Mn	% of Total	BDT Mn	% of Total	
Cash:	6,091.95	5%	5,880.40	7%	4%
Balance with other banks and financial institutions	3,381.52	3%	2,004.44	2%	69%
Money at call and short notice	134.80	0%	856.70	1%	-84%
Investments	26,727.20	23%	15,661.65	17%	71%
Loans and advances	74,887.43	64%	62,059.56	69%	21%
Fixed assets including premises, furniture and fixtures	840.91	1%	513.30	1%	64%
Other assets	4,579.46	4%	3,251.22	4%	41%
Total assets	116,643.27	100%	90,227.26	100%	29%

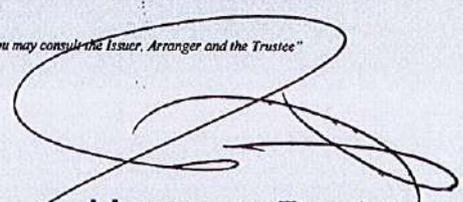
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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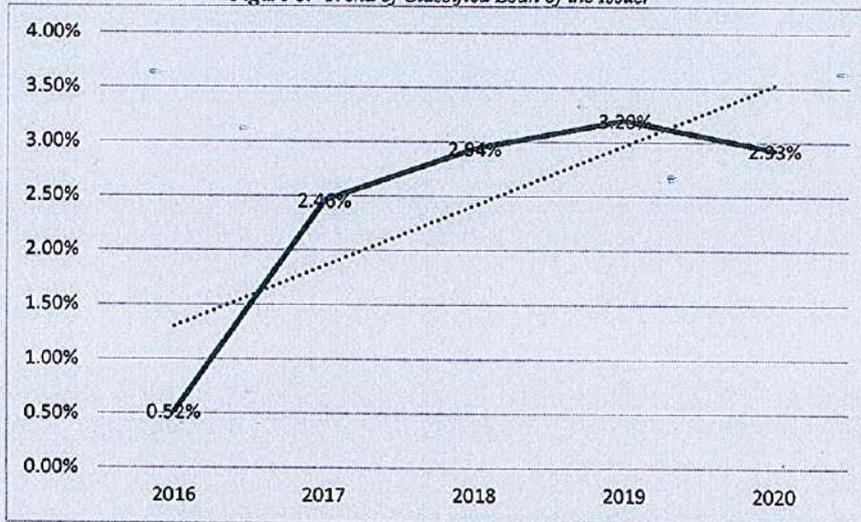
Investment in government securities, shares and bonds which contributed 23% of total assets. Cash & cash equivalent increased to BDT 6,091.95 million representing 4% growth than the previous year.

Table 15: Classification of Loans and Advances

Classification of loans, advances and lease/investments [Solo]	At Dec 31, 2020	At Dec 31, 2019
Conventional & Islamic		
Unclassified loans and advances		
Standard including Staff Loan	70,732.25	57,596.56
Special Mention Account (SMA)	1,912.40	2,433.37
Total	72,644.65	60,029.93
Classified loans & advances		
Substandard	181.30	502.56
Doubtful	202.07	135.93
Bad/Loss	1,807.71	1,346.59
Total	2,191.08	1,985.09

The total classified loan of NRBC in 2020 was BDT 2,191 Million and unclassified loan was BDT 72,644.65 Million.

Figure 8: Trend of Classified Loan of the Issuer

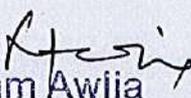


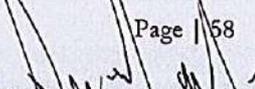
11.1.10 Off-balance Sheet Exposure

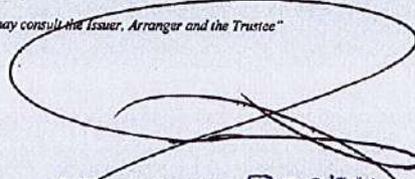
NRBC's total off-balance sheet exposure increased by 29% from its preceding year and stood at BDT 35,483.89 million. This surge in off-balance sheet exposure is largely due to the acceleration in economic activities especially USD endorsements business of the country.

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Harunur Rashid
Deputy Managing Director & CFO A.S # 01
NRB Commercial Bank Ltd

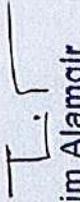

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Table 16: Details of Issuers' Off-balance Sheet Exposure

Contingent liabilities	At Dec 31, 2020		At Dec 31, 2019		Growth
	BDT Mn	% of Total	BDT Mn	% of Total	
Acceptances and endorsements	6,718.23	19%	7,210.59	26%	-7%
Letters of guarantee	16,406.22	46%	10,437.38	38%	57%
Irrevocable letters of credit	7,818.74	22%	5,729.24	21%	36%
Bills for collection	4,540.70	13%	4,030.99	15%	13%
Other contingent liabilities	-	0%	-	0%	
Total Off-Balance Sheet exposures including contingent liabilities	35,483.89	100%	27,408.20	100%	29%

NRBC's Total Off-Balance sheet exposure of the bank stood at BDT 35,483.89 million and BDT 27,408.20 million in FY2020 and FY2019 respectively indicating 29% growth. Off-balance sheet exposure consists of Acceptance and endorsement BDT 6,718.23 million (19%), Letters of guarantee BDT 16,406.22 million (46%), Irrevocable Letter of Credit BDT 7,818.74 million (22%), Bills for collection BDT 4,540.70 million (13%). Credit risk for Off-Balance sheet exposure stood at BDT 10,609 million which is 12.80% of total RWA. The bank held provision of BDT 289.09 million as on December 31, 2020 for OBS exposure. By reviewing the risk weight-wise classification of the credit equivalent of off-balance sheet exposure, it has been revealed that 3.74% of the exposures falls under 20% risk, 3.73% of the exposures falls under 40% risk, 21.81% of the exposures falls under 50% risk, 7.60% of the exposures falls under 60% risk, 15.07% of the exposures falls under 75% risk, 0.35% of the exposures falls under 80% risk, 39.08% of the exposures falls under 100% risk, 0.01% of the exposures falls under 120% risk and 8.60% of the exposures falls under 125% risk.

c. Management Profile

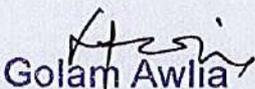
NRBC's Top Management consists of the following officials:

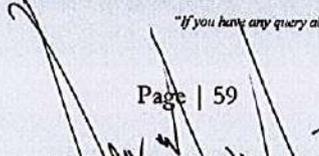
Name	Designation
Mr. Golam Awlia	Managing Director & CEO
Mr. Kazi Md. Talha	Additional Managing Director
Mr. Kabir Ahmed	DMD & HOID
Mr. Harunur Rashid	DMD & Chief Financial Officer (CFO)
Mr. Md. Rabiul Islam	DMD & Head of Principal Branch
Mr. Hajjaj Bin Mahfooz	SEVP & Head of ICCD
Mr. Hafiz Imroz Mahmud	SEVP & Head of Retail Banking
Mr. Kazi Md. Safayet Kabir	SEVP & Head of FI and ADC Division
Mr. Tanusree Mitra	SEVP & HOCRMD
Mr. Syed Mahbulul Haque	SEVP & Head of Special Asset MGT
Mr. Md. Mynul Hossain Kabir	EVP & HORMD
Mr. Sirajul Amin	EVP & CRO

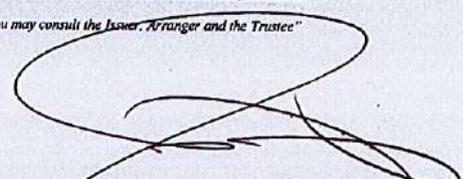
Tanzim Alamgir
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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Mr. A. I. M Mostafa	SVP & Operations Division, Training Ins.
Major Parvez (Rtd)	SVP & HOSSD
Mr. Didarul Haque Miah	SVP & CTO
Mr. K.S Nazmul Hasan	SVP & Head of HRD
Mr. Forhad Sarker	SVP & Head of Security Management
Mr. Md. Jafar Iqbal Hawlader, Fca	VP & Head of FAD
Mr. A S M Maruf Uddin Kamal	VP & HOCAD
Md. Abu Moshahed	VP, International Division
Mr. Md. Ruhul Amin	VP & Head of Share Department
Md. Abdul Gofur Raana	VP & Head of Treasury
Mr. Md. Abdullah Al Mamun	FVP & HOCBD
Mr. Md. Moshir Rahman	FVP, Corporate Concierge Cell
Mr. Mahfuzul Haque	FVP, Islamic Banking
Mr. Mohammed Kamrul Hasan	AVP, Corporate Marketing Division
Mr. Md. Zamir Uddin	AVP, Treasury
Mr.Md. Harun- Or- Rashid	PO, Head of Communication Division
Mr. Md. Maruf Hasan	PO, Head of Branding

d. Description of Encumbered and Unencumbered Assets with Value thereof

- i. **Encumbered Assets:** Especially Govt. Treasury Bonds and bills being lien/placed as encumbered under repurchased agreement with counter parties. As of December 31, 2020, No assets being encumbered under such repurchased agreement with domestic Banks.

But during the year of 2020, Bank lien/placed as encumbered for Repo and Reverse repo transaction purposes:

SL No	Counter party name	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities Sold Under repo:				
i.	With Bangladesh Bank	154,765,509	2,769,706,856	310,323,092
ii.	With Other Bank & FIs	103,635,893	2,676,169,162	354,578,336
Securities purchased under reverse repo				
i.	From Bangladesh Bank	-	-	-
ii.	from Other Bank & FIs	304,693,041	304,693,041	834,775

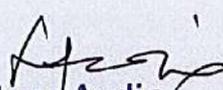
- ii. **Unencumbered Assets:** Except 12(i), all Government Treasury Bonds and bills are freely trade able within the jurisdiction of the company. As of December 31, 2020, unencumbered Assets inform of Held for Trading(HFT) and Held to Maturity(HTM) are given below:

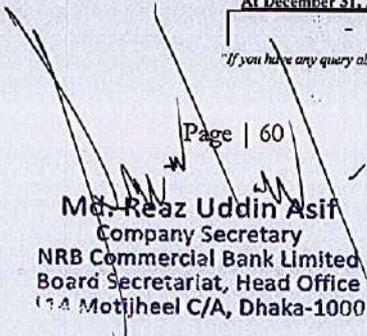
Held for Trading(HFT)
91 Days Treasury Bills

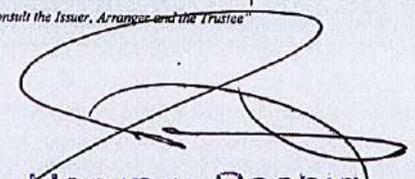
At December 31, 2020	At December 31, 2019
-	339.34

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Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
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NRB Commercial Bank Limited
Board Secretariat, Head Office
174 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

182 Days Treasury Bills
364 Days Treasury Bills
2 Year Treasury Bonds
5 Year Treasury Bonds
10 Year Treasury Bonds
15 Year Treasury Bonds
20 Year Treasury Bonds

-	1,223.06
-	777.73
530.37	348.58
2,519.20	521.45
5,488.04	202.62
1,626.51	48.33
709.42	8.80
10,873.53	3,469.90

Held to Maturity(HTM)

182 Days Bangladesh Government Islamic Investment Bond
Investment In Government Sukuk (Ijarah Sukuk) Bond
364 Days Treasury Bills
2 Year T-Bonds
5 Year T-Bonds
10 Year T-Bonds
15 Year T-Bonds
20 Year T-Bonds

	At December 31, 2020	At December 31, 2019
182 Days Bangladesh Government Islamic Investment Bond	20.00	-
Investment In Government Sukuk (Ijarah Sukuk) Bond	26.40	-
364 Days Treasury Bills	-	-
2 Year T-Bonds	-	107.59
5 Year T-Bonds	3,672.04	1,965.69
10 Year T-Bonds	4,680.36	3,028.91
15 Year T-Bonds	2,704.01	3,029.72
20 Year T-Bonds	2,163.45	1,112.17
	13,266.25	9,244.08

e. Profile of Directors

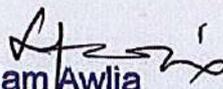
NRBC's Board of Directors consists of highly reputable businessmen and professionals. The current Board of Directors comprises:

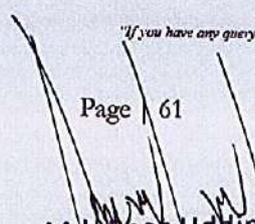
Name	Status with the Board
Mr. S M Parvez Tamal	Chairman
Mr. Rafikul Islam Mia Arzoo	Vice Chairman
Mr. Mohammad Adnan Imam	Director
Mr. Abu Mohammad Saidur Rahman	Director
Mr. Mohammed Oliur Rahman	Director
Mr. Abu Bakr Chowdhury	Director
Mr. Loquit Ullah	Director
Mr. Mohammed Nazim	Director
Mr. AKM Mostafizur Rahman	Director
Air Chief Marshal Abu Esrar (Retd.)	Independent Director
Dr. Khan Mohammad Abdul Mannan	Independent Director
Mr. Raad Mozib Lalon, PhD	Independent Director
Mr. Golam Awlia	Managing Director & CEO

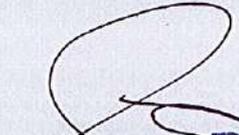
Tanzim Alamgir
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NRB Commercial Bank Ltd


Md. Reaz Uddin Asif
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Harunur Rashid
Deputy Managing Director & CFO
NRB Commercial Bank Ltd



Mr. S M Parvez Tamal
Chairman & Sponsor Director

A qualified engineer, successful entrepreneur, philanthropist and a visionary, Mr. Parvez Tamal is a young entrepreneur from Bangladesh who is also a citizen of Russian Federation. He comes from a valiant freedom fighter family that is also renowned for its academic excellence. He is also the President of Russia Bangladesh Chamber of Commerce and industry, the General Secretary of Bangabandhu Parishad, Russia and Member of the General Body of Federation of Bangladesh Chambers of Commerce and Industries (FBCCI).

Born on July 8, 1971, Mr. Tamal pursued Masters in information Technology and Statistics from Moscow State University of economics, Statistics and informatics (MESI). He established business in Finland as a logistic hub, after that invested in real estate and other areas. He completed different courses as Business professional from the academy e.g. HP, Microsoft, IBM, CISCO. From 2009, he started merging with Oldi Group which is the market leader of whole IT sector in Russia.

Mr. Tamal is engaged in IT distribution, real estate Holdings, Manufacturing of Household Product & Logistic consultations in Russia. He is also engaged in other companies in EU and Russia related to manufacturing, branding of different products and real estate business.



Mr. Rafikul Islam Mia Arzoo
Vice Chairman

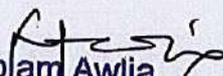
Mr. Rafikul Islam Mia Arzoo was born in Rajbari, Bangladesh. He is a Russian citizen. He passed HSC from Notre Dame College in 1981. He did his M.Sc. in Electrical Engineering from Georgian Technical University in 1988. He is a successful businessman having business in Finance, real-estate, dry-cleaning service.

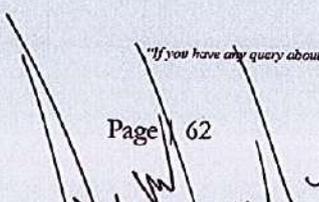
He is a CIP. He is involved in different philanthropic activities. He has been running a college, Kolimohar Mahabiddalaya (EIIN # 113423) in his village Kolimohar, Pangsha, Rajbari established in 2000. Mr. Arzoo is married and a proud father of two daughters and a son.

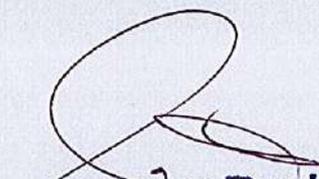
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NRB Commercial Bank Ltd.



Mr. Mohammed Adnan Imam, FCCA
Director & Chairman, Executive Committee

Mr. Mohammed Adnan Imam, a UK Citizen and CIP (NRB), residing in London is a Fellow Chartered Certified Accountant (FCCA). Having a successful career in Finance and investment Banking with world renowned Merrill Lynch Europe Plc. He is the Managing Director of IPE Group – which is involved in real estate and Private equity in London and Dhaka, Technology and Outsourcing, Textiles, RMG and Finance.



Mr. Abu Mohammad Saidur Rahman
Director & Chairman, Risk Management Committee

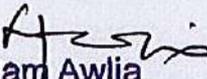
Bir Muktizoddah, Mr. Abu Mohammad Saidur Rahman- a resident of United Arab Emirates, was born in February, 1951 in Barisal. He possesses an excellent academic background and completed his Hon's degree in 1972 and obtained his Master's degree in Mathematics with distinction in 1974 from the University of Dhaka. He was a resident student of Sgt. Jahurul Huq Hall and actively participated in the student movements and mass revolution in 1969 and joined the liberation war of 1971.

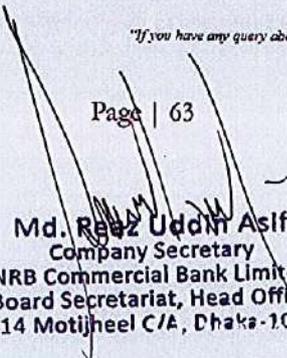
Mr. Rahman joined the Bangladesh Civil Service in 1977 and performed diverse activities in the development and regulatory Ministries viz. Planning, Agriculture and Forest, Relief and Rehabilitation, Home Affairs, and Finance. He was also involved in various National level activities, namely, approval and monitoring of relief and rehabilitation activities of NGOs worked for the flood victims of 1988; National Pay Commission 1990 and conducted Bangladesh Agricultural Census and Bangladesh Economic Census as Project Director. He was also the Director of the Statistical Training Institute in BBS. He attended various training, workshop and seminars at home and abroad. He visited India, USA, Canada, Japan, Hong Kong, Thailand, Malaysia, Switzerland, Austria, France, Germany, Australia and Nepal. He is blessed with one daughter and two sons namely, Tushar Iqbal Rahman – a Permanent Resident of Germany and Faisal Rahman Tamal - a permanent Resident of Australia.

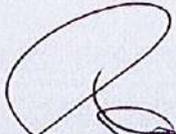
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Harunur Rashid
Deputy Managing Director & CFO AS # 007
NRB Commercial Bank Ltd



Mr. Mohammed Oliur Rahman
Sponsor Director

Mr. Mohammed Oliur Rahman is a permanent resident of Dubai, UAE and is engaged in the business of retail, wholesale & export of Fragrance, Perfumery, Cosmetic products & Accessories in the names and styles of Al Haramain Trading LLC, Dubai, UAE, Al Haramain Perfumes MFG & OUDH Processing Industry LLC, Ajman, UAE, Al Haramain Perfumes LLC, Dubai, UAE, Best in Fragrance, Hilton Tower, Makkah, KSA, Noor Al Haramain LLC, Dubai, UAE and Al Haramain Hospital Pvt. Ltd., Sylhet, Bangladesh.

Mr. Rahman has a long successful business career having an influential & respected personality among the expatriate Bangladeshis in Dubai, UAE. He is deeply involved in the welfare of the Bangladeshi community. Mr. Rahman is a CIP and is also the recipient of the prestigious Bangladesh Bank Award for 4 consecutive years.



Mr. Abu Bakr Chowdhury
Sponsor Director

Mr. Abu Bakr Chowdhury is the Sponsor Director and Chairman of Baizid Group of Industries, who hails from a respectable family of Chattogram and started manufacturing of steel products since 1986. He is also a UAE resident.

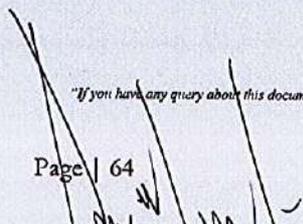
Due to his vast experience and dynamic leadership Baizid Steel has been turned into a most sophisticated re-rolling mill having prestigious License of Tempcore from CRM Belgium. Linkage Ms Billet manufacturing unit in the name of CSS Corp. (Bd) Ltd. and a new 25 mw capacity power plant and property management in the name of ABC Marks Holdings Ltd. including General trading. Mr. Chowdhury is associated with various trade bodies and social and educational institutions and earned wide market reputation at home and abroad. He has a very strong socio-cultural and socio-economic background.

Tanzim Alamgir
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NRB Commercial Bank Ltd



Mr. Loquit Ullah
Sponsor Director

Mr. Loquit Ullah, an NRB & an Italian citizen, is engaged in wholesale business since 1980. Mr. Loquit Ullah is Managing Director of Store Alamin S.N.C., Rome, Italy.



Mr. Mohammed Nazim
Sponsor Director

Mr. Mohammed Nazim is a permanent resident of UAE. Mr. Nazim is a graduate and is engaged in the cars Service Business in U.A.E. He is also Managing Director & CEO of Al Badar Real Estate which is a leading company in real estate sector of Ajman – U.A.E.

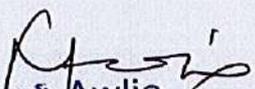


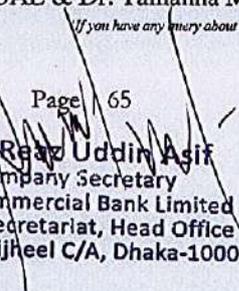
Mr. AKM Mostafizur Rahman
Director

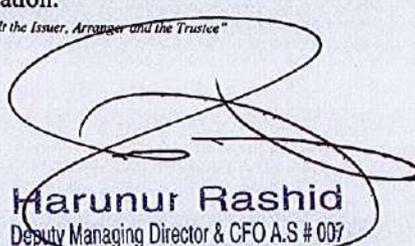
A.K.M Mostafizur Rahman was born in Barisal, Bangladesh and resident of United Arab Emirates. He has obtained B.S.S(Hon's) and M.S.S Degree in economics from the University of Dhaka. He is a successful Businessman and has strong socio economic & socio culture development background. He is the Chairman of Ezy Fintech Ltd, Richway Ltd, URO TEX Ltd, Pandemic Group, Imperial Maisara International FZC, NAVA IT Consultancy - UAE & Dr. Tamanna Mostafizur Foundation.

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

He received several training on financial rules & regulations and management from home and abroad. Investment to creative, innovative enterprises, especially young & women empowerment. Mr. Rahman achieved national awards Jainul Abedin Gold Award, Sadinata Sangsad Award, Index KagojKalam Business Award & Sritir SIDR for outstanding contribution on Health & Nutrition sector, Education Program, Poverty Reduction & socio economic Development. Mr. Rahman has married to Dr. Tamanna and blessed with two daughters – Tarisha & Ornisha.



Air Chief Marshal Abu Esrar, BBP; ndc (Retd)
Independent Director & Chairman, Audit Committee

Air Chief Marshal Abu Esrar, BBP; ndc (Retd), has joined as an Independent Director of NRBC Bank Limited. He served Bangladesh Air Force for almost 40 years. During his illustrious career in BAF, he assumed the highest position of Bangladesh Air Force as Chief of Air Staff. Before that he served as the Assistant Chief of Air Staff at Air Headquarters and also commanded number of Bases of Bangladesh Air Force. He also served as Defense Attaché at Embassy of Bangladesh in Russia. He was a Distinguished Graduate from Air Command and Staff College, Air University, USA in 1993-1994. He completed NDC course from National Defense College, Mirpur in 2002. During his glorious career, he earned many awards from home and abroad. He was awarded 'King Fahad Merit of Excellence Medal' from His Majesties King of KSA in 2017. He was also included in the 'International Honour Roll' of the Air University, Alabama, USA in 2016. Air Chief Marshal Abu Esrar was awarded prestigious Biman Bahini Padak (BBP) of Bangladesh Air Force in 2013 for his outstanding contribution to BAF.

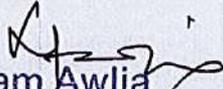


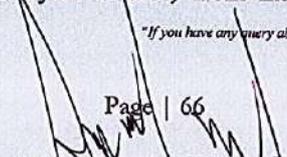
Dr. Khan Mohammad Abdul Mannan
Independent Director

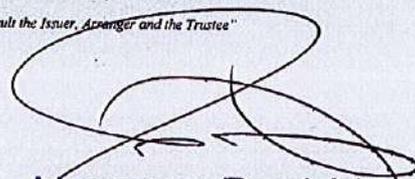
Dr. Khan Mohammad Abdul Mannan was Inspector General of Registration of Bangladesh (Senior District & Sessions Judge), Registration Directorate. Before that he was a District & Sessions Judge at Jhenidah, Bangladesh. He completed his PhD from American World University, California, USA. He also completed his DLC (Development Lawyers Course) from International Development Law Institute,

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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Rome, Italy in the year 1992. During his glorious career, he was involved in a number of extracurricular activities, such as discharging duties as the Vice President of Bangladesh Judicial Service Association, Present of Bangladesh Law Association, Founder Secretary General of Padma Degree Collage, Dohar and so on. He actively participated in the liberation war of Bangladesh in 1971.



Mr. Raad Mozib Lalon, PhD
Independent Director

Mr. Raad Mozib Lalon, PhD is a renowned Faculty Member of Department of Banking and Insurance, University of Dhaka. Previously he discharged duties as a respected faculty member in different private universities of Bangladesh. He completed his PhD from University of Dhaka on Banking in the year 2018. He is a specialist of Multinational Financial Management, Risk Management in Commercial Banking/ Financial Institution, Investment Analysis & Modern Portfolio Management and so on. During his illustrious career, he conducted many research and achieved a number of awards for his merit, such as Dean's Merit Award, Certificate of Merit from University of Dhaka. He wrote a number of International Journals on Finance and Banking, Economics and Business Management Studies.

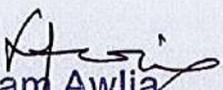


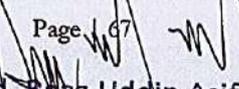
Mr. Golam Awlia
Managing Director & CEO

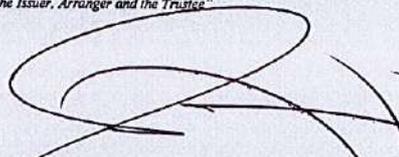
Mr. Awlia is an M.Com & B.com in Finance from the University of Dhaka. He started his banking career in 1983 from United Commercial Bank limited as a probationary officer. He has served as Head in different Divisions of Head Office and Head of Zones and Branches with pride in his colorful career of long 37 years. In 2018, he joined Premier Bank Limited as Additional Managing Director. Prior to his joining in Premier bank, He was serving in UCBL as Deputy Managing Director (DMD).

Mr. Awlia has multifarious experience in the fields of Credit, Retail, Card and Channel Banking operations. He has attended number of programs in home and abroad as a resource person. He has visited several countries including Italy, Singapore for participating training and seminars on banking and

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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

economy. Son of late Golam Sarwar Mia, Golam Awlia was born on 27 January 1960 in a renowned Muslim family at Agarpur (Mia Bari) in Babugong of Barishal district. He is married and blessed with two sons.

f. Description of Assets and Liabilities

i. Description of Assets

Since NRB Commercial Bank Limited is a commercial bank, most of its assets are financial assets like loans & advances, bills discounted, government treasury securities, debt and equity securities issued by corporate, etc. while loans & advances comprises the lion-share of the bank's total assets. As of 31 December 2020, total assets of NRBC stood at BDT 116,643.27 million. Details breakdown of total assets are given below:

Table 17: Description of Assets

Types of Assets	As at 31 December 2020 BDT Mn
Cash	6,091.95
Balance with other banks and financial institutions	3,381.52
Money at call and short notice	134.80
Investments	26,727.20
Loans and advances	74,887.43
Fixed assets including premises, furniture and fixtures	840.91
Other assets	4,579.46
Non - banking assets	-
Total assets	116,643.27

(a) Cash:

NRBC's Cash & Cash equivalents as of 31 December 2020 stood at BDT 6,091.91 million. Out of total, BDT 4,402.66 million (72% of total) was kept with Bangladesh Bank and its agent banks.

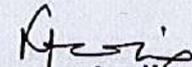
Table 18: Description of Cash

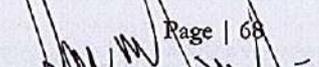
Particulars	At Dec 31, 2020	at Dec 31, 2019
Cash In hand (including foreign currencies) :	1,689.25	1,797.75
In local currency	1,674.14	1,767.54
In foreign currency	15.10	30.20
Balance with Bangladesh Bank and its agent bank(s)	4,402.66	4,037.85
In local currency (LCY)	3,827.79	3,873.52
In foreign currency (FCY)	380.65	78.09
	4,208.44	3,951.62

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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NRB Commercial Bank Ltd

Sonali Bank Ltd. (as an agent of Bangladesh Bank)- Local currency	194.22	86.23
Total	6,091.91	5,835.59

(b) Balance with Other Banks & Financial Institutions:

NRBC's total Balance with other banks and financial institutions stood at BDT 3,381.52 million as of 31 December 2020, out of which BDT 909.93 million was kept with banks & financial institutions outside Bangladesh.

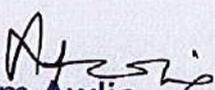
Table 19: Description of Balance with other Banks & FIs

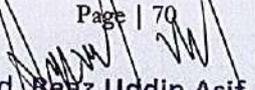
Consolidated Balance with other banks and financial institutions	at Dec 31, 2020	at Dec 31, 2019
In Bangladesh	2,471.59	1,858.24
Outside Bangladesh	909.93	146.20
Total	3,381.52	2,004.44
Conventional and Islamic banking		
1. In Bangladesh:		
i. Current Deposits:		
Bank Asia Ltd, Ruhitpur Br.	0.0006410	0.0008300
Standard Bank Ltd, Principal Br.	-	0.000467
NCC Bank Ltd, Bhaban Br.	1.27	3.93
Sonali Bank Ltd, Rangpur Corporate Br.	26.03	10.04
Sonali Bank Ltd, Gopalganj Br.	33.89	11.85
Jamuna Bank Ltd Maintained by Branches /Sub-Branches	2.52	-
Agrani Bank Ltd Maintained by Sub-Branches	1.46	-
Sonali Bank Ltd, Feni Br.	36.06	8.77
	101.24	34.60
ii. Special Notice Deposits		
Mercantile Bank Ltd, Main Br.	33.24	27.66
Mercantile Bank Ltd., Sylhet Br.	0.00277	0.00415
Mercantile Bank Ltd. Rajshahi	-	.000914
Janata Bank Ltd, Local Office	38.64	11.82
Southeast Bank Ltd., Principal Br.	30.98	23.92
NCC Bank Ltd., Motihjeel Br.	23.60	32.07
Eastern Bank Ltd., Principal Br.	3.13	35.87
Jamuna Bank Ltd., FEX Br.	44.12	18.78

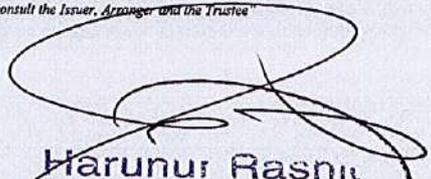
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Agrani Bank Ltd., Principal Br.	286.01	107.90
Agrani Bank Ltd., Sonargaon Br.	0.08	12.33
Khulna Corp. Branch, Sonali Bank Ltd	0.0044	0.02
Sonali bank Ltd. Tangail Br.	0.0037	0.0015
Sonali bank Ltd. Narsingdi Br.	5.47	1.33
Sonali Bank Ltd., Baitul Mokarram Branch	0.63	18.19
Sonali Bank Ltd, Dilkusha Corporate Branch	62.40	40.31
Sonali Bank Ltd., B.I.S.E Dhaka Branch	153.50	-
Agrani Bank Ltd Maintained by Sub-Branch	0.04	-
Janata Bank Ltd Maintained by Sub-Branch	0.0003	-
Trust Bank Ltd, Dilkusha Corp Br (Q-cash Settlement A/c)	17.25	3.36
Southeast Bank Limited, Motijheel Islamic Banking Branch (Islamic)	0.64	-
First Security islamic Bank, Dilkusha Branch	5.05	-
Social Islami Bank Limited, Principal Branch	5.00	-
Union Bank Limited, Elephant Road Branch (Islamic)	10.00	-
	719.79	333.57
iii. Fixed Deposits Receipt (FDRs)		
FDR placement to NBFIs **	1,562.72	1,481.48
FDR placement to Banks **	60.00	-
bKash Limited (Money Transfer A/c)	4.22	1.21
	1,626.95	1,482.69
iv. Balance with Brokerage Houses Trading A/C.		
-		
MBL Securities Ltd	0.03	0.03
IIDFC Securities Ltd	0.01	0.01
NRBC Bank Securities Ltd	143.09	37.47
	143.13	37.51
2. Outside Bangladesh		
Current Deposits:		
-		
Habib American Bank NY, USD	494.52	56.61
Mashreq Bank PSC NY, USD	377.34	64.39
AB Bank Ltd Mumbai, Acu Dollar	12.54	1.78
Mashreq Bank PSC London GBP	-	0.01
United Bank of India, Kolkata, Acu Dollar	0.28	2.01
United Bank of India, Kolkata, Acu Euro	1.10	0.09
Mashreq Bank Mumbai Acu Dollar	1.10	0.38
National Bank Of Pakistan, Tokyo, Jpy	3.64	2.99

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Managing Director & CEO
UCB Investment Limited

Kookmin Bank, Seoul, Korea	7.36	1.97
Habib Metro Bank Limited, Karachi Acu Dollar	0.27	5.32
Axis Bank Limited, India	2.14	10.39
Banca UBAE S.P.A., Italy	3.66	0.13
Kookmin Bank, Korea Republic	5.54	0.12
Bank of Huzhou, China	0.45	-
Total Conventional and Islamic banking outside Bangladesh	909.93	146.20

(c) Money at Call on Short Notice

NRBC has lent BDT 134.8 million to different banks and financial institutions at call and short notice as of 31 December 2020.

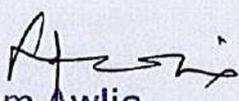
Table 20: Money at Call on Short Notice

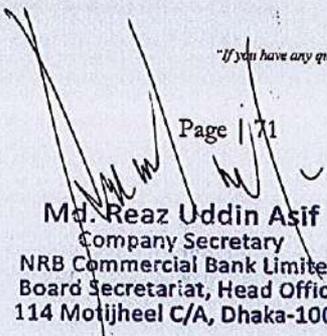
Particulars	as at Dec 31, 2020	as at Dec 31, 2019
Money at call and short notice : In Bangladesh		
Money at call and short notice to Banks	-	500
Money at call and short notice to NBFIs	134.8	356.7
	134.8	856.7
Money at call and short notice to Banks		
AB Bank Limited	-	500
	-	500
Money at call and short notice to NBFIs		
GSP Finance Company (Bangladesh) Limited	44.5	47.8
Union Capital Ltd.	-	8.3
Fareast Finance and Investment Ltd.	45.9	45.8
Bangladesh Finance and Investment Company Ltd.	-	2.8
Phoenix Finance & Investment Limited	-	87.5
FAS Finance and Investment Limited	4	4.1
Industrial and Infrastructure Development Finance Company Ltd	-	120
International Leasing & Financial Services Ltd	40.4	40.4
	134.8	356.7

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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NRB Commercial Bank Ltd

(d) Investments

NRBC's total consolidated investment as of December 31, 2020 was BDT 26,727.20 million. Out of which BDT 24,141.74 million was invested in various government securities.

Table 21: Description of Investments

Particulars	as at Dec. 31, 2020	as at Dec 31, 2019
Consolidated investments		
NRBC Bank Limited	26,367.84	15,298.17
NRBC Bank Securities Limited	359.36	363.48
	26,727.20	15,661.65
Less: Intercompany transaction	-	-
	26,727.20	15,661.65
Government securities - Conventional and Islamic banking		
Treasury bills and Bonds (Govt. Securities)	24,139.78	12,713.98
Prize bond	1.95	1.45
	24,141.74	12,715.43

(e) Loans and Advances

As of 31 December 2020, total loans and advances of the Issuer stood at BDT 74,835.73 million, which consists of Loans/investment, cash credits, overdrafts, etc.

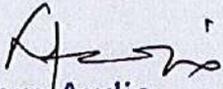
Table 22: Description of Loans/investment, cash credits, overdrafts

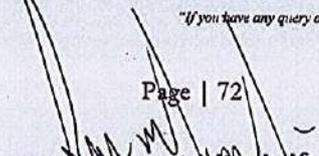
Product wise Loans and Advances/Investments	as at Dec 31, 2020	as at Dec 31, 2019
i) Loans, cash credits, overdrafts, etc./Investments		
Conventional and Islamic banking		
<u>Inside Bangladesh</u>		
Overdraft	7,813.11	9,651.51
Cash Credit	2,252.30	9,395.87
Term loan	10,607.04	10,977.78
Lease Finance	776.98	606.18
Hire Purchase/HPSM (Transport)	2,327.32	2,062.76
Time loan	9,351.02	8,628.53
Loans against Trust Receipt	1,683.92	3,019.10
Packing Credit	818.17	800.26
Payment Against Document	75.63	179.70
EDF Loan	-	249.70
SME Credit	28,632.36	7,273.52

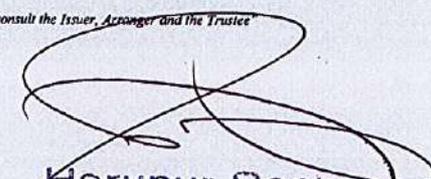
Tanzim Alamgir
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Retails Credit	946.67	746.81
Staff Loan	639.65	532.23
Credit card	713.67	400.85
Other Loans and Advances	6,403.81	5,424.38
	73,041.65	59,949.16
Outside Bangladesh		
ii) Bills purchased and discounted		
Conventional and Islamic banking		
Payable Inside Bangladesh		
Inland bills purchased	1,358.40	1,241.36
	1,358.40	1,241.36
Payable Outside Bangladesh		
Foreign bills purchased and discounted	435.68	824.50
	435.68	824.50
	1,794.08	2,065.86
Total (i+ii)	74,835.73	62,015.02

(f) Fixed Assets

NRBC's fixed assets include land, buildings, machineries & equipment and furniture and fixtures among others. As of 31 December 2020, NRBC's total net fixed assets stood at BDT 949.58 million.

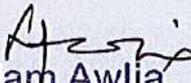
Table 23: Description of Fixed Assets

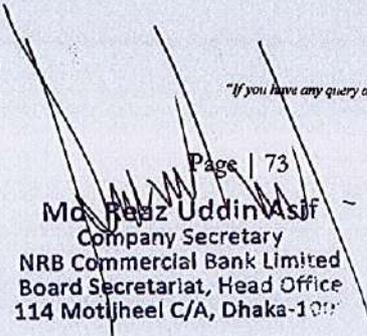
Consolidated Fixed assets including premises, furniture and fixtures	as at Dec 31, 2020	as at Dec 31, 2019
At cost:		
NRBC Bank Limited	1,775.80	1,215.46
NRBC Bank Securities Limited	14.69	14.02
	1,790.49	1,229.49
Accumulated depreciation:		
NRBC Bank Limited	940.74	709.25
NRBC Bank Securities Limited	8.84	6.95
	949.58	716.19
Net Book Value	840.91	513.30

Tanzim Alamgir
Managing Director & CEO
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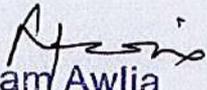
(g) Other Assets

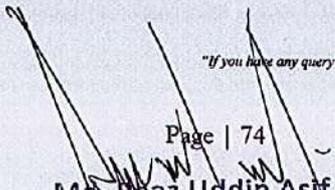
Total other assets of the Bank as of December 31, 2020 stood at BDT 4,579.46 million on consolidated basis.

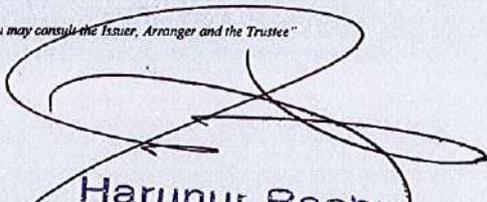
Table 24: Description of Other Assets

Other assets	as at Dec 31, 2020	as at Dec 31, 2019
i. Income Generating-Equity Investment		
90% equity shareholding of NRBC Bank Securities limited	360.00	360.00
ii. Non-Income Generating		
Advance Security Deposit	4.91	4.52
Stock of Stationery and printing items	13.20	12.45
Suspense Account	140.43	121.81
Deferred Tax Assets	460.01	356.82
Stamps in Hand	4.25	2.88
Advance Office Rent	116.88	174.63
Interest Receivable on Overdraft-Special Deposit	0.01	-
Interest Receivable on Balance with Banks & FIs	26.48	30.98
Interest Receivable on Call Loan & Short Notice Loan	0.06	0.83
Interest Receivable on Treasury Bonds	485.63	260.40
Interest Receivable on Coupon Bond	23.84	29.72
Prepaid Insurance Premium	1.09	1.29
Prepaid for House Furnishing cost & Passage for Travel (LFA)	15.80	28.08
Interest Receivable-COVID Block Account	627.40	-
Advance Income Tax	2,566.90	2,175.89
Membership with Visa Worldwide PLC Ltd.	2.31	2.31
Profit receivable on Mudaraba	2.21	-
Dividend Receivable on Share/Preference Share	2.62	6.32
Inter Branch General Account (IBGA) Debit Balance	-	2.90
	4,494.04	3,211.82
	4,854.04	3,571.82
Consolidated Other assets		
NRBC Bank Limited	4,854.04	3,571.82
NRBC Bank Securities Limited	86.71	40.68
	4,940.75	3,612.50
Less: Intercompany transaction	361.28	361.28
Total Consolidated other assets	4,579.46	3,251.22

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ii. Description of Liabilities

As of December 31, 2020, total liabilities of NRB Commercial Bank Limited stood at BDT 106,764.03 million. Details breakdown of total liabilities are given below:

Table 25: Description of Liabilities

Particulars	as at Dec 31, 2020	as at Dec 31, 2019
Liabilities		
Borrowings from other banks, financial institutions and agents	4,133.97	1,290.23
Deposits and other accounts	90,074.31	71,879.79
Other liabilities	12,555.75	8,815.29
Total liabilities :	106,764.03	81,985.31

a) Borrowing from other Banks, Financial Institutions & Agents

NRBC's borrowing from other banks, financial institutions & agents stood at BDT 4,133 million as of December 31, 2020.

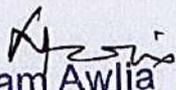
Table 26: Description of Borrowings from other banks, FIs and Agents

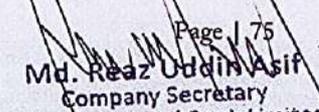
Borrowings from other Banks, Financial Institutions and Agents	as at Dec 31, 2020	as at Dec 31, 2019
In Bangladesh	4,133.97	1,290.23
Outside Bangladesh	-	-
	4,133.97	1,290.23
In Bangladesh		
Bangladesh Bank (Refinance under SPD/SME/WE) *	3,033.97	10.23
Bangladesh Bank (Liquidity Support)	-	-
Bangladesh Bank-FCY (GBP/EURO/USD)	-	-
Borrowings Call and Short Notice from Banks & FIs	-	-
Borrowing Short Notice from Bank	-	-
Bangladesh Bank-FCY (GBP/EURO/USD)	-	-
Borrowings Call and Short Notice from Banks & Fis	1,100.00	1,280.00
	4,133.97	1,290.23

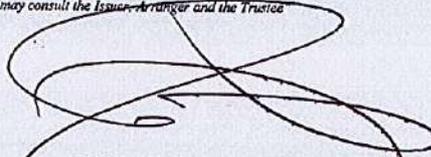
b) Deposits and Other Accounts

Given the nature of its business, NRBC's major liabilities come in the form deposits and other accounts. As of December 2020, NRBC's total Demand and Time Deposits stood at BDT 90,177.26 million.

**If you have any query about this document, you may consult the Issuer, Arranger and the Trustee*


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-100


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Table 27: Description of Deposits and Other Accounts

Demand and Time Deposits	as at Dec 31, 2020	as at Dec 31, 2019
A. Demand Deposits		
Current Accounts and Other Accounts	8,659.71	4,038.98
Savings Deposits (9%)	724.65	471.48
Sundry Deposit	3,340.84	2,057.93
Foreign Currency Deposit	132.31	68.31
Deposit under Q-cash	7.47	7.34
Bills Payable	7,528.32	7,185.41
	20,393.39	13,829.48
B. Time Deposits		
Savings Deposits (91%)	7,327.07	4,767.22
Short Notice Deposits	10,271.23	7,306.87
Fixed Deposits	16,761.99	11,795.85
Deposit Under Schemes	31,273.59	32,158.48
	69,783.87	58,028.42
Total Demand and Time Deposits	90,177.26	71,857.90

c) Other Liabilities

NRBC's other liabilities include various provisions including provision for classified and unclassified loans & advances, provision for income tax and others. As of 31 December 2020, NRBC's other liabilities stood at BDT 12,511.64 million.

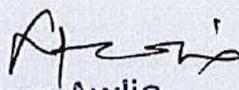
Table 28: Description of Other Liabilities

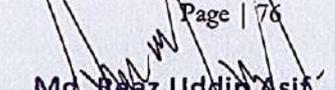
Other Liabilities	as at Dec 31, 2020	as at Dec 31, 2019
Conventional and Islamic banking		
Accumulated Provision against unclassified Loans and Advances	1,504.42	663.29
Accumulated Provision against Classified Loans and Advances	1,102.23	846.92
Accumulated Provision against off Balance Sheet (OBS) items	289.10	220.16
Provision for diminution of Share of listed Company and Securities	3.48	140.60
Accrued Interest Payable	3,540.58	2,687.39
Coupon Interest Payable	-	31.69
Current Income Tax Payable	3,423.59	3,102.98
Deferred Tax Payable	-	-
Interest Suspense of classified Loans & Advances	741.66	471.57
Payable/Provision for Incentive Bonus-Employees	114.50	61.36

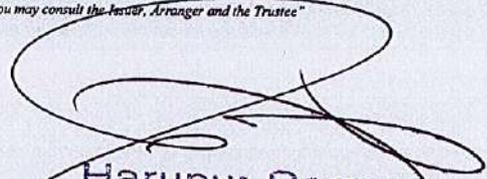
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Raaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

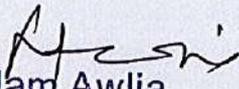

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

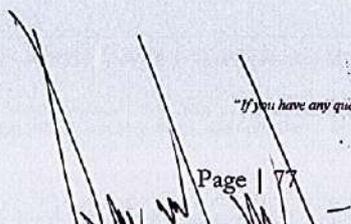
Provision for Office Rent	7.91	2.76
Lease liabilities (present value of lease payments)	141.45	-
Provision for Telephone Bill-Office	-	0.05
Provision for Power and Electricity Expense	-	0.61
Unearned Income-Murabaha	5.37	-
Unearned Income-Local Documentary Bill Purchase	1.40	-
Compensation Account	0.08	-
Provision for Printing Stationary	-	0.02
Provision for Other Expenditure	-	0.02
Provision for Wasa, Gas and Sewerage Bill	-	0.03
Provision for Postage	-	0.00
Payable/Provision for Ex-gratia-Security and Cleaning support Staff	12.00	10.11
FC Held Against BTB Bills, EDF Loan and Others	1,593.29	539.08
Start Up Fund	13.43	-
Corporate Social Responsibility (CSR) Fund	13.43	-
Audit Fees payable	0.69	0.63
Accrued Revenue for Disbursement-Cards Business	2.70	0.74
Inter Branch General Account (IBGA) Credit Balance	0.35	-
	12,511.64	8,780.02

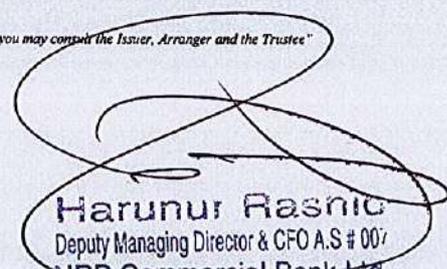
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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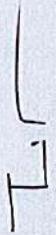

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

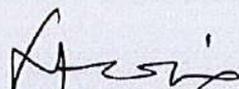

Harunur Rasnid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

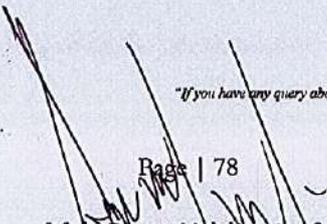
g. Description of Previously Issued Debt or Equity Securities or such other securities

SL	Type of Issue	Year of Issue	Brief Description of the Issue
1	IPO		The Issuer raised BDT 1,200,000,000 through initial public offering in 2021. The management of the Bank floated 120,000,000 ordinary shares of BDT 10 each. The dates of opening and closing of subscription were 3 rd February and 9 th February, 2021 respectively.
2	Right Issue		N/A
3	Bond Issue		N/A
4	Fresh Issue Through Private Placement		N/A


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page | 78

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

12: Auditors' Report along with Audited Financial Statements of NRBC

***** For detailed Auditors Report along with audited financial statements see Annexure III

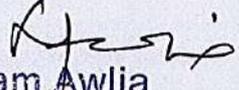
12.1 Consolidated Balance Sheet

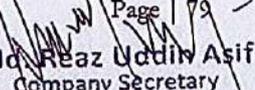
K. M. HASAN CO.
Chartered Accountants

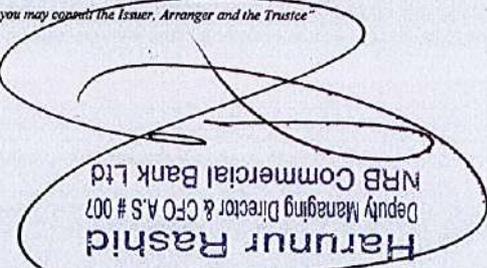
NRB Commercial Bank Limited & Its Subsidiary
Consolidated Balance Sheet
As at 31 December 2020

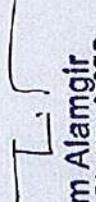
Howlader Yarnus Co
Chartered Accountants

Particulars	Note	At Dec 31, 2020	At Dec 31, 2019
		Taka	Taka
PROPERTY AND ASSETS			
Cash:	3a	6,091,949,125	5,880,401,321
In Hand (Including Foreign Currencies)	3.1a	1,689,286,151	1,842,555,955
Balance with Bangladesh Bank and its agent bank (s) (Including foreign currencies)	3.2a	4,402,662,974	4,037,845,366
Balance with other banks and financial institutions	4a	3,381,521,957	2,004,437,423
In Bangladesh		2,471,588,502	1,858,238,109
Outside Bangladesh		909,933,455	146,199,314
Money at call and short notice	5a	134,800,000	856,700,000
Investments	6a	26,727,196,185	15,661,647,409
Government		24,141,738,936	12,715,430,910
Others		2,585,457,249	2,946,216,499
Loans and advances	7a	74,887,425,183	62,059,563,385
Loans, cash credits, overdrafts etc./ investments	7.2a	73,093,345,450	59,993,700,830
Bills purchased and discounted	8a	1,794,079,732	2,065,862,555
Fixed assets including premises, furniture and fixtures	9a	840,910,417	513,295,067
Other assets	10a	4,579,462,804	3,251,215,194
Non - banking assets		-	-
Total assets		116,643,265,670	90,227,259,800
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11a	4,133,970,569	1,290,232,047
Deposits and other accounts	12a	90,074,305,616	71,879,793,228
Current accounts/AI-wadeeah current accounts and other accounts		12,353,412,377	6,293,695,523
Bills payable		7,528,319,896	7,185,410,848
Savings bank/Mudaraba savings bank deposits		8,051,721,281	5,238,707,700
Special/Mudaraba notice deposits		9,955,274,828	7,207,653,534
Fixed deposits/Mudaraba fixed deposits		20,911,988,336	13,795,849,738
Schemes Deposit/ Mudaraba Scheme Deposits		31,273,588,899	32,158,475,886
Other liabilities	13a	12,555,753,039	8,815,289,153
Total liabilities :		106,764,029,224	81,985,314,428
Total Shareholders' Equity		9,835,067,171	8,200,744,377
Paid -up capital	14	5,825,169,980	5,710,951,240
Statutory reserve	15	1,866,788,986	1,458,843,141
Other reserve	16a	810,630,704	5,009,947
Retained earnings	17a	1,332,477,501	1,025,940,050
Minority Interest	17b	44,169,273	41,200,993
Total Equity		9,879,236,445	8,241,945,370
Total Liabilities and Shareholders' Equity		116,643,265,669	90,227,259,799
Net Asset Value (NAV) Per Share		16.88	14.08
Net Asset Value (NAV) Per Share [After considering Shares capital Through IPO]		15.71	-


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiljheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may contact the Issuer, Arranger and the Trustee"

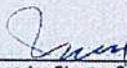
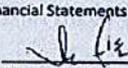
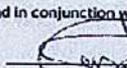
K. M. HASAN CO.
Chartered Accountants

NRB Commercial Bank Limited & Its Subsidiary
Consolidated Balance Sheet
As at 31 December 2020

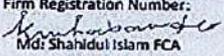
Howladar Yunus Co
Chartered Accountants

Particulars	Note	At Dec 31, 2020	At Dec 31, 2019
		Taka	Taka
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities	18	35,483,890,270	27,408,198,566
Acceptances and endorsements		6,718,231,595	7,210,588,526
Letters of guarantee		16,406,215,792	10,437,378,649
Irrevocable letters of credit		7,818,738,221	5,729,243,714
Bills for collection		4,540,704,662	4,030,987,678
Other contingent liabilities		-	-
Other commitments			
Documentary credits and short term trade -related transactions			
Forward assets purchased and forward deposits placed			
Undrawn note issuance and revolving underwriting facilities			
Undrawn formal standby facilities, credit lines and other commitments			
Liabilities against forward purchase and sale			
Total Off-Balance Sheet exposures including contingent liabilities		35,483,890,270	27,408,198,566
Other memorandum items			
Value of Govt Instrument & Wage Earner Bonds		175,350,000	175,850,000
		175,350,000	175,850,000

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

 **Managing Director & CEO**
 **Chairman, Audit Committee (BoD)**
 **Chairman, Risk-Mgt. Committee (BoD)**
 **Chairman, BoD**

Signed as per annexed report on even date

K. M. HASAN & CO., Chartered Accountants
Firm Registration Number:

Md: Shahidul Islam FCA
Partner
Enrolment No.: 1758
DVC No.: 2105031758AS758234

Howladar Yunus & Co., Chartered Accountants
Firm Registration Number:

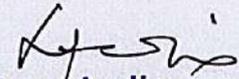
Ali Arjand Choudhury FCA
Partner
Enrolment No.: 1242
DVC No.: 2105031242AS719614

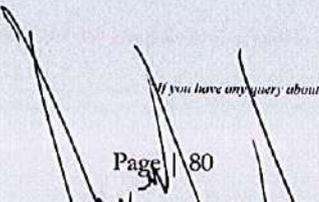
Place: Dhaka
Dated: 29 April, 2021

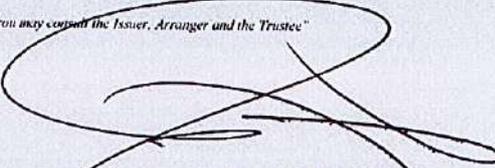
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

If you have any query about this document, you may contact the Issuer, Arranger and the Trustee

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Hunur Rashid
Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

12.2 Consolidated Profit and loss statement

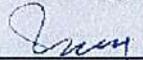
K. M. HASAN CO.
Chartered Accountants

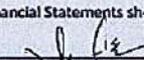
Howledar Yunus Co
Chartered Accountants

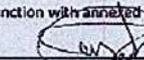
NRB Commercial Bank Limited & Its Subsidiary
Consolidated Profit and Loss Account
For the year ended 31 December 2020

Particulars	Note	2020 Taka	2019 Taka
OPERATING INCOME			
Interest income	20a	6,639,505,617	7,037,002,509
Interest paid/Profit Shared on deposits and borrowings, etc	21a	4,923,927,439	4,487,310,491
Net interest income		1,715,578,178	2,549,692,018
Investment Income	22a	3,595,201,478	1,293,370,811
Commission, exchange and brokerage	23a	782,838,628	796,720,552
Other operating income	24a	274,329,896	211,873,006
Total operating income (A)		6,367,948,180	4,851,656,387
OPERATING EXPENSES			
Salary and allowances	25a	1,696,894,380	1,268,614,174
Rent, taxes, insurance, electricity, etc.	26a	277,805,490	323,834,529
Legal expenses	27a	13,485,196	2,017,888
Postage, stamps, telecommunication, etc.	28a	34,990,736	36,467,240
Stationery, printing, advertisement, etc.	29a	205,495,906	99,862,864
Chief Executive's salary and fees	30	11,445,703	16,380,000
Directors' fees & meeting expenses	31a	14,815,334	12,028,220
Auditors' fees	32a	520,000	632,500
Charges on loan losses	33	-	-
Replacement, Repair and Depreciation of Bank's Assets	34a	269,430,890	165,810,360
Other expenses	35a	742,222,601	322,855,045
Total operating expenses (B)		3,267,507,237	2,248,502,620
Profit before provision (C = A-B)		3,100,440,943	2,603,153,767
Provision against loans and advances	36a	1,096,445,493	376,741,671
Provision for diminution in value of investments	37a	(157,000,416)	114,948,886
Provision for Off-Balance Sheet Exposures	38a	68,936,251	59,700,136
Total provision (D)		1,008,381,327	551,390,693
Profit before taxation (C-D)		2,092,059,615	2,051,763,074
Provision for taxation		707,525,214	898,192,882
Current Tax Expenses	39b	810,926,940	959,431,923
Deferred Tax Expenses/(Income)	40a	(103,401,725)	(61,239,042)
Net profit after taxation		1,384,534,401	1,153,570,192
Appropriations:			
Statutory reserve		407,945,845	408,501,272
Retained surplus		972,418,117	745,068,921
Attributable to:			
Equity holders of NRBC Bank Limited		1,380,363,962	1,153,039,608
Minority Interest		4,170,439	530,584
Earnings per share (EPS)	41a	2.3697	1.9794
Diluted Earnings per share (EPS)		1.9649	

These Financial Statements should be read in conjunction with annexed notes (1 to 49)


Managing Director & CEO


Chairman, Audit Committee (BoD)

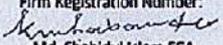

Chairman, Risk Mgt. Committee (BoD)


Chairman, BoD

Signed as per annexed report on even date

K. M. HASAN & CO., Chartered Accountants

Firm Registration Number:


Md. Shahidul Islam FCA

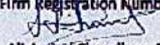
Partner

Enrolment No.: 1758

DVC No.: 2105031758AS758234

Howledar Yunus & Co., Chartered Accountants

Firm Registration Number:


Ali Amjad Choudhury FCA

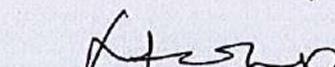
Partner

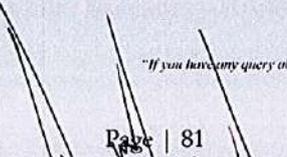
Enrolment No.: 1242

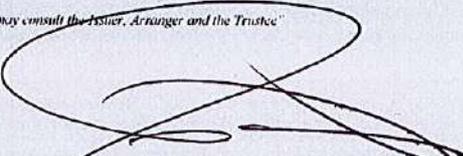
DVC No.: 2105031242AS719614

Place: Dhaka
Dated: 29 April, 2021

Page | 81


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-100


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NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

12.3 Consolidated Statement of Changes in equity

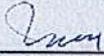
K. M. HASAN CO.
Chartered Accountants

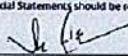
হাসান কোম্পানি
চার্টার্ড অ্যাকাউন্ট্যান্টস

NRB Commercial Bank Limited & its Subsidiary
Consolidated Statement of Changes in Equity
As at 31 December 2020

Particulars	Paid-up capital	Statutory reserve	Foreign Currency translation Gain/(loss)	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Minority Interest	Retained earnings	Total
Balance at 31 January 2020	5,710,951,240	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,370
Changes in accounting policy								
Restated Balance	5,710,951,240	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,370
Addition of paid up capital by Issuing Stock Dividend	114,218,740						(114,218,740)	-
Payment the Fraction of share to shareholder -2019							(285)	(285)
Net profit after taxation for the Period							1,342,830,010	1,342,830,010
Change in Minority Interest						2,968,280	(2,968,280)	-
Profit/(Loss) from investment in Subsidiary							41,682,803	41,682,803
Transfer to statutory Reserve		407,945,845					(407,945,845)	-
Cash Dividend Paid for 2019							(513,985,612)	(513,985,612)
HTM/CFI Cash Dividend Paid for 2019							(12,000,000)	(12,000,000)
Transfer to Start Up Fund							(13,428,300)	(13,428,300)
Transfer to Corporate Social Responsibility (CSR) Fund							(13,428,300)	(13,428,300)
Reserve for HFT treasury Securities					805,122,151			805,122,151
Reserve for HTM securities				428,606				428,606
Currency translation difference								
Balance at 31 December 2020	5,825,169,980	1,866,788,986	-	4,511,019	805,099,685	44,169,273	1,332,477,501	9,879,236,444
Balance at 31 December 2019	5,710,951,240	1,458,843,141	-	4,032,413	977,534,00	41,200,993	1,025,940,050	8,241,945,370

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

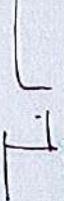

Managing Director & CEO

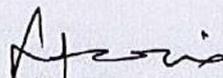

Chairman, Audit Committee (BoD)

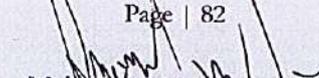

Chairman, Risk Mgt. Committee (BoD)

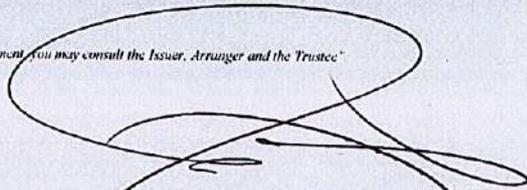

Chairman, BoD

Place: Dhaka
Date: 29 April, 2021


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page | 82

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

12.4 Consolidated statement of cash flows

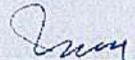
K. M. HASAN CO.
Chartered Accountants

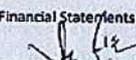
NRB Commercial Bank Limited & its Subsidiary
Consolidated Statement of Cash Flows
For the year ended 31 December 2020

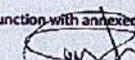
Howladar Yunus Co
Chartered Accountants

Particulars	Note	2020 Taka	2019 Taka
A. Cash flows from operating activities			
Interest receipts in cash		6,668,923,869	7,066,276,715
Interest paid in cash		(4,122,913,876)	(3,259,505,373)
Dividend receipts		47,551,045	28,657,564
Fee and commission receipts in cash		787,906,055	799,845,551
Recoveries on loans previously written off		-	-
Payments to employees		(1,637,961,947)	(1,300,028,719)
Payments to suppliers		(188,905,271)	(110,901,751)
Income taxes paid		(401,218,120)	(798,819,025)
Receipts from other operating activities	42a	3,606,865,479	1,349,745,731
Payments for other operating activities	43a	(1,179,435,898)	(823,032,295)
Operating profit before changes in operating assets & liabilities		3,570,811,337	2,952,238,399
Increase/decrease in operating assets and liabilities			
Purchased of Trading Security		-	-
Loans and advances to Other Bank(s)		-	-
Loans and advances to customers		(13,262,720,038)	(13,650,213,208)
Other assets	44a	(661,782,831)	(3,702,132)
Deposits from other bank(s)		2,150,000,000	(1,650,000,000)
Deposits from customers		16,044,633,931	19,440,345,000
Trading liabilities (short-term borrowings)		-	-
Other liabilities	45	583,889,140	172,560,833
Net increase/(decrease) in operating liabilities		4,854,020,202	4,308,990,493
Net cash from operating activities (A)		8,424,831,539	7,261,228,892
B. Cash flows from investing activities			
(Purchase)/ sale of government securities	46	(10,620,184,870)	(6,569,613,532)
(Purchase)/sale of Non-trading Security		260,955,150	(781,697,674)
(Purchase)/Sale of Share/Securities		99,804,101	(3,047,369)
(Purchase)/ sale of property, plant and equipment		(318,656,478)	(177,227,178)
Net cash from/(used) in investing activities(B)		(10,578,082,097)	(7,531,585,753)
C. Cash flows from financing activities			
Borrowing from other Bank(s)/ Bangladesh Bank		2,843,738,522	990,959,332
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital		702,732,669	57,316,400
Receipt from issue of Ordinary Shares/Disbursement of Fraction Share		(285)	(247)
Receipt from issue of Ordinary Shares of Subsidiary's Minority Group		-	-
Dividend paid (Cash Dividend)		(525,985,612)	-
Net cash from/(used) in financing activities (C)		3,020,485,294	1,048,275,484
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		867,234,737	777,918,624
E. Cash and cash equivalents at the beginning of the year		8,742,990,844	7,918,072,381
Cash and cash equivalents at the end of the year (D+E)		9,610,225,581	8,695,991,005
Cash and cash equivalents:			
Cash	3.1a	1,609,266,151	1,842,559,955
Prize Bonds	6.1	1,954,500	1,452,100
Money at call and on short notice	5a	134,800,000	856,700,000
Reverse Repo		-	-
Balance with Bangladesh Bank and its agent bank(c)	3.2a	4,402,662,974	4,037,845,366
Balance with other banks and financial institutions	4a	3,381,521,957	2,004,437,423
		9,610,225,581	8,742,990,844
Net Operating Cash Flow Per Share (NOCFPS)		14.463	12.465
Diluted Net Operating Cash Flow Per Share (DNOCFPS)		11.992	

These Financial Statements should be read in conjunction with annexed notes (1 to 49)


Managing Director & CEO

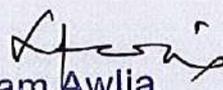

Chairman, Audit Committee (BoD)

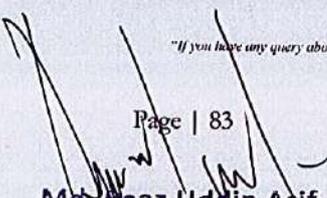

Chairman, Risk Mgt. Committee (BoD)

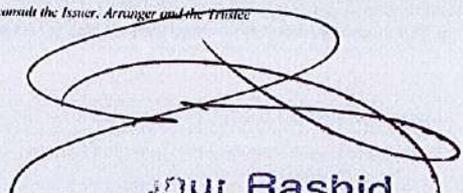

Chairman, BoD

Place: Dhaka
Dated: 29 April, 2021

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-100


Md. Amir Rashid
Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

12.5 Balance Sheet- Standalone

Chartered Accountants

NRB Commercial Bank Limited
Balance Sheet
As at 31 December 2020

Chartered Accountants

Particulars	Note	at Dec 31, 2020	at Dec 31, 2019
		Taka	Taka
PROPERTY AND ASSETS			
Cash:			
In Hand (Including Foreign Currencies)	3	6,091,909,830	5,835,593,357
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	3.1	1,689,246,856	1,797,747,991
	3.2	4,402,662,974	4,037,845,366
Balance with other banks and financial institutions			
In Bangladesh	4	3,501,037,060	2,034,563,815
Outside Bangladesh		2,591,103,606	1,888,364,501
		909,933,455	146,199,314
Money at call and short notice	5	134,800,000	856,700,000
Investments	6	26,367,836,880	15,298,165,096
Government		24,141,738,936	12,715,430,910
Others		2,226,097,944	2,582,734,186
Loans and advances/investments	7	74,835,733,314	62,015,021,854
Loans, cash credits, overdrafts etc./ Investments	7.2	73,041,653,582	59,949,159,299
Bills purchased and discounted	8	1,794,079,732	2,065,862,555
Fixed assets including premises, furniture and fixtures	9	835,058,951	506,216,302
Other assets	10	4,854,035,083	3,571,823,622
Non - banking assets		-	-
Total assets		116,620,411,117	90,118,084,046
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	4,133,970,569	1,290,232,047
Deposits and other accounts	12	90,177,258,652	71,857,899,976
Current accounts/Aj-wadeeah current accounts and other accounts		12,140,413,686	6,172,581,839
Bills payable		7,528,319,896	7,185,410,848
Savings bank/Mudaraba savings bank deposits		8,051,721,281	5,238,707,700
Special/Mudaraba notice deposits		10,271,226,555	7,306,873,965
Fixed deposits/Mudaraba fixed deposits		20,911,988,336	13,795,849,738
Schemes Deposit/ Mudaraba Scheme Deposits		31,273,588,899	22,158,475,886
Other liabilities	13	12,511,638,186	8,780,016,585
Total liabilities :		106,822,867,407	81,928,148,607
Total Shareholders' Equity		9,797,543,710	8,189,935,439
Paid - up capital	14	5,825,169,980	5,710,951,240
Statutory reserve	15	1,866,788,986	1,458,843,141
Others reserve	16	810,630,704	5,009,947
Retained earnings	17	1,294,954,040	1,015,131,111
Total Liabilities and Shareholders' Equity		116,620,411,117	90,118,084,046
Net Asset Value (NAV) Per Share		16.82	14.06
Net Asset Value (NAV) Per Share [After considering Shares capital Through IPO]		15.65	

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 84
Md. Heaz Uddin Haif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiljheel C/A, Dhaka-1000

Harunur Rashid
Deputy Managing Director & CEO
NRB Commercial Bank Ltd.

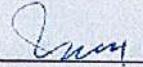
K. M. HASAN CO.
Chartered Accountants

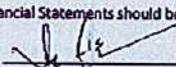
NRB Commercial Bank Limited
Balance Sheet
As at 31 December 2020

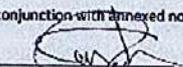
Howladar Yunus Co
Chartered Accountants

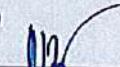
Particulars	Note	at Dec 31, 2020	at Dec 31, 2019
		Taka	Taka
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities	18	35,483,890,270	27,408,198,566
Acceptances and endorsements		6,718,231,595	7,210,588,526
Letters of guarantee		16,406,215,792	10,437,378,649
Irrevocable letters of credit		7,818,738,221	5,729,243,714
Bills for collection		4,540,704,662	4,030,987,678
Other contingent liabilities		-	-
Other commitments			
Documentary credits and short term trade -related transactions			
Forward assets purchased and forward deposits placed			
Undrawn note issuance and revolving underwriting facilities			
Undrawn formal standby facilities, credit lines and other commitments			
Liabilities against forward purchase and sale			
Total Off-Balance Sheet exposures including contingent liabilities		35,483,890,270	27,408,198,566
Other memorandum items			
Value of Govt Instrument & Wage Earner Bonds		175,350,000	175,850,000
		175,350,000	175,850,000

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

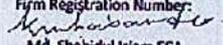

Managing Director & CEO

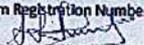

Chairman, Audit Committee (BoD)


Chairman, Risk Mgt. Committee (RoB)

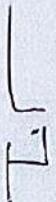

Chairman, BoD

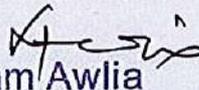
Signed as per annexed report on even date

K. M. HASAN & CO., Chartered Accountants
Firm Registration Number:

Md. Shahidul Islam FCA
Partner
Enrolment No.: 1758
DVC No.: 2105031758AS758234

Howladar Yunus & Co., Chartered Accountants
Firm Registration Number:

Ali Amjad Choudhury FCA
Partner
Enrolment No.: 1242
DVC No.: 2105031242AS719614

Place: Dhaka
Dated: 29 April, 2021


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 85
Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

12.6 Statement of Profit and loss- Standalone

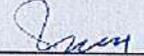
Howladar Yunus Co
Chartered Accountants

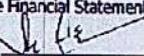
Howladar Yunus Co
Chartered Accountants

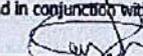
NRB Commercial Bank Limited
Profit and Loss Account
For the year ended 31 December 2020

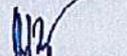
Particulars	Note	2020 Taka	2019 Taka
OPERATING INCOME			
Interest income	20	6,620,951,918	7,024,973,538
Interest paid/Profit Shared on deposits and borrowings, etc.	21	4,923,927,439	4,488,125,258
Net interest income		1,697,024,479	2,536,848,280
Investment income	22	3,586,648,824	1,284,157,971
Commission, exchange and brokerage	23	742,298,294	778,123,509
Other operating income	24	274,083,049	211,563,000
Total operating income (A)		6,300,054,646	4,810,692,761
OPERATING EXPENSES			
Salary and allowances	25	1,668,779,529	1,252,370,075
Rent, taxes, insurance, electricity, etc.	26	275,523,408	321,329,968
Legal expenses	27	13,362,261	2,017,888
Postage, stamps, telecommunication, etc.	28	34,035,691	35,361,488
Stationery, printing, advertisement, etc.	29	205,118,843	99,060,787
Chief Executive's salary and fees	30	11,445,703	16,380,000
Directors' fees & meeting expenses	31	14,628,445	11,968,400
Auditors' fees	32	862,500	575,000
Charges on loan losses	33	-	-
Replacement, Repair and Depreciation of Bank's Assets	34	267,397,658	163,254,049
Other expenses	35	740,905,503	321,231,955
Total operating expenses (B)		3,232,059,543	2,223,549,609
Profit before provision (C = A-B)		3,067,995,103	2,587,143,152
Provision against loans and advances	36	1,096,445,493	376,741,671
Provision for diminution in value of investments	37	(137,115,867)	108,194,986
Provision for Off-Balance Sheet Exposures	38	68,936,251	59,700,136
Total provision (D)		1,028,265,877	544,636,793
Profit before taxation (C-D)		2,039,729,226	2,042,506,359
Provision for taxation		696,899,216	894,242,008
Current Tax Expenses	39	800,088,596	955,249,362
Deferred Tax Expenses/(Income)	40	(103,189,380)	(61,007,354)
Net profit after taxation		1,342,830,010	1,148,264,351
Appropriations:			
Statutory reserve		407,945,845	408,501,272
Retained surplus to retained earnings		934,884,165	739,763,079
Earnings per share (EPS)	41	2.3052	1.9712
Diluted Earnings per share (EPS)	41.1	1.9115	-

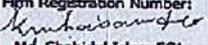
These Financial Statements should be read in conjunction with annexed notes (1 to 49)

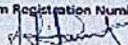

Managing Director & CEO


Chairman, Audit Committee (BoD)


Chairman, Risk Mgt. Committee (BoD)

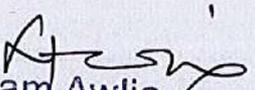

Chairman, BoD

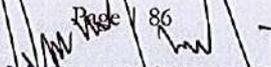
K. M. HASAN & CO., Chartered Accountants
Firm Registration Number:

Md. Shahidul Islam FCA
Partner
Enrolment No.: 1758
DVC No.: 2105031758AS758234

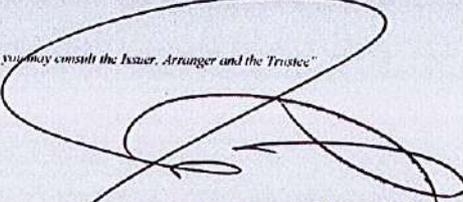
Howladar Yunus & Co., Chartered Accountants
Firm Registration Number:

Ali Amjad Choudhury FCA
Partner
Enrolment No.: 1242
DVC No.: 2105031242AS719614

Place: Dhaka
Dated: 29 April, 2021

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 86

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motilheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO AS-1007
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

12.7 Statement of cash flows- Standalone

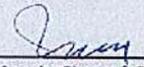
Howladar Yunus Co
Chartered Accountants

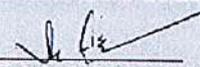
NRB Commercial Bank Limited
Statement of Cash Flows
For the year ended 31 December 2020

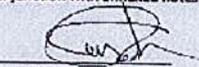
Howladar Yunus Co
Chartered Accountants

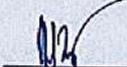
Particulars	Note	2020 Taka	2019 Taka
A. Cash flows from operating activities			
Interest receipts in cash		6,625,443,586	7,053,102,990
Interest paid in cash		(4,102,427,867)	(3,258,360,618)
Dividend receipts		40,096,395	22,153,882
Fee and commission receipts in cash		742,298,294	778,123,509
Recoveries on loans previously written off		-	-
Payments to employees		(1,612,926,219)	(1,283,784,620)
Payments to suppliers		(205,889,848)	(100,970,526)
Income taxes paid		(391,016,250)	(793,612,666)
Receipts from other operating activities	42	3,605,767,475	1,345,908,352
Payments for other operating activities	43	(1,172,543,230)	(819,861,296)
Operating profit before changes in operating assets & liabilities		3,528,802,337	2,942,699,007
Increase/decrease in operating assets and liabilities			
Purchased of Trading Security		-	-
Loans and advances to Other Bank(s)		-	-
Loans and advances to customers		-	-
Other assets	44	(12,552,837,031)	(13,582,452,322)
Deposits from other bank(s)		(626,038,090)	10,122,380
Deposits from customers		2,150,000,000	(1,650,000,000)
Trading liabilities (short-term borrowings)		16,169,358,677	19,424,619,832
Other liabilities	45	583,889,140	172,560,833
Net increase/(decrease) in operating liabilities		5,724,372,695	4,374,850,723
Net cash from operating activities (A)		9,253,175,032	7,317,549,730
B. Cash flows from investing activities			
(Purchase)/ sale of government securities	46	(10,620,184,870)	(6,569,613,532)
(Purchase)/sale of Non-trading Security		260,955,150	(781,697,674)
(Purchase)/Sale of Share/Securities		95,681,093	(10,747,979)
(Purchase)/ sale of property, plant and equipment		(317,986,913)	(175,031,331)
Net cash from/(used) in investing activities(B)		(10,581,535,540)	(7,537,090,516)
C. Cash flows from financing activities			
Borrowing from other Banks(s)/ Bangladesh Bank		2,843,738,522	990,959,330
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital		-	-
Receipt from issue of Ordinary Shares/Disbursement of Fraction Share		(285)	(247)
Receipt from issue of Ordinary Shares of Subsidiary's Minority Group		-	-
Dividend paid (Cash Dividend)		(513,985,612)	-
Net cash from/(used) in financing activities (C)		2,329,752,626	990,959,083
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		1,001,392,118	818,418,137
E. Cash and cash equivalents at the beginning of the year		8,728,309,272	7,909,891,134
Cash and cash equivalents at the end of the year (D+E)		9,729,701,390	8,728,309,271
Cash and cash equivalents:			
Cash		-	-
Prize bonds	3.1	1,689,246,856	1,797,747,991
Money at call and on short notice	6.1	1,954,500	1,452,100
Reverse Repo	5	134,800,000	856,700,000
Balance with Bangladesh Bank and its agent bank(s)	3.2	4,402,662,974	4,037,845,366
Balance with other banks and financial institutions	4	3,501,037,060	2,034,563,815
Net Operating Cash Flow Per Share (NOCFPS)		15.885	12.562
Diluted Net Operating Cash Flow Per Share (DNOCFPS)		13.171	-

These Financial Statements should be read in conjunction with annexed notes (1 to 49)


Managing Director & CEO


Chairman, Audit Committee (BoD)

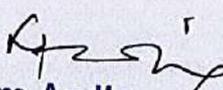

Chairman, Risk Mgt. Committee (BoD)

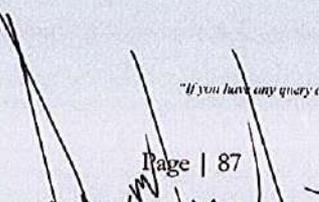

Chairman, BoD

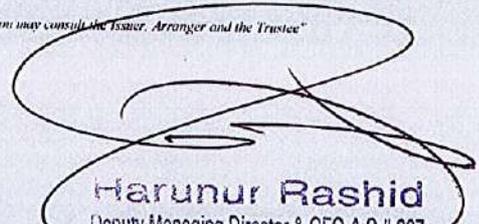
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

12.8 Statement of Changes in Equity- Standalone

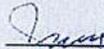
Howlader Yunus Co
Chartered Accountants

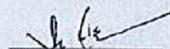
Howlader Yunus Co
Chartered Accountants

NRBC Commercial Bank Limited
Statement of Changes in Equity
As at 31 December 2020

Particulars	Paid-up capital	Statutory reserve	Foreign Currency translation (Gain/Loss)	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Retained earnings	Total
Balance at 01 January 2020	5,710,951,240	1,458,843,341	-	4,032,413	977,534	1,015,131,111	8,189,935,439
Changes in accounting policy							
Restated Balance	5,710,951,240	1,458,843,341		4,032,413	977,534	1,015,131,111	8,189,935,439
Addition of paid up capital by Issuing Stock Dividend	114,218,740					(114,218,740)	-
Payment the Fraction of share to shareholder -2019						(285)	(285)
Net profit after taxation for the Period						1,342,830,010	1,342,830,010
Transfer to statutory Reserve		407,945,845				(407,945,845)	-
Cash Dividend Paid for 2019						(513,985,612)	(513,985,612)
Transfer to Start Up Fund						(13,428,300)	(13,428,300)
Transfer to Corporate Social Responsibility (CSR) Fund						(13,428,300)	(13,428,300)
Reserve for HFT treasury securities					805,122,151		805,122,151
Reserve for HTM securities				498,566			498,566
Currency translation difference							
Balance at 31 December 2020	5,825,169,980	1,866,789,986	-	4,531,019	806,079,685	1,294,954,046	9,397,547,716
Balance at 31 December 2019	5,710,951,240	1,458,843,341	-	4,032,413	977,534	1,015,131,111	8,189,935,439

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

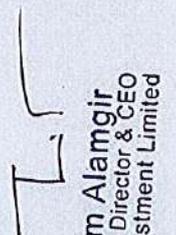

Managing Director & CEO

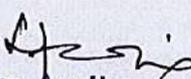

Chairman, Audit Committee (BoD)

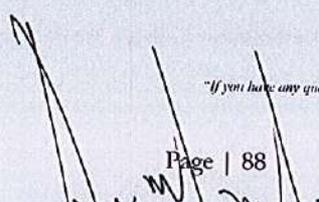

Chairman, Risk Mgt. Committee (BoD)


Chairman, BoD

Place: Dhaka
Date: 29 April, 2021


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

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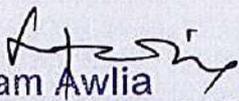
13: Comparative Financial Statements of NRBC for Last 3 Years

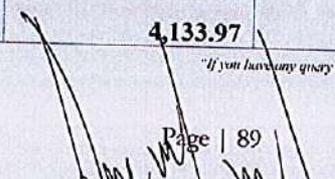
Table 29: NRBC's Comparative Balance Sheet (Consolidated)

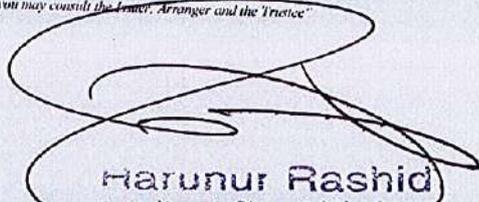
NRB Commercial Bank Limited			
Consolidated Balance Sheet			
As at December			
Particulars	At Dec 31, 2020	At Dec 31, 2019	At Dec 31, 2018
	BDT Mn	BDT Mn	BDT Mn
PROPERTY AND ASSETS			
Cash:	6,091.95	5,880.40	4,087.78
In Hand (Including Foreign Currencies)	1,689.29	1,842.56	1,175.92
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	4,402.66	4,037.85	2,911.85
Balance with other banks and financial institutions	3,381.52	2,004.44	2,568.82
In Bangladesh	2,471.59	1,858.24	2,424.37
Outside Bangladesh	909.93	146.20	144.45
Money at call and short notice	134.80	856.70	1,296.50
Investments	26,727.20	15,661.65	8,276.75
Government	24,141.74	12,715.43	6,151.26
Others	2,585.46	2,946.22	2,125.49
Loans and advances	74,887.43	62,059.56	48,151.88
Loans, cash credits, overdrafts etc./ investments	73,093.35	59,993.70	46,652.69
Bills purchased and discounted	1,794.08	2,065.86	1,499.19
Fixed assets including premises, furniture and fixtures	840.91	513.30	481.96
Other assets	4,579.46	3,251.22	2,279.18
Non - banking assets	-	-	-
Total assets	116,643.27	90,227.26	67,142.86
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions	4,133.97	1,290.23	299.27

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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

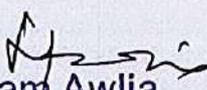

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

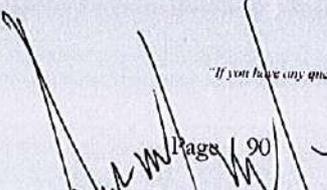
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

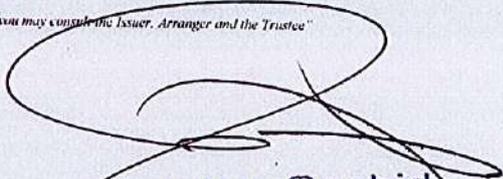

Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

and agents			
Deposits and other accounts	90,074.31	71,879.79	54,085.64
Current accounts/AI-wadeeah current accounts and other accounts	12,353.41	6,293.70	3,397.35
Bills payable	7,528.32	7,185.41	2,510.92
Savings bank/Mudaraba savings bank deposits	8,051.72	5,238.71	3,693.61
Special/Mudaraba notice deposits	9,955.27	7,207.65	6,232.07
Fixed deposits/Mudaraba fixed deposits	20,911.99	13,795.85	15,794.21
Schemes Deposit/ Mudaraba Scheme Deposits	31,273.59	32,158.48	22,457.49
Other liabilities	12,555.75	8,815.29	5,663.64
Total liabilities :	106,764.03	81,985.31	60,048.55
Total Shareholders' Equity	9,835.07	8,200.74	7,053.64
Paid -up capital	5,825.17	5,710.95	5,145.00
Statutory reserve	1,866.79	1,458.84	1,050.34
Other reserve	810.63	5.01	10.95
Retained earnings	1,332.48	1,025.94	847.35
Minority Interest	44.17	41.20	40.67
Total Equity	9,879.24	8,241.95	7,094.31
Total Liabilities and Shareholders' Equity	116,643.27	90,227.26	67,142.86
Net Asset Value (NAV) Per Share	16.88	14.078	
Net Asset Value (NAV) Per Share [After considering Shares capital Through IPO]	15.71	0	

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

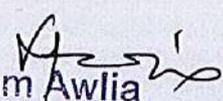
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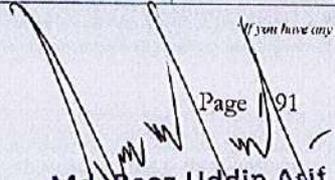
Table 30: NRBC's Comparative Income Statement (Consolidated)

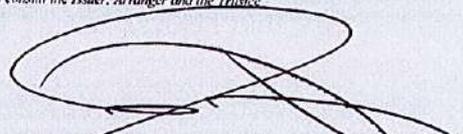
NRB Commercial Bank Limited			
Consolidated Profit and Loss Account			
for the year ended December			
Particulars	2020	2019	2018
	BDT Mn	BDT Mn	BDT Mn
OPERATING INCOME			
Interest income	6,639.51	7,037.00	5,801.72
Interest paid/Profit Shared on deposits and borrowings, etc	4,923.93	4,487.31	3,621.49
Net interest income	1,715.58	2,549.69	2,180.23
Investment income	3,595.20	1,293.37	865.07
Commission, exchange and brokerage	782.84	796.72	539.10
Other operating income	274.33	211.87	165.13
Total operating income (A)	6,367.95	4,851.66	3,749.53
OPERATING EXPENSES			
Salary and allowances	1,696.89	1,268.61	1,003.52
Rent, taxes, insurance, electricity, etc.	277.81	323.83	280.16
Legal expenses	13.49	2.02	1.86
Postage, stamps, telecommunication, etc.	34.99	36.47	30.13
Stationery, printing, advertisement, etc.	205.50	99.86	54.66
Chief Executive's salary and fees	11.45	16.38	11.74
Directors' fees & meeting expenses	14.82	12.03	15.89
Auditors' fees	0.92	0.63	0.45
Charges on loan losses	-	-	-
Replacement, Repair and Depreciation of Bank's Assets	269.43	165.81	174.58
Other expenses	742.22	322.86	272.40
Total operating expenses (B)	3,267.51	2,248.50	1,845.38
Profit before provision (C = A-B)	3,100.44	2,603.15	1,904.16
Provision against loans and advances	1,096.45	376.74	299.93
Provision for diminution in value of investments	(157.00)	114.95	39.79
Provision for Off-Balance Sheet Exposures	68.94	59.70	(5.45)
Total provision (D)	1,008.38	551.39	334.27
Profit before taxation (C-D)	2,092.06	2,051.76	1,569.89
Provision for taxation	707.53	898.19	632.24

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

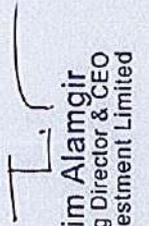
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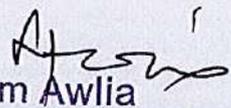

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

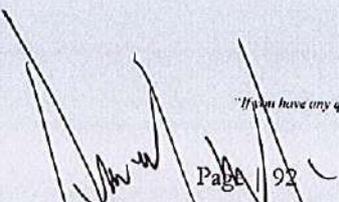

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motilheer C/A, Dhaka-100

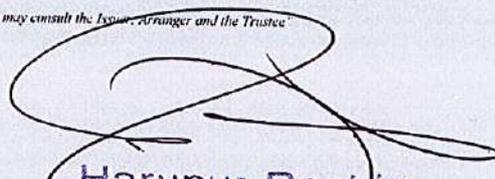

Harunur Rashid
Deputy Managing Director & CFO A.S# 007
NRB Commercial Bank Ltd.

Current Tax Expenses	810.93	959.43	738.73
Deferred Tax Expenses/(Income)	(103.40)	(61.24)	(106.49)
Net profit after taxation	1,384.53	1,153.57	937.65
Appropriations:			
Statutory reserve	407.95	408.50	312.48
General reserve	-	-	-
Retained surplus	972.42	745.07	625.18
Attributable to:			
Equity holders of NRBC Bank Limited	1,380.36	1,153.04	624.84
Minority Interest	4.17	0.53	0.33
Earnings per share (EPS)	2.37	1.98	1.64
Diluted Earnings per share (EPS)	1.96	-	-


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Md. Reaz Uddin Asif
Company Secretary
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Harunur Rashid
Deputy Managing Director & CFO A/S # 007
NRB Commercial Bank Ltd

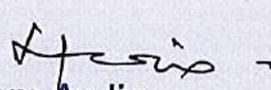
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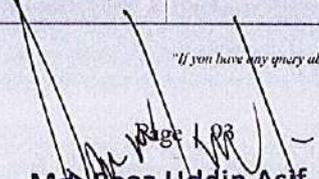
Table 31: NRBC's Comparative Cash Flow Statement (Consolidated)

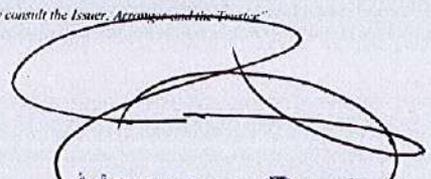
NRB Commercial Bank Limited & Its Subsidiary			
Consolidated Statement of Cash Flows			
For the year ended at December			
Particulars	2020	2019	2018
	BDT Mn	BDT Mn	BDT Mn
A. Cash flows from operating activities			
Interest receipts in cash	6,668.92	7,066.28	5,776.49
Interest paid in cash	(4,122.91)	(3,259.51)	(2,627.39)
Dividend receipts	47.55	31.37	41.81
Fee and commission receipts in cash	787.91	799.85	541.53
Recoveries on loans previously written off	-	-	-
Payments to employees	(1,637.96)	(1,255.74)	(1,036.62)
Payments to suppliers	(198.91)	(110.90)	(61.83)
Income taxes paid	(401.22)	(798.82)	(524.85)
Receipts from other operating activities	3,606.87	1,349.75	1,020.77
Payments for other operating activities	(1,179.44)	(823.03)	(637.35)
Operating profit before changes in operating assets & liabilities	3,570.81	2,999.24	2,492.56
Increase/decrease in operating assets and liabilities	-	-	-
Purchased of Trading Security	-	-	-
Loans and advances to Other Bank(s)	-	-	-
Loans and advances to customers	(13,262.72)	(13,650.21)	(5,113.41)
Other assets	(661.78)	(3.70)	50.98
Deposits from other bank(s)	2,150.00	(1,650.00)	550.00
Deposits from customers	16,044.63	19,440.35	8,303.10
Trading liabilities (short-term borrowings)	-	-	-
Other liabilities	583.89	172.56	(1,072.48)
Net increase/(decrease) in operating liabilities	4,854.02	4,308.99	2,718.19
Net cash from operating activities (A)	8,424.83	7,308.23	5,210.75
B. Cash flows from investing activities			
(Purchase)/ sale of government securities	(10,620.18)	(6,569.61)	(1,236.68)
(Purchase)/sale of Non-trading Security	260.96	(781.70)	526.00
(Purchase)/Sale of Share/Securities	99.80	(3.05)	(691.14)
(Purchase)/ sale of property, plant and equipment	(318.66)	(177.23)	(147.75)
Net cash from/(used) in investing activities(B)	(10,578.08)	(7,531.59)	(1,549.56)
C. Cash flows from financing activities			
Borrowing from other Bank(s)/ Bangladesh Bank	2,843.74	990.96	(981.45)

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

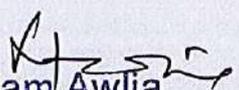

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

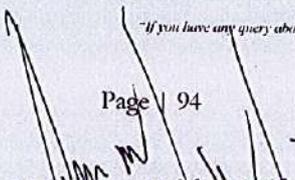
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital	702.73	57.32	36.56
Receipt from issue of Ordinary Shares/Disbursement of Fraction Share	(0.00)	(0.00)	(0.00)
Receipt from issue of Ordinary Shares of Subsidiary's Minority Group	-	-	-
Dividend paid (Cash Dividend)	(525.99)	-	(265.00)
Net cash from/(used) in financing activities (C)	3,020.49	1,048.28	(1,209.89)
D.Net increase/(decrease) in cash and cash equivalents (A+B+C)	867.23	824.92	2,451.30
E. Effects of exchange rate changes on cash and cash equivalents	-	-	-
E. Cash and cash equivalents at the beginning of the year	8,742.99	7,918.07	5,502.76
Cash and cash equivalents at the end of the year [D+E]	9,610.23	8,742.99	7,954.06
Cash and cash equivalents:			
Cash	1,689.29	1,842.56	1,175.92
Prize Bonds	1.95	1.45	0.96
Money at call and on short notice	134.80	856.70	1,296.50
Reverse Repo	-	-	-
Balance with Bangladesh Bank and its agent bank(s)	4,402.66	4,037.85	2,911.85
Balance with other banks and financial institutions	3,381.52	2,004.44	2,568.82
	9,610.23	8,742.99	7,954.06
Net Operating Cash Flow Per Share (NOCFPS)	14.46	12.55	9.12
Diluted Net Operating Cash Flow Per Share (DNOCFPS)	11.99	-	-

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Page | 94


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000

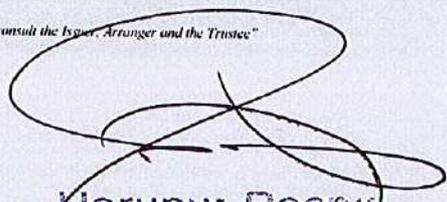

Harunur Rasmi
Deputy Managing Director & CEO A.S # 00/
NRB Commercial Bank Ltd

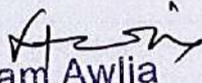
Table 32: NRBC's Comparative Balance Sheet (Solo)

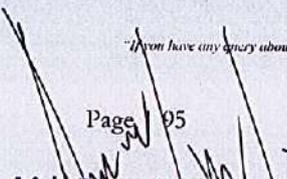
NRB Commercial Bank Limited (Solo)			
Statement of Financial Position			
For year ended at December			
Particulars	2020	2019	2018
	BDT Mn	BDT Mn	BDT Mn
PROPERTY AND ASSETS			
Cash	6,091.91	5,835.59	4,087.75
In Hand (Including Foreign Currencies)	1,689.25	1,797.75	1,175.89
Balance with Bangladesh Bank and its agent bank (s)	4,402.66	4,037.85	2,911.85
(including foreign currencies)			
Balance with other banks and financial institutions	3,501.04	2,034.56	2,524.68
In Bangladesh	2,591.10	1,888.36	2,380.23
Outside Bangladesh	909.93	146.2	144.45
Money at call and short notice	134.8	856.7	1,296.50
Investments	26,367.84	15,298.17	7,941.55
Government	24,141.74	12,715.43	6,151.26
Others	2,226.10	2,582.73	1,790.29
Loans and advances/investments	74,835.73	62,015.02	48,117.78
Loans, cash credits, overdrafts etc./ investments	73,041.65	59,949.16	46,618.60
Bills purchased and discounted	1,794.08	2,065.86	1,499.19
Fixed assets including premises, furniture and fixtures	835.06	506.22	474.85
Other assets	4,854.04	3,571.82	2,618.74
Non - banking assets	-	-	-
Total assets	116,620.41	90,118.08	67,061.86
LIABILITIES AND CAPITAL			
Liabilities			

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Page 95


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

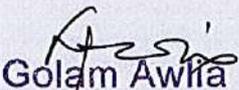

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-100

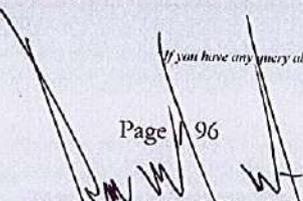

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Borrowings from other banks, financial institutions and agents	4,133.97	1,290.23	299.27
Deposits and other accounts	90,177.26	71,857.90	54,083.28
Current accounts/Al-wadeeah current accounts and other accounts	12,140.41	6,172.58	3,397.35
Bills payable	7,528.32	7,185.41	2,510.92
Savings bank/Mudaraba savings bank deposits	8,051.72	5,238.71	3,693.61
Special/Mudaraba notice deposits	10,271.23	7,306.87	6,229.71
Fixed deposits/Mudaraba fixed deposits	20,911.99	13,795.85	15,794.21
Schemes Deposit/ Mudaraba Scheme Deposits	31,273.59	32,158.48	22,457.49
Other liabilities	12,511.64	8,780.02	5,631.70
Total liabilities :	106,822.87	81,928.15	60,014.25
Total Shareholders' Equity	9,797.54	8,189.94	7,047.61
Paid -up capital	5,825.17	5,710.95	5,145.00
Statutory reserve	1,866.79	1,458.84	1,050.34
Others reserve	810.63	5.01	10.95
Retained earnings	1,294.95	1,015.13	841.32
Total Liabilities and Shareholders' Equity	116,620.41	90,118.08	67,061.86
Net Asset Value (NAV) Per Share	16.82	14.06	-
Net Asset Value (NAV) Per Share [After considering Shares capital Through IPO]	15.65	-	-

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee.


Golam Awfia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

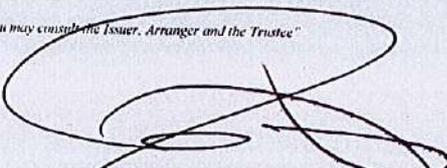

Harunur Rashid
Deputy Managing Director & CFO A.S.# 001
NRB Commercial Bank Ltd.

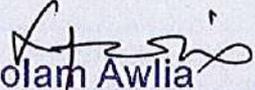
Table 33: NRBC's Comparative Income Statement (Solo)

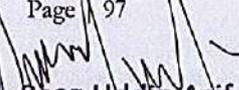
NRB Commercial Bank Limited			
Profit and Loss Account			
For the year ended December			
Particulars	31.12.2020	31.12.2019	31.12.2018
	BDT Mn	BDT Mn	BDT Mn
OPERATING INCOME			
Interest income	6,620.95	7,024.97	5,792.02
Interest paid/Profit Shared on deposits and borrowings, etc.	4,923.93	4,488.13	3,621.73
Net interest income	1,697.02	2,536.85	2,170.28
Investment income	3,586.65	1,284.16	855.7
Commission, exchange and brokerage	742.3	778.12	519.6
Other operating income	274.08	211.56	164.47
Total operating income (A)	6,300.05	4,810.69	3,710.05
OPERATING EXPENSES	-	-	-
Salary and allowances	1,668.78	1,252.37	986.74
Rent, taxes, insurance, electricity, etc.	275.52	321.33	274.9
Legal expenses	13.36	2.02	1.79
Postage, stamps, telecommunication, etc.	34.04	35.36	29.21
Stationery, printing, advertisement, etc.	205.12	99.06	54.22
Chief Executive's salary and fees	11.45	16.38	11.74
Directors' fees & meeting expenses	14.63	11.97	15.78
Auditors' fees	0.86	0.58	0.4
Charges on loan losses	-	-	-
Replacement, Repair and Depreciation of Bank's Assets	267.4	163.25	172.02
Other expenses	740.91	321.23	273.99
Total operating expenses (B)	3,232.06	2,223.55	1,820.80
Profit before provision (C = A-B)	3,068.00	2,587.14	1,889.26
Provision against loans and advances	1,096.45	376.74	299.93
Provision for diminution in value of investments	-137.12	108.19	32.4
Provision for Off-Balance Sheet Exposures	68.94	59.7	-5.45
Total provision (D)	1,028.27	544.64	326.88
Profit before taxation (C-D)	2,039.73	2,042.51	1,562.38
Provision for taxation	696.9	894.24	628.04
Current Tax Expenses	800.09	955.25	734.33
Deferred Tax Expenses/(Income)	-103.19	-61.01	-106.29

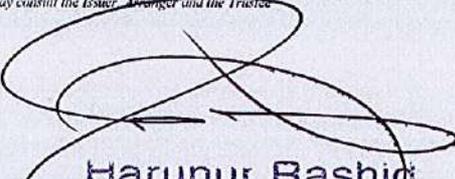
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

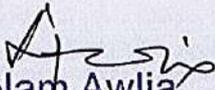
Net profit after taxation	1,342.83	1,148.26	934.34
Appropriations:			
Statutory reserve	407.95	408.5	312.48
General reserve	-	-	-
Retained surplus to retained earnings	934.88	739.76	621.87
Net Profit attributable to the Share Holder	1,342.83	1,148.26	934.34
Earnings per share (EPS)	2.31	1.97	1.64
Diluted Earnings per share (EPS)	1.91	-	-

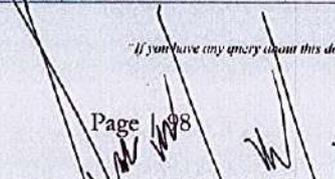
Table 34: NRBC's Comparative Cash Flow Statement (Solo)

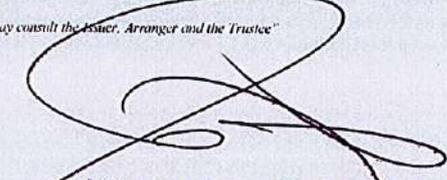
NRB Commercial Bank Limited (Solo)			
Statement of Cash Flows			
For the year ended at December			
Particulars	31.12.2020	31.12.2019	31.12.2018
	BDT Mn	BDT Mn	BDT Mn
A. Cash flows from operating activities			
Interest receipts in cash	6,625.44	7,053.10	5,766.78
Interest paid in cash	(4,102.43)	(3,258.36)	(2,627.64)
Dividend receipts	40.10	22.15	32.44
Fee and commission receipts in cash	742.30	778.12	519.60
Recoveries on loans previously written off	-	-	-
Payments to employees	(1,612.93)	(1,283.78)	(1,020.21)
Payments to suppliers	(205.89)	(100.97)	(57.79)
Income taxes paid	(391.02)	(793.61)	(516.28)
Receipts from other operating activities	3,605.77	1,345.91	1,019.42
Payments for other operating activities	(1,172.54)	(819.86)	(636.05)
Operating profit before changes in operating assets & liabilities	3,528.80	2,942.70	2,480.28
Increase/decrease in operating assets and liabilities	-	-	-
Purchased of Trading Security	-	-	-
Loans and advances to Other Bank(s)	-	-	-
Loans and advances to customers	(12,552.84)	(13,582.45)	(5,082.52)
Other assets	(626.04)	10.12	44.28
Deposits from other bank(s)	2,150.00	(1,650.00)	550.00
Deposits from customers	16,169.36	19,424.62	8,306.68
Trading liabilities (short-term borrowings)	-	-	-
Other liabilities	583.89	172.56	(1,072.48)
Net increase/(decrease) in operating liabilities	5,724.37	4,374.85	2,745.96

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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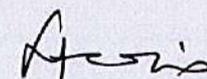

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

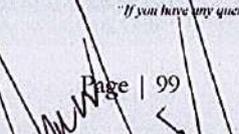
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

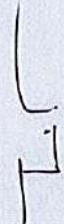
Net cash from operating activities (A)	9,253.18	7,317.55	5,226.24
B. Cash flows from investing activities	-	-	-
(Purchase)/ sale of government securities	(10,620.18)	(6,569.61)	(1,236.68)
(Purchase)/sale of Non-trading Security	260.96	(781.70)	526.00
(Purchase)/Sale of Share/Securities	95.68	(10.75)	(724.95)
(Purchase)/ sale of property, plant and equipment	(317.99)	(175.03)	(147.60)
Net cash from/(used) in investing activities(B)	(10,581.54)	(7,537.09)	(1,583.23)
C. Cash flows from financing activities	-	-	-
Borrowing from other Bank(s)/ Bangladesh Bank	2,843.74	990.96	(981.45)
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital	-	-	-
Receipt from issue of Ordinary Shares/Disbursement of Fraction Share	(0.00)	(0.00)	(0.00)
Receipt from issue of Ordinary Shares of Subsidiary's Minority Group	-	-	-
Dividend paid (Cash Dividend)	(513.99)	-	(245.00)
Net cash from/(used) in financing activities (C)	2,329.75	990.96	(1,226.45)
D.Net increase/(decrease) in cash and cash equivalents (A+B+C)	1,001.39	818.42	2,416.56
E. Effects of exchange rate changes on cash and cash equivalents	-	-	-
E. Cash and cash equivalents at the beginning of the year	8,728.31	7,909.89	5,493.33
Cash and cash equivalents at the end of the year [D+E]	9,729.70	8,728.31	7,909.89
Cash and cash equivalents:			
Cash	1,689.25	1,797.75	1,175.89
Prize bonds	1.95	1.45	0.96
Money at call and on short notice	134.80	856.70	1,296.50
Reverse Repo	-	-	-
Balance with Bangladesh Bank and its agent bank(s)	4,402.66	4,037.85	2,911.85
Balance with other banks and financial institutions	3,501.04	2,034.56	2,524.68
	9,729.70	8,728.31	7,909.89
Net Operating Cash Flow Per Share (NOCFPS)	15.88	12.56	9.15
Diluted Net Operating Cash Flow Per Share (DNOCFPS)	13.17	-	-

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

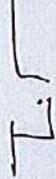

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

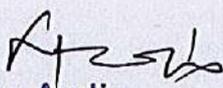
14: Ratio analysis for Last 3 Years

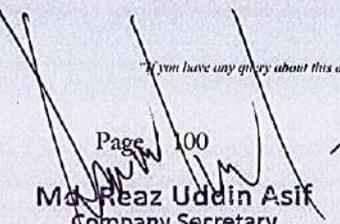
Table 35: Financial Ratios of NRBC for Last 3 Years (Consolidated)

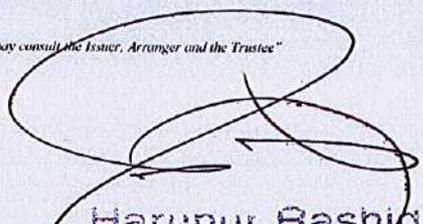
Sl. No.	Particulars	2020	2019	2018
(a)	Liquidity Coverage Ratio (LCR)	164.95%	131.89%	148.83%
(b)	Net Stable Funding Ration (NSFR)	101.13%	107.54%	113.80%
(c)	Break-Even Point (including financial costs)	N/A	N/A	N/A
(d) i.	Debt to Equity Ratio (prior to issue of Subordinated bond)	42.19%	15.75%	4.25%
(d) ii.	Debt to Equity Ratio (after issue of Subordinated bond)	-	-	-
(e)	Debt to Total Assets Ratio	0.04%	0.01%	0.00%
(f)	Accounts Receivable Turnover Ratio	15.80%	33.56%	21.87%
(g)	Gross Margin Ratio	25.63%	36.11%	37.09%
(h)	Operating Income Ratio/Operating Profit Margin	27.33%	27.82%	25.76%
(i)	Net Income Ratio/Net Profit Margin	11.96%	12.35%	12.69%
(j)	Return on Assets	1.42%	1.47%	1.50%
(k)	Return on Equity	16.11%	15.04%	13.89%
(l)	Earnings-Per-Share (EPS)	2.31	1.97	1.82
(m)	Net Asset Value (NAV) per share	16.82	14.06	13.71
(n)	Net Operating cash flow to Net Income	15.88	12.65	10.13
(o)	Total Debt to tangible assets ratio	4.95%	2.55%	0.63%
(p)	Non-Performing Loans (NPL) ratio	2.93%	3.2%	2.94%
(q)	Capital Adequacy Ratio	12.63%	13.5%	14.08%

* NRB Commercial Bank Limited operates in banking industry and considering the business nature of the Issuer, only relevant financial ratios have been presented above.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 100

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S# 007
NRB Commercial Bank Ltd.

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15: Credit Rating Report of the Issue



June 24, 2021

Mr. Golam Awlia
Managing Director & CEO
NRB Commercial Bank Limited
14 Motijheel C/A, Dhaka-1000, Bangladesh

Subject: Credit Rating of "NRB Commercial Bank Subordinated Bond".

Dear Sir,

We are pleased to inform you that Emerging Credit Rating Limited (ECRL) has assigned the following rating to "NRB Commercial Bank Subordinated Bond".

Valid From	Valid Till	Rating Action	Long Term Rating	Outlook
June 22, 2021	June 21, 2022	Initial	A ₂	Stable

** B denotes bond*

The long term rating is valid up to June 21, 2022. The rating may be changed or revised prior to expiry, if warranted by extraordinary circumstances in the coupon payment structure, operations and/or performance of the bond rated.

We hope the rating will serve the intended purpose of your organization.

Yours Sincerely,



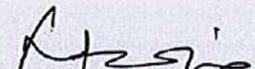
N K A Mobin, FCA, FCS, CFC
Managing Director & CEO

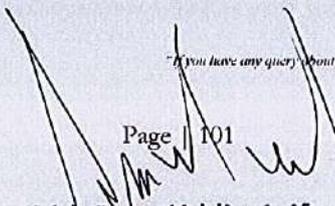
Enclosed: Two copies of credit rating report of NRB Commercial Bank Subordinated Bond.

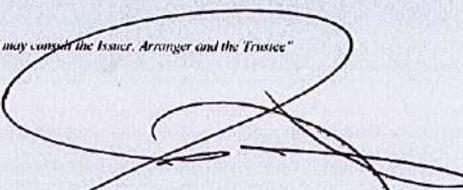


SHAMS Rangs, House-104, Park Road, Level A1, A2 & A5, Baridhara, Dhaka - 1212
Phone: 880 2 986 0911, +880 2 986 0897, Fax: 880 2 986 0828, Web: www.emergingrating.com

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

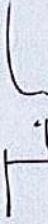

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Md. Reaz Uddin Asif
Company Secretary
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14 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

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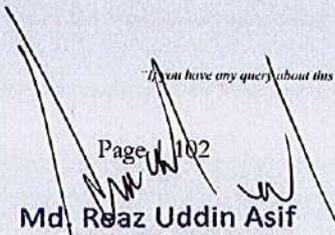
**Credit Rating Report
Of
NRB Commercial Bank Subordinated Bond**


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee

Page 102


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd



EMERGING
Credit Rating Ltd

**NRB Commercial Bank Subordinated Bond
Credit Rating Report**

Financial Institution Rating

Valid From	Valid Till	Rating Action	Long Term Rating	Short Term Rating	Outlook
June 22, 2021	June 21, 2022	Initial	A	ST-2	Stable

Corporate Bond Rating

Valid From	Valid Till	Rating Action	Long Term Rating	Outlook
June 22, 2021	June 21, 2022	Initial	A- ⁺	Stable

* B denotes bond

Date of Incorporation : February 20, 2013
Managing Director & CEO : Mr. Golam Awlia
Issue : Subordinated Bond BDT 5,000 million
Program Tenure : 7 years
Issuer : NRB Commercial Bank Limited
Arranger : City Bank Capital Resources Limited
Trustee : UCB Investment Limited
Tentative Issue date : September 2021
Contact Analysts : Md. Fahad Bhuiyan fahad.bhuiyan@emergingrating.com
 Md. Rajur Rahman rajur@emergingrating.com


 NKA Mobin (FCA, FCS, CFC)
 Managing Director & CEO
 Emerging Credit Rating Ltd

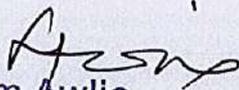
**Credit
Analysis**

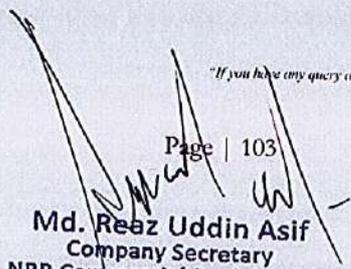
Corporate Bond
Rating

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
 Managing Director & CEO
 NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
 Company Secretary
 NRB Commercial Bank Limited
 Board Secretariat, Head Office
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 Deputy Managing Director & CFO A.S # 007
 NRB Commercial Bank Ltd.

Emerging Credit Rating Ltd

Corporate Bond Rating

CREDIT ANALYSIS

2021 Initial Review

NRB Commercial Bank Subordinated Bond

Major Rating Factors

- | | |
|-------------------------|---|
| Strengths | <ul style="list-style-type: none"> 1. Good NPL ratio compared to industry. 2. Good growth in total asset, deposit and loans. 3. Diversifying businesses into SME to reduce loan concentration. |
| Challenge/ Risks | <ul style="list-style-type: none"> 1. Coupon rate of the bond (7% - 9%) is above the deposit rate cap (6%). 2. Falling interest income caused by interest cap. 3. Precarious condition of the banking industry due to COVID-19. 4. High exposure to large loan. 5. Potential post pandemic non-performing loans. |

Rationale Emerging Credit Rating Limited (ECRL) has assigned A-₊ (Pronounced as "Single A Minus Bond") long term credit rating to NRB Commercial Bank Limited's Subordinated Bond BDT 5,000 million (hereinafter referred to as "The Subordinated Bond" or "The Bond" or "The Issue"). The outlook on the rating is Stable. The rating is consistent with ECRL's methodology for this type of financial institutions and bond rating. ECRL considered financial performance, capital base, asset quality, management experience, liquidity and prospect of the industry and the likelihood of default of the bond while assigning the bond rating.

The Subordinated Bond, which qualifies as Tier-II Capital for NRB Commercial Bank Limited (hereinafter referred to as "NRBCBL" or "The Bank" or "The Issuer"), is rated lower than NRBCBL's standalone rating, because of the Subordinated position of the bond relative to the NRBCBL's depositors and other senior creditors.

The ratings reflect the strengths of the bank which is backed by its good NPL ratio compared to industry, good growth in total asset, deposit and loans as well as diversifying businesses into SME to reduce loan concentration. However, ECRL is concerned about the coupon floor rate being higher than deposit rate, falling interest income caused by interest cap, high exposure to large loan, potential NPL after the relaxation period and condition of the banking industry due to Covid-19. The rating was assigned on the basis of draft information memorandum, draft agreements between the issuer, trustee and mandated lead arranger provided by the entity in discussion and the rating may significantly change if the covenants in those agreements are altered.

The investors will be different institutional and high net-worth individuals. The feature of the issue is floating rate non-convertible unsecured fully-redeemable subordinated bond where City Bank Capital Resources Limited is the arranger and UCB Investment Limited is the Trustee. Issue size of the bond is BDT 5,000.00 million and 20% of the total bond value to be redeemed at the end of each year starting from 3rd year till 7th year. The coupon rate is being determined based on average of most recent month's published highest fixed deposit rates (6 months tenure) of all private commercial banks (excluding Islamic banks and Foreign Banks) plus 2.50% margin. However, the rate must be within the minimum and maximum limit of 7.00% and 9.00% at all times.

The objective in issuance of the Subordinated Bond is to strengthen the capital base as supplementary (Tier-II) capital of the bank and to comply with the capital

NRB Commercial Bank Subordinated Bond

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adequacy requirements as per Basel-III and enable the bank to reach sustainable growth in business. The fund raised through issuing the bond will provide the bank additional capital cushion under risk based capital adequacy framework, and will help the bank to grow its loans and advance portfolio.

The banking sector of the country has been under severe pressure from the effects of the coronavirus pandemic in 2020. Interest rates on deposits plummeted at a faster pace than those on credit, as banks raised deposits at lower rates caused by an abundance of funds in the economy. Despite the fact that credit growth has risen marginally in recent months as a result of the stimulus packages, total credit demand has been diminishing in the banking industry. The interest rate on deposit instruments has also been lowered as a result of the decreased credit demand. However, the various measures taken by the government and Bangladesh Bank has been key to retaining the asset quality of banks. The government had announced various stimulus facilities as part of initiative to support the economy from the negative fallout due to the pandemic. The central bank has lowered repo rate from 6% to 4.75%, lowered CRR requirements from 5% to 3.5% in daily basis and 5.5% to 4% in bi-weekly basis, increased ADR by 2% as well as provided relaxation over the loan classification and provisioning rules for the year 2020 (Jan-Dec) and further from April 2021 to June 2021.

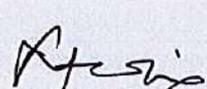
In the midst of this challenging time, the total asset base of NRBCBL have seen a healthy improvement by 29.41% in FY2020. The bank's asset book has been witnessing an upward momentum over the four year period under review. In 2020, the total assets growth was supported by improvement in gross loan by 20.67% and investment portfolio by a massive 72.36%. The gross loans and advances portfolio stood at BDT 74,835.73 in FY2020 from BDT 62,015.02 million in FY2019 with a growth rate of 20.67% while the growth rate was 28.88%, 12.00% and 14.84% in the previous three years. The bank has significantly increased its SME loans by 115.05% in FY2020 from previous year that promoted the total loan growth in 2020. The bank had disbursed a total of BDT 4,997.79 million loans under the stimulus package as on March 31, 2021. Due to the struggling growth of loans prevailing in the previous few years, the banking industry started focusing more on investment as a source of alternate income which can be seen in the case of NRBCBL as well.

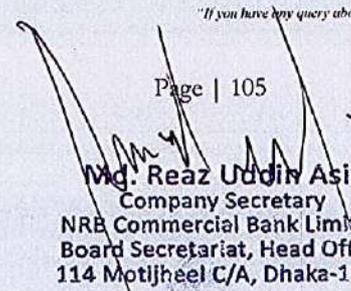
The NPL ratio of the bank remained at a similar place in all four years under review here which is lower than the industry average of private commercial banks and overall banking industry as a whole. In 2020, the NPL ratio was calculated at 2.93%. The non-performing loans in the banking industry has been positively influenced by the Bangladesh Bank's directive of not downgrading loan classification in 2020 along with waiver on penalties on late payments. However, NRBCBL's non-performing loans in absolute number has reached to BDT 2,191.08 million compared to the BDT 1,985.09 million in FY2019. It is estimated that an increase in NPL significantly in near future may happen when the restrictions on classification of loans is over.

Throughout the year 2020, NRBCBL's book of rescheduled/restructured loans and advances has decreased significantly by 94.60% aided by the classification restriction imposed by BB. During FY2020, NRBCBL rescheduled/restructured a total of BDT 280.58 million worth of loans as opposed to BDT 5,196.02 million worth of loans in FY2019. If no rescheduled/restructured was performed, NPLs would account for 3.30% of the bank's loan book in FY2020 which was 11.58% in FY2019.

The bank's exposure to large loans (funded and non-funded together exceeding 10% of bank's capital) has been high in all of the years under review. These loans comprised 52.82%, 54.57%, 53.40% and 51.64% of the total loan portfolio in the previous four years respectively. The top 30 funded exposure composed 32.03% of the total loan portfolio in 2020 while it was 31.98% in the preceding year. The loans and advances of the bank have become more dependent on funded large loans which is a concern for the asset quality of the bank.

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NRB Commercial Bank Limited's capital adequacy in FY2020 has been barely able to meet the requirement under risk based capital adequacy framework of Basel-III. The CRAR reached to 12.52% in FY2020 down from 13.40% in FY2019, compared to the regulatory requirement of 12.50%. Recently, the Board of Directors of the bank has decided to issue Non Subordinated Bond of BDT 5,000.00 million as Tier II Capital that may improve the capital base of the bank.

The recently imposed lending and deposit rate cap in 2020 and the onset of COVID-19 pandemic has constricted the growth of deposit in banks. NRBCBL's deposit base has improved by a modest 25.49% in the latest year. The bank has been successful in keeping its ADR ratio (78.66%) within the regulatory requirement of Bangladesh Bank at 87.00% in the latest year and has a lot of headroom for disbursing more loans if the need arises. NRBCBL has been maintaining CRR and SLR in line with Bangladesh Bank requirement. The CRR and SLR of NRBCBL for its conventional banking was kept at required amount with total surplus amount from both CRR and SLR stood at BDT 125.65 million and BDT 14,908.78 million in FY2020 respectively. For NRBCBL's Islamic banking operation, the bank has kept surplus amount for both CRR and SLR at BDT 51.27 million and BDT 68.13 million in FY2020 respectively meeting the requirement.

Followed by consecutive improvements to net interest income generated over the previous three years, NRBCBL has seen significant fall in its net interest income in FY2020 due to implementation of interest rate cap imposed by BB. Net Interest Income of the bank lowered by 33.11% in FY2020 to BDT 1,697.02 million from BDT 2,536.85 million. The bank countered the reduction in interest income by vast 179.30% increase in investment income aided by high gain from government treasury bond and gain on sale of government securities. NRBCBL's operating expenses increased by 45.36% in 2020 which led to a cost to income ratio of 51.30% that was 46.22% in the previous year. However, as the operating income in absolute value increased more than operating expenses, the bank has generated increased profit before provision. Despite the bank's provision expense was increased, the tax provision expenses during 2020 has lowered and paved the way for higher post-tax profit of BDT 1,342.83 million in FY2020 compared to BDT 1,148.26 million in previous year.

ECRL views the rating outlook as **Stable** due to the bank's current business position and the possibility of maintaining similar business growth with regards to the pandemic in the coming year.

Exhibit 1: Financial Highlights: NRB Commercial Bank Limited

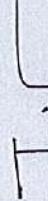
FY 31 December	2020	2019	2018	2017
Total Assets (BDT million)	116,620.41	90,118.08	67,061.86	57,443.15
Asset Growth (%)	29.41	34.38	16.74	7.14
Gross Loans (BDT Million)	74,835.73	62,015.02	48,117.78	42,960.51
Gross Loans Growth (%)	20.67	28.88	12.00	14.84
Deposits (BDT Million)	90,177.26	71,857.90	54,083.28	45,226.60
Deposit Growth (%)	25.49	32.87	19.58	2.28
Gross NPL Ratio (%)	2.93	3.20	2.94	2.40
Loan/Deposit Ratio (%)	78.66	82.54	85.91	92.18
Net Interest Income (BDT million)	1,697.02	2,536.85	2,170.28	1,564.92
Net Interest Income Growth (%)	(33.11)	16.89	38.68	52.02
Non-Interest Income (BDT million)	4,603.03	2,273.84	1,539.77	1,909.86
Non-Interest Income Growth (%)	102.43	47.67	(19.38)	(2.92)
Pre-Tax Profit (BDT million)	2,039.73	2,042.51	1,562.38	1,375.47
Post-Tax Profit (BDT million)	1,342.83	1,148.26	934.34	912.29
Post-Tax Profit Growth (%)	16.94	22.90	2.42	5.91
Post-Tax ROAE (%)	14.93	15.07	13.95	15.17
CRAR (%)	12.52	13.40	14.02	13.58

FY2017-2020 Data Extracted from Audited Financials

NRB Commercial Bank Subordinated Bond

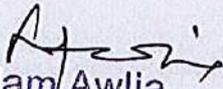
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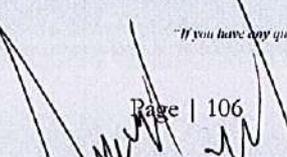

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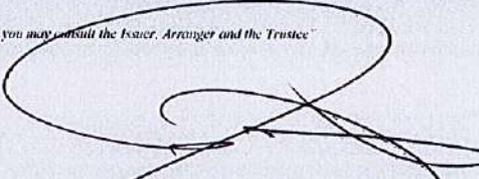

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Harunur Rashid
Deputy Managing Director & CFO AS# 007
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A. BUSINESS DESCRIPTION

A.1. Company Background

NRB Commercial Bank Limited (NRBCBL) is a fourth generation Private Commercial Bank (PCB) incorporated on February 20, 2013 in Bangladesh as a public limited company under Companies Act 1994. On November 18, 2020, the bank received Initial Public Offering (IPO) Approval by BSEC and listed with Dhaka Stock exchange and Chittagong Stock Exchange on March 10, 2021. The bank's first share trading on stock market started on March 22, 2021. With a mission to creating confidence for investment among the Bangladeshi expatriate, extra-ordinary opportunities to the intending wage earners in getting jobs abroad, deliver service excellence through providing existing & innovative products in cost & time efficient manner the bank aims to become a peerless bank. In terms of providing efficient & innovative banking services, safeguarding depositor's interest, fulfilling shareholders desire, supporting economic growth of the country with particular attention to channelize regular inflow of foreign remittance of Bangladeshi expatriates working abroad. Previously, NRBCBL was formally inaugurated on April 2, 2013 focusing on conventional banking with its registered office situated in Dhaka, Bangladesh. The bank has an Islamic Banking Window that was approved by Bangladesh Bank on November 14, 2019 and inaugurated on January 20, 2020. The bank availed Agent Banking approval from Bangladesh Bank on May 29, 2014 and inaugurated on December 17, 2015. Currently, the bank has 576 Agent Points. The offshore banking license of NRBCBL was obtained on September 22, 2020.

NRBC Bank Securities Limited is the bank's only subsidiary. Following Bangladesh Securities and Exchange Commission's guidelines, NRBC Bank Securities Limited was incorporated as a subsidiary business after receiving approval from Bangladesh Bank (BSEC). It was incorporated on September 20, 2015 under the Companies Act of 1994 and started commercial operation on December 12, 2016. It is one of Bangladesh's fastest-growing stock brokers that offers stock brokerage services to local and foreign institutions, as well as retail clients.

A.2. Shareholding Structure

NRB Commercial Bank Limited started with an Authorized Capital of BDT 10,000.00 million and having initial paid-up capital of BDT 4,446.06 million by converting the foreign currency of 53 (Fifty three) qualified Non-resident Bangladeshi (NRB). The bank's paid up capital has reached BDT 5,825.17 million as on December 31, 2020. Majority of the share is held by Sponsors/Promoters (88.42%) followed by Shareholders (11.58%).

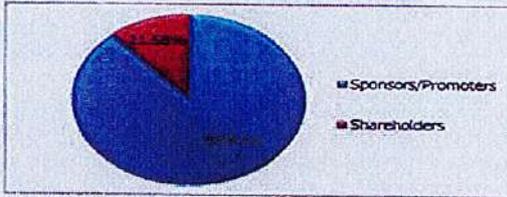
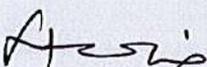


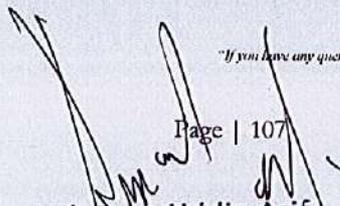
Figure 1: Shareholding position of NRBCBL

A.3. Products & Services

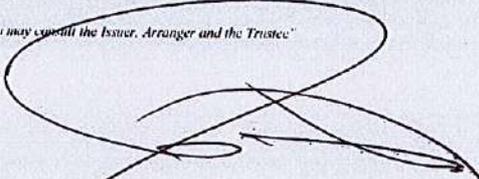
NRBCBL provides a plethora of products & services segmented under Retail Banking, SME Banking, Corporate Banking, NRB Banking, Agent Banking, SMS Banking. The products include various types of deposit, loan, online, Islamic banking, cards and services include utilities bill collection, remittance service. NRBC Bank is catering to the domestic and overseas needs of small businesses, medium and large Corporation by offering a wide range of corporate finance products including Construction Finance, Export and Import Finance, Machinery Finance, Stock Finance, Work Order Finance, Business Vehicle Finance etc. For Small and Medium Enterprises, NRBCBL is offering various financial product and services such as Agriculture Finance, Green Finance, House Building Loan or HBL (Residential), SME Finance, Agri. Community Finance. NRBCBL's network across the country provides a comprehensive variety of retail and personal banking products and services such as Auto Finance, Personal Loan, Home Finance For NRB, Retail Finance, Residence Finance, Financial Obligation Finance, Personal Vehicle Loan, NRBC Auto Loan, NRBC Home Loan, NRBC Education Loan. Apart from these, the bank offers a wide range of commercial banking products and services to NRBs and various services such as account opening, deposit, withdrawal, foreign remittance, fund transfer, bill

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collection etc. services through its agent banking. The deposit product for all clients consists of various savings account, deposit schemes, FDRs as well as current deposit and short notice deposit. The bank's Islamic Banking product portfolio includes shariah based current account, savings account, schemes etc. Besides those, the bank offers various credit card, debit card, ATM, internet banking, NRBC Mobile App PLANET under its services.

A.4. Operational Network

The corporate office of the bank is situated at Motijheel C/A, Dhaka. As on December 31, 2020, NRBC Commercial Bank Limited has a spread network of 83 branches, 287 Sub-branches, 277 Land Registration Sub-branches, 7 Foreign remittance Sub-agencies and 576 agent points. The branches cover Dhaka, Chattogram, Rajshahi, Khulna, Barishal, Sylhet, Rangpur, Mymensingh and all the major districts of the country. Among the branches, 6 branches are part of Islamic banking network which are governed by Islami Shariah. The Bank has two Off-shore Banking Units (OBU) located at Gulshan Branch and Agrabad Branch. All over the country, the bank has a total of 56 ATM Booths as on December 31, 2020. The bank also offers SMS Banking and Internet Banking services. The bank opened 08 new branches, 59 Sub-Branches, 276 Land Registry collection booths, 24 BRTA Collection Booths and number of agent points to its operational network in 2020.

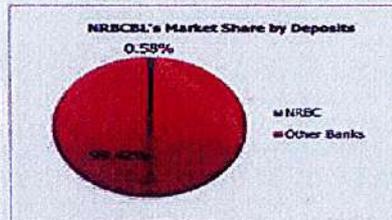
A.5. Market Share

NRBCBL's loans & advances and deposit position were BDT 64,376.17 million and BDT 74,204.53 million respectively at the end June 30, 2020. Considering the banking industry as a whole, all scheduled banks' total loans & advances and deposit were BDT 10,940,070.00 million and 12,690,990.00 million respectively at the end of June 2020. NRBCBL contributed 0.59% of market share in terms of loans and advances and 0.58% of market share in terms of deposit at the end of 1st half of 2020.

Figure 2: NRBCBL's Market share by Loans & Advances



Figure 3: NRBCBL's Market share by Deposits



A.6. Subordinated Bond Issuance Objective

The objective behind issuance of the Subordinated Bond is to further strengthen the capital base as supplementary (Tier-II) capital of the bank and to comply with the capital adequacy requirements as per Basel-III and enable the bank to reach sustainable growth in business. The fund raised through issuing the bond will provide the bank additional capital cushion under risk based capital adequacy framework, and will help the bank to grow its loans and advance portfolio.

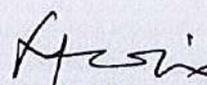
A.7. Structure of Subordinated Bond and Terms

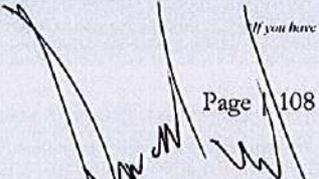
Exhibit 2: Structure of Subordinated Bond BDT 5,000 million

Name of the Instrument	NRB Commercial Bank Subordinated Bond
Issue Type	Non-convertible Unsecured Fully-redeemable Floating Rate Subordinated Bonds
Issuer	NRB Commercial Bank Limited
Purposes and Objectives	To raise Tier-II Regulatory Capital and thereby enhancing Capital to Risk-weighted Asset Ratio (CRAR) as per

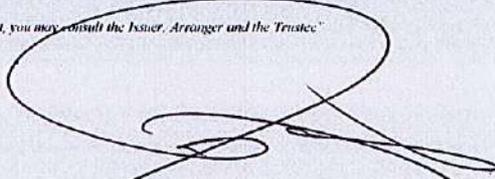


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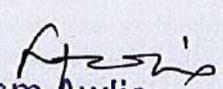

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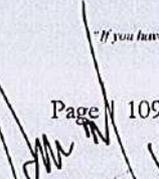
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	"Guidelines on Risk Based Capital Adequacy" of Bangladesh Bank
Arranger	City Bank Capital Resources Limited (CBCRL)
Trustee	UCB Investment Limited
Issue Size	BDT 5,000,000,000.00
No. of Bonds to be issued	500
Face Value	BDT 10,000,000.00 of Each Bond
Minimum Subscription	BDT 10,000,000.00
Tenor	7 Years or 84 Months from the date of Issue
Investors	Institutional Investors and high net-worth individual investors
Mode of Placement	Private Placement on a best effort basis
Yield to Maturity / Rate of Return	Coupon Rate
Coupon Rate	Reference Rate + Coupon Margin
Reference Rate	The Reference Rate shall be determined by the following method: Average of most recent months published fixed deposit rates (6 months tenor) of Private Commercial Banks (excluding Islamic & Foreign Banks). The issuers 6 months tenor deposit rate to be considered at the time of calculating the average. The published deposit rate to be taken from "Announced Interest Rate Chart of the Scheduled Banks (Deposit Rate)" published by Bangladesh Bank in its website. This will be fixed semi-annually. The Reference Rate will be fixed by the trustee semi-annually on ("Interest Reset Date") the immediately preceding business day of the Issuance and afterwards semi-annually throughout the tenor of the bond. For avoidance of doubt, the Reference Rate shall be calculated by the trustee and notified to the issuer and all investors on every Interest Reset Date.
Quotation Day	5 business days before the first day of any period for which a coupon rate is to be determined
Coupon Margin	2.50% p.a.
Range of Coupon Rate	7.00% - 9.00% at all times
Coupon Payment	Interest to be paid semi-annually. First interest will be paid after six months of the drawdown date
Non-convertible	NRB Commercial Bank Subordinated Bond is not convertible into Ordinary Shares
Non-callable	NRB Commercial Bank Subordinated Bond is not callable
Tax Features	According to the laws of Bangladesh
Late Redemption	The Issuer shall pay a late payment penalty of 2% (two per cent) higher than the Coupon Rate and be payable on the amount not paid on the due date till the date of actual payment
Early Redemption	The Issuer shall pay an early redemption penalty of 2% (two per cent) higher than the Coupon rate which will be applicable from end of the second year starting from the drawdown date. In case of early redemption, coupon rate will be paid along with all coupons (accrued and unpaid) to be calculated at last coupon rate along with the redeemed amount.
Description of Collateral Security and type of charges to be created against the Issue	Unsecured
Listing	Unlisted


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Transferability/Liquidity	Freely transferable in accordance with the provisions of the Deed of Trust
Governing Law	Laws of Bangladesh

A.8. Rate of Return

The rate of return or the coupon rate of the bond is to be determined in two stages. First, the reference rate is to be determined and then a coupon margin is added to the base rate.

- **Reference Rate:** The reference rate shall be determined by Average of most recent months published fixed deposit rates (6 months tenor) of Private Commercial Banks (excluding Islamic & Foreign Banks). The published deposit rate will be taken from Bangladesh Bank sources. This will be fixed semi-annually. The Reference Rate will be fixed by the trustee semi-annually on ("Interest Reset Date") the immediately preceding business day of the Issuance and afterwards semi-annually throughout the tenor of the bond. For avoidance of doubt, the Reference Rate shall be calculated by the trustee and notified to the issuer and all investors on every Interest Reset Date
- **Margin:** 2.50% p.a.
- **Coupon Floor Rate:** 7.00% p.a.
- **Coupon Ceiling Rate:** 9.00% p.a.

A.9. Repayment Schedule

The Subordinated Bond of NRBCBL will be redeemed in last five years of the tenure and will be paid in 5 (five) annual tranches commencing at the end of 36th month from the date of drawdown as per following schedules from the Issue Date. The final maturity of the Bond will be at the end of 7th year or 84 Months from the Issue Date.

Exhibit 3: Repayment schedule of subordinated bond

Month	Redemption
36 th	20.0%
48 th	20.0%
60 th	20.0%
72 nd	20.0%
84 th	20.0%

B. FINANCIAL RISK ANALYSIS

The financial analysis process has been based on both quantitative and qualitative aspects of the institution. This has mostly been based on the company's policies in relation with the operating strategies, asset quality, composition and trend, fund management, capital adequacy, liquidity management, risk management and ultimate financial goals of the firms. For the purpose of the overall financial risk assessment of the business has been analyzed thoroughly and followed strict evaluation process in the aforementioned sections. Detailed analysis is presented below.

B.1. Asset Composition & Trends

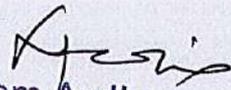
Exhibit 4: Selected Indicators for NRBCBL

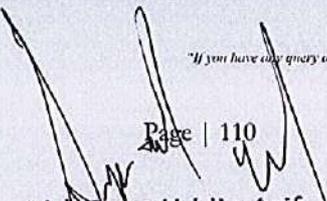
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Asset Growth (%)	29.41	34.38	16.74	7.14
Gross Loans (BDT Million)	74,835.73	62,015.02	48,117.78	42,960.51
Gross Loans Growth (%)	20.67	28.88	12.00	14.84
Investments (BDT Million)	26,367.84	15,298.17	7,941.55	6,495.12
Investments Growth (%)	72.36	92.63	22.27	(9.46)
NPLs (BDT Million)	2,191.08	1,985.09	1,414.40	1,032.58
NPLs Growth (%)	10.38	40.35	36.98	434.95
Gross Loans to Total Assets (%)	64.17	68.82	71.75	74.79
NPL Ratio (%)	2.93	3.20	2.94	2.40
Net NPLs to Net Loans (%)	(1.62)	0.01	0.27	0.28

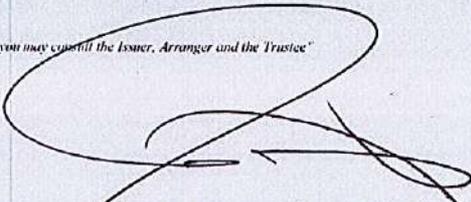


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Loan Loss Reserve to NPLs (%)	118.97	76.08	80.14	80.72
NPLs to Equity & Loan Loss Reserve (%)	17.66	20.46	17.29	14.38

FY2017-2020 Data Extracted from Audited Financials

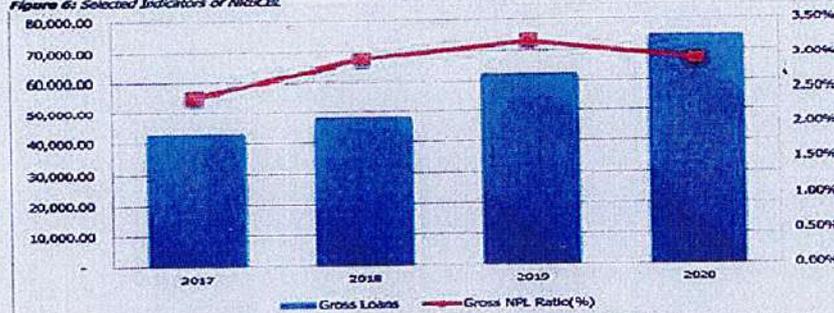
During the year 2020 to till now, the world has been undergoing a global pandemic that has severely affected all sorts of businesses across the world. With reduced movement and economic activities, many businesses saw lower profits and the government of the countries came forward to save their economy. In Bangladesh, the government had announced various stimulus facilities as part of initiative to support the economy from the negative fallout due to the coronavirus pandemic. This has put severe pressure on the banking sector of the country in 2020. In an effort to preserving banks' asset quality while helping the economy in dire needs, the central bank has lowered repo rate, lowered CRR, increased ADR as well as provided relaxation over non-performing loans and penalties on late payments.

In the midst of this challenging time, the total asset base of NRBCBL have seen a healthy improvement by 29.41% from the previous year. The total asset base of the bank has been growing every year from 2017 to 2020. In 2020, the total assets growth was supported by improvement to its major contributors such as gross loan which grew by 20.67% and investment portfolio that grew by a massive 72.36%.

B.1.1.1. Asset Quality

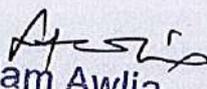
As previously mentioned, the pandemic along with interest rate cap has lowered the growth on loans and advances in 2020 of the banking industries. NRBCBL's growth rate of gross loans and advances however has been modest in FY2020 which is a contributing factor for an overall growth of total asset base. The bank was recently incorporated in 2013 and can be considered to be still in its growing stage. The gross loans and advances portfolio stood at BDT 74,835.73 in FY2020 from BDT 62,015.02 million in FY2019 with a growth rate of 20.67% while the growth rate was 28.88%, 12.00% and 14.84% in the previous three years. The bank has significantly increased its SME loans in FY2020 that promoted the total loan growth. Gross loans to total assets ratio of the bank is 64.17% in 2020 with a slight decrease from 2019.

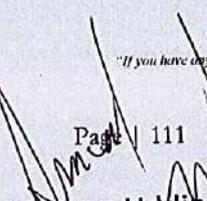
Figure 6: Selected Indicators of NRBCBL

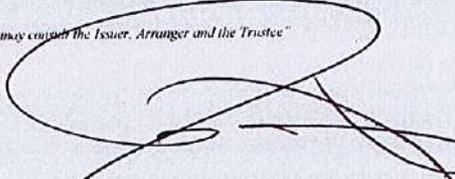


The total asset base was also bolstered by improvement to the investment portfolio of the bank by a massive 72.36% in FY2020 followed by a significant improvement of 92.63% in FY2019 which was possible owing to increased investments in government treasury bonds. Due to the struggling growth of loans prevailing in the previous few years, the banking industry started focusing more on investment as a source of alternate income which can be seen in balance sheet of NRBCBL as well.

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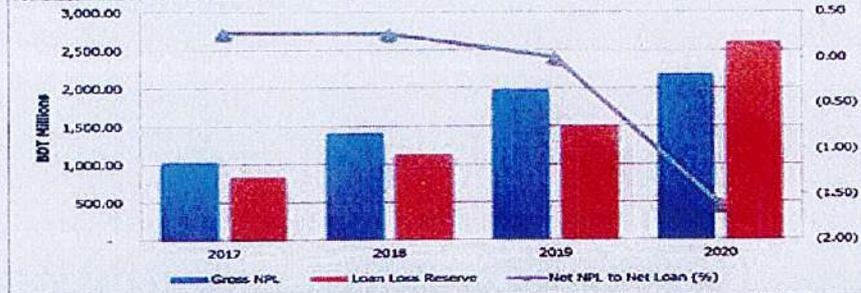

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Figure 7: Selected Indicators of NRBCBL



The non-performing loans in the banking industry has been positively influenced by the Bangladesh Bank's directive of not downgrading loan classification in 2020 along with waiver on penalties on late payments. This effect can be seen on NRBCBL's NPL ratio in the latest year that has lowered from preceding year. However, it is to be noted the NPL ratio of the bank remained at a similar place in all four years under review here which is lower than the industry average of private commercial banks and overall banking industry as a whole. NRBCBL's non-performing loans reached to BDT 2,191.08 million compared to the BDT 1,985.09 million in FY2019. Among the non-performing loans, sub-standard loan has lowered while doubtful and bad/loss loans have increased in FY2020. It is estimated that an increase in NPL significantly in near future may happen when the restrictions on classification of loans is over. Trend wise, bad/loss loan covered the largest portion of total NPL of NRBCBL in all four years.

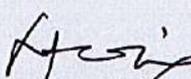
The loan loss reserve to NPL of NRBCBL has been improved in the latest financial years. In 2020, provision coverage ratio has exhibited vastly improved scenario compared to the previous three years. However, this was a direct result of lower NPL in the latest year. The improved coverage against NPL indicates better safety against potential rise in the NPLs in future. The total required provision against loans and advances as on December 31, 2020 was BDT 2,606.65 million and the bank-maintained it accordingly. There has been no shortfall of provision coverage in the four year period under review. With the growth of equity and loan loss reserve and lower NPL figures in FY2020, the NPL was 17.66% of equity and loan loss reserve together.

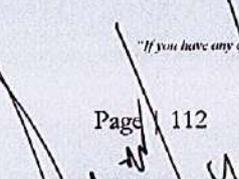
B.1.2. Loan Diversification & Concentration

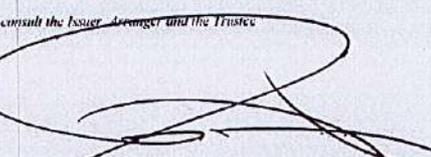
NRBCBL has a moderately diversified portfolio with concentration in different sectors of the economy including small and medium enterprises, readymade garments, trade industry, service industry, consumer finance, other manufacturing industries, construction, textile, house building residential, steel, ship breaking etc. Sectors wise concentration shows that loans and advances portfolio was dominated by SME loans (38.65%) followed by RMG (12.49%) and Trade Industry (8.13%) by the end of 2020 and this has been a similar pattern over the previous two years as well. However, the bank increased its focus on SME and RMG loans in FY2020 which was 21.47% and 10.82% respectively in 2019 and lowered its concentration in trade industry from 18.00% in 2019 to 8.13% in 2020. Notably, loans under various uncategorized manufacturing industries are 8.55% of the total portfolio in 2020 which had been higher in previous years (FY2019: 13.83%, FY2018: 14.73%).

In FY2017-FY2020 period, maturity-wise, most of the bank's loans are short term in nature, i.e. they mature within one year period.

In FY2020, geographically, only 13.91% of the bank's loans are in rural areas and the remaining 86.09% loans are in urban areas. The bank has the highest concentration of loans in the Dhaka


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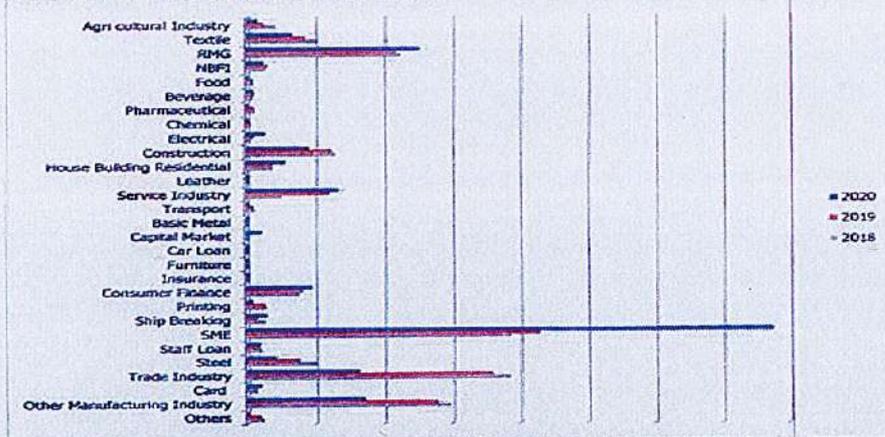
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region (75.02%) followed by Chattogram region (12.95%). This pattern is prevalent in the previous three years (FY2017-FY2019) as well.

Figure 8: Industry-wise composition of NRBCBL's gross loans



B.1.3. Rescheduled/Restructured and Written-Off Loans

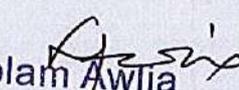
Throughout the year 2020, NRBCBL's book of rescheduled/restructured loans and advances has decreased significantly by 94.60%. During FY2020, NRBCBL rescheduled/restructured a total of BDT 280.58 million worth of loans as opposed to BDT 5,196.02 million worth of loans in FY2019. Such decrease in rescheduled loan led to move the rescheduled loan to gross loan ratio to 0.37% in FY2020 from 8.38% a year ago. On the other hand, the bank did not write off any loans in the four year period under review. NPLs and rescheduled/restructured loans together accounted for 3.30% of the bank's loan book in FY2020 which was 11.58% in FY2019. NRBCBL's NPL along with rescheduled loans decreased in 2020 compared to the previous year.

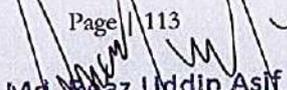
B.1.4. Large Loan Exposure

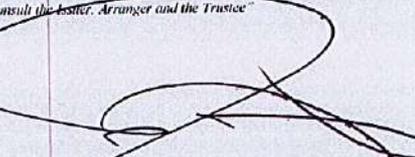
The bank's exposure to large loans (funded and non-funded together exceeding 10% of bank's capital) has been high in all of the years under review. These loans comprised 52.82%, 54.57%, 53.40% and 51.64% of the total loan portfolio in the previous four years respectively. The number of such large loan accounts were 52 individual accounts with total outstanding amounting to BDT 39,526.40 million in FY2020 in contrast to the 49 accounts with total outstanding amount of BDT 33,841.30 million in FY2019. The top 30 funded exposure of the bank by the end of 2020 stood at BDT 23,971.73 million raising from BDT 19,829.34 million in FY2019. The top 30 funded exposure composed 32.03% of the total loan portfolio in 2020 while it was 31.98% in the preceding year. The loans and advances of the bank have become more dependent on funded large loans which is a concern for the asset quality of the bank.

B.1.5. Off-Balance Sheet Exposure

Total contingent liabilities of the bank stood at BDT 35,483.89 million in FY2020, BDT 27,406.20 million in FY2019, BDT 19,455.25 million in FY2018 and BDT 16,591.43 million in FY2017. As well as the growth of the balance sheet, the off-balance sheet exposure of the bank is also expanding over


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the years. In the latest financial year, NRBCBL's off balance sheet contingent liabilities comprised of 18.93% acceptance and endorsements, 22.03% letters of credit, 46.24% letter of guarantee and 12.80% bills of collection. The off-balance sheet contingent liabilities of NRBCBL amounted to 30.43% of the total assets in FY2020 which is almost stable compared to in FY2019 at 30.41%.

B.2. Capital Adequacy

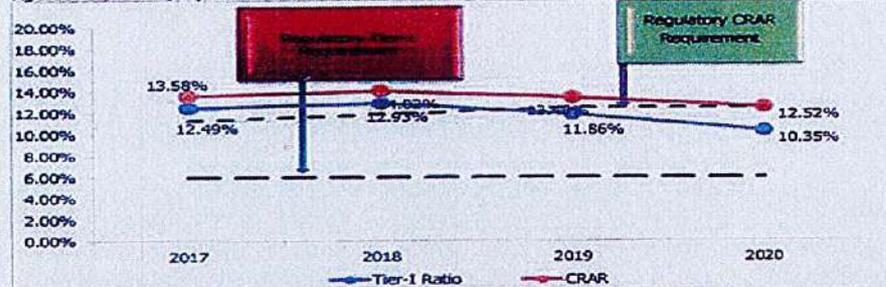
**Exhibit 5: Selected indicators of NRBCBL
FY 31 December**

	2020	2019	2018	2017
Tier-I Capital (BDT Million)	8,594.24	7,883.22	6,778.83	6,235.40
Total Capital (BDT Million)	10,391.24	8,907.26	7,352.51	6,780.60
Total Risk Weighted Assets (BDT Million)	82,998.00	66,462.20	52,436.55	49,922.72
Tier-I Ratio (%)	10.35	11.86	12.93	12.49
CRAR (%)	12.52	13.40	14.02	13.58

FY2017-2020 Data Extracted from Audited Financials

Every bank has to maintain a minimum capital requirement with capital conservation buffer of 12.50% in total as per the regulatory requirement directed by the Bangladesh Bank under the Basel – III. The capital adequacy position of NRBCBL in FY2020 has been found to be in line with the directive of Bangladesh Bank. Both the Tier-I or core capital and Tier-II or supplementary capital of the bank have increased consecutively from the preceding years in the four year period under review here. However, the capital adequacy ratio of the bank was calculated at 12.52% which barely higher met the regulatory directive of 12.50%. The CRAR in the previous three years had passed the regulatory limit as well.

Figure 9: Capital Adequacy Position of NRB Commercial Bank Limited

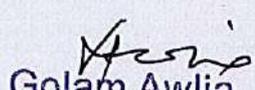


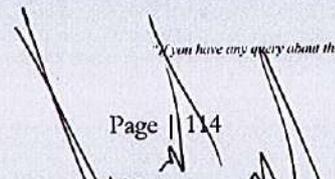
In 2020, the Tier-I or core capital has increased with a 9.02% growth from the preceding year due to infusion of retained earnings and statutory reserve during the year. Moreover, the Tier-II or supplementary capital of the bank had grown by 75.48% with regards to the inclusion in the amount of general provision during the year. Cumulatively, the total capital (Tier-I and Tier-II) of the bank stood at BDT 10,391.24 million in FY2020 increasing by 16.66% from BDT 8,907.26 million in FY2019. On the other hand, risk weighted asset of the Bank has seen a growth of 24.88% in FY2020 standing at BDT 82,998.00 million in contrast to BDT 66,462.20 in the previous year. With higher growth of risk weighted assets than Tier-I capital in FY2020, the Tier-I ratio of the bank lowered to 10.35% in FY2020 which was 11.86% in FY2019 which was still higher than the regulatory directive.

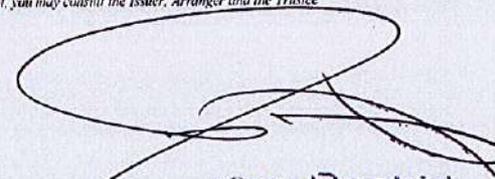
B.3. Funding and Liquidity

**Exhibit 6: Selected indicators of NRBCBL
FY 31 December**

	2020	2019	2018	2017
Deposits (BDT in Millions)	90,177.26	71,857.90	54,083.28	45,226.60
Deposit Growth (%)	25.49	32.87	19.58	2.28


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Notably, the bank's interbank liabilities dependency has increased in the recent year which was 3.54% of the total funding base in 2020.

B.3.2. Liquidity Management

According to the Bangladesh Bank's regulatory requirement, statutory liquidity reserve (SLR) at 13.00% and cash reserve requirement (CRR) at 4.00% are to be maintained by conventional banks operating in Bangladesh. NRBCBL has been maintaining Cash Reserve Ratio (CRR) and Statutory Liquidity Requirement (SLR) in line with Bangladesh Bank requirement. Bangladesh Bank has recently lowered the cash reserve requirement (CRR) from 5.00% to 3.50% on a daily basis, and 5.5% to 4% in bi-weekly basis due to the pandemic.

The CRR and SLR requirement of the bank for conventional banking was BDT 3,451.97 million and BDT 11,251.39 million as on December 31, 2020 against which NRBCBL kept BDT 3,587.62 million and BDT 26,160.17 million respectively. Total surplus amount from both CRR and SLR stood at BDT 125.65 million and BDT 14,908.78 million in FY2020 respectively.

The CRR and SLR requirement of against Islamic banking was BDT 9.61 million and BDT 13.21 million as on December 31, 2020 against which NRBCBL kept BDT 60.87 million and BDT 81.33 million respectively. Total surplus amount from both CRR and SLR against Islamic banking stood at BDT 51.27 million and BDT 68.13 million in FY2020 respectively.

In 2020, the maturity-based asset and liability profile of NRBCBL exhibits that the assets and the liabilities of the bank are distributed over different time horizons. There was net liquidity gap in the up to 1 month, 1-3 months and 3-12 months bracket at the end of FY2020 while the other brackets show positive net liquidity. Notably, the cumulative liquidity shows no gap as at December 31, 2020.

B.4. Earning Trends and Profitability

Exhibit 7: Selected Indicators of NRBCBL
FY 31 December

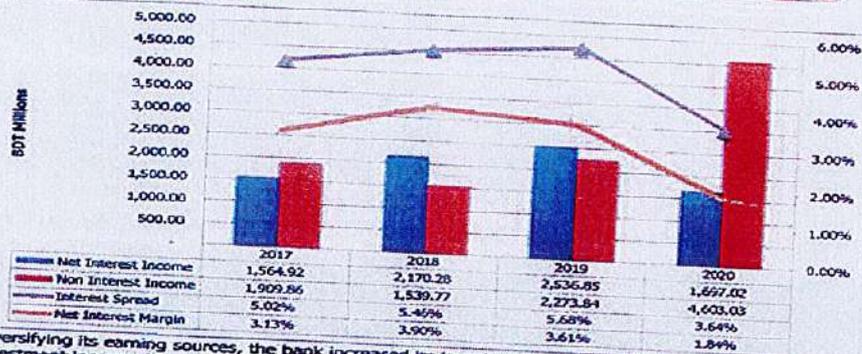
	2020	2019	2018	2017
Net Interest Income (BDT Million)	1,697.02	2,536.85	2,170.28	1,564.92
Net Interest Income Growth (%)	(33.11)	16.89	38.68	52.02
Non-Interest Income (BDT Million)	4,603.03	2,273.84	1,539.77	1,909.86
Non-Interest Income Growth (%)	102.43	47.67	(19.38)	(2.92)
Pre-Provision Profit (BDT Million)	3,068.00	2,587.14	1,889.26	1,813.83
Pre-Tax Profit (BDT Million)	2,039.73	2,042.51	1,562.38	1,375.47
Post-Tax Profit (BDT Million)	1,342.83	1,146.26	934.34	912.29
Post - Tax ROAE (%)	16.94	22.90	2.42	5.91
Interest Spread (%)	14.93	15.07	13.95	15.17
Net Interest Margin (%)	3.64	5.68	5.46	5.02
Cost Income Ratio (%)	1.84	3.61	3.90	3.13
	51.30	46.22	49.08	47.80

FY2017-2020 Data Extracted from Audited Financials

Followed by consecutive improvements to net interest income generated over the previous three years, NRBCBL has seen significant fall in its net interest income in FY2020. However, NRBCBL has exhibited a substantial positive growth in non-interest income in the latest year. As a result, total operating income has seen a positive growth of 30.96% during FY2020 from FY2019. The total operating income of the bank in 2020 comprised of 26.94% net interest income and the rest from non-interest income. However, in all the previous three years, the interest income contributed the majority of total operating income.

Despite a modest growth in loans & advances (20.67) in FY2020, the bank's interest income from lending activities has reduced to BDT 6,292.57 million (BDT 6,765.41 in FY2019) while the interest paid on deposits increased to BDT 4,497.83 million (BDT 4,156.64 in FY2019) which eventually decreased the bank's net interest income by 33.11% to BDT 1,697.02 million in FY2020. The interest expenses saw a greater figure than interest income due to the bank's growth of deposit in recent year which was higher compared to its loan growth. Also, the interest income of the bank lowered in the recent year as an impact of the interest rate cap at 9% which was imposed from April of 2020 as well as various measures taken by Bangladesh Bank to ease the effects of the pandemic on businesses and general population.

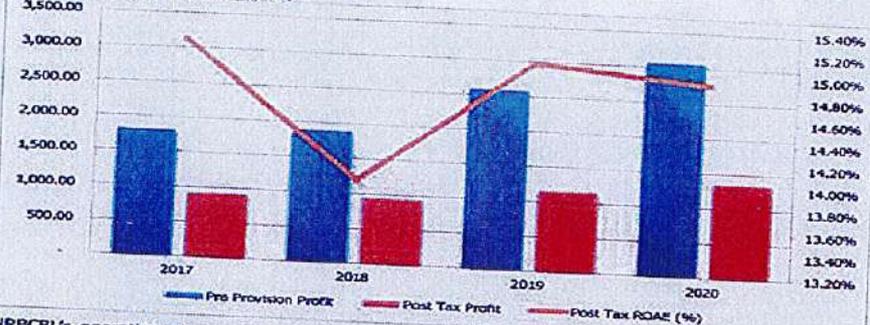
Figure 11: Selected indicators of NRBCBL



Diversifying its earning sources, the bank increased its investment and saw vast 179.30% increase in investment income that eventually aided the total operating income to be higher than previous year. The non-interest income of the bank has increased by a growth rate of 102.43% and reached to BDT 4,603.03 million in 2020. Significantly high gain from government treasury bond and gain on sale of government securities has strengthened the investment income of the bank.

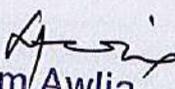
As on June 30, 2020 the weighted average rates of interest on deposit & advances were reported at 5.06% and 7.95% respectively in banking industry. The lending rate and deposit rate of the bank both decreased and caused the bank's interest spread to shrink from 5.68% to 3.64% in the latest year.

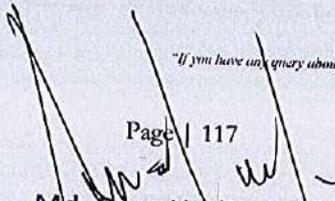
Figure 12: Selected indicators of NRBCBL

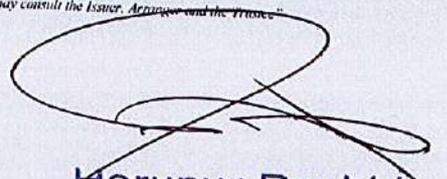


NRBCBL's operating expenses increased by 45.36% in 2020 from the previous year. The deciding factors of such increase is attributable to increased salary, stationery, printing, advertisement, depreciation as well as other expenses such as contribution to CSR and loss incurred on HFT Treasury Bonds in 2020. All of this has led to a cost to income ratio of 51.30% that was 46.22% in the previous year. However, as the operating income increased more than operating expenses, the bank

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has generated increased profit before provision at BDT 3,068.00 million. In FY2020, the bank's provision expense was increased and reached BDT 1,096.44 million. This was due to increased provision kept against special general provision for COVID-19, provision against SMA loans and advances and bad/loss loans and advances in 2020. However, the tax provision expenses during 2020 has lowered and paved the way for higher post-tax profit of BDT 1,342.83 million in FY2020 compared to BDT 1,148.26 million in previous year. The overall decrease of net interest income has also shown a reduction in net interest margin of the bank which stood at only 1.84% in contrast to 3.61% in the previous year.

C. MARKET RISK ANALYSIS

Markets risks of a Subordinated Bond may arise due to uncertainty related to interest rate risk and pricing risk of the bond. Moreover, bond by nature is exposed to many sources of risk. The term structure of the interest rate can shift and twist in different ways. Issuers may default due to sector wide problems or individual credit difficulties. However the bond market is still a new concept to the Bangladesh economy as well as the conventional bond market is underdeveloped.

However, the debt instrument that NRBCBL has issued is sensitive towards both market and company specific risks. All investments which offer a balance between risk and potential return are graded to be the higher rated investment. The balance between risk and return varies by the type of investment (in this case Subordinated Bond), the entity that issues it, the state of the economy and the cycle of the securities markets (this risk is eliminated as it will not be publically traded in secondary market).

To evaluate the proper pricing and coupon rate structure offered for the instruments ECRL considered the following risk analysis related to the both market and instrument specific risk.

C.1. Interest Rate Risk of the Bond

Interest rate risk affects the value of bonds that arises when an investment's value will change due to a change in the absolute level of interest rates. Coupon rate of the bond is determined by the base rate and then a margin of 2.50% p.a. added to the base rate. The base rate is determined by the Average of most recent month's published highest fixed deposit rates (6 months tenure) of all Private Commercial Banks (excluding Islamic banks and Foreign Banks). The published deposit rate will be taken from Bangladesh Bank sources. This will be fixed semi annually.

C.2. Pricing Risk

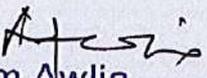
Pricing risk in Bonds is that bond prices are inversely related to interest rate. When market interest rate goes up, bond prices go down, and vice versa. A maturity profile of bonds also affects the bond price. There are two primary reasons why long-term bonds are subject to greater interest rate risk than shorter term bonds. Firstly, there is greater probability that interest rates will move significantly upward or downward, thus upon upward movement it will negatively affect a bond's market price within a longer time period than within a shorter time period. As a result, investors who buy long term bonds but attempt to sell them before maturity may be faced with a deeply discounted market price when they want to sell their bonds. With short term bonds, the risk is not as significant because interest rates are less likely to substantially change in the short term. Shorter term bonds are also easier to hold until maturity, thereby, alleviating an investor's concern about the effect of profit rate driven changes in the price of bonds. Secondly, long term bonds have greater maturity than short term bonds. Because of this, a given interest rate change will have greater effect on long term bonds than short term bonds. However, the Subordinated Bond of NRBCBL has a floor of 7.00% and ceiling of 9.00%. Thus, the interest rate risk on the part of the investors is minimized. But from the point of view of NRBCBL and in the current market situation the bond is likely to increase its cost of fund due to the floor rate.

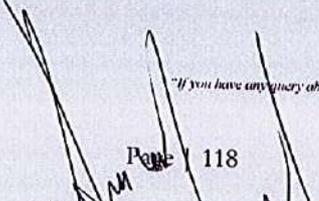
D. COMPANY SPECIFIC RISK ANALYSIS

Risk is an integral part of financing business and thus every financial institution is exposed to risk of different type and magnitude. So, the prime responsibility of every financial institution is to manage its risk such that its return from business can be maximized. Banks are exposed to six core risks through their operation, which are Credit Risk, Asset/Liability Risk, Foreign Exchange Risk, Internal Control & Compliance Risk, Money Laundering Risk, and Information & Communication Technology

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NRB Commercial Bank Limited
Board Secretariat, Head Office
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NRB Commercial Bank Ltd.



(ICT) Security Risk. As a prudent and responsible financial institution, the Company attaches top priority to ensuring safety and security of the finances that are being extended.

D.1. Impact of COVID-19

The pandemic would affect the bank in many aspects both in short term and long term. Among various risks, credit risk and liquidity risk likely to shake the bank mostly. The Non-performing loan (NPL) of the bank is likely to rise in an unprecedented manner due to this pandemic after all the directives of loan classification has been lifted. The credit worthiness of the existing borrower might be deteriorated which would undermine the possibility of repayment of investment.

In the early months of the pandemic, Bangladesh Bank (BB) undertook a number of measures to ensure adequate liquidity in the financial system to support the operations of financial institutions. Accordingly, BB announced to buy treasury bonds and bills from banks; lowered REPO rates from 6% to 5.25% effective from April 12, 2020; reduced Cash Reserve Ratio (CRR) from 5% to 3.50% (daily-basis) and from 5.50% to 4% (bi-weekly basis) from April 15, 2020; increased advance-deposit ratio (ADR) for all the conventional banks from 85% to 87%, effective from April 15, 2020; increased investment deposit ratio (IDR) for Islamic Shariah-based banks and the conventional banks operating under Islamic Shariah rules from 90% to 92%, effective from April 15, 2020. According to BB's data excess liquidity in the banking sector has nearly doubled from BDT 1,030,000.00 million in January 2020 to BDT 2,050,000.00 million in December 2020. The surplus liquidity in the banking operation led to a fall in the interest/profit rates, which were already quite low due to introduction of interest/profit rate cap imposed by BB this may led to lower yield from bank investment.

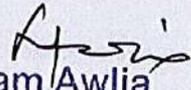
D.2. Credit Risk

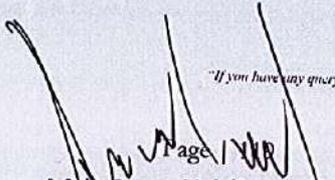
Credit risk is one of the most vital risks for any commercial bank as like NRB Commercial Bank Limited. Credit risk arises from non-performance by a borrower. It may arise from either an inability or an unwillingness to perform in the pre-commitment contracted manner. The real risk from credit is the deviation of portfolio performance from its expected value. The credit risk of a bank is also effect the book value of a bank. The more credit of a particular is in risk, the more probability of a bank to be insolvent. Therefore, the status of depositor in the bank is at risk and probability of incurring loss from their deposited value.

NRBC Bank's credit functions are conducted in a compliant manner under a strict judicious and rational credit policies and principles in conformity with Credit Risk Management guidelines of Bangladesh Bank. Credit initiation and approvals are done in a segregated manner. Each and every sanction is done through a very stringent evaluation process, which ensures quality of assets and minimizes losses likely to arise from potential bad loans. Credit Risk Policy articulates the credit risk management framework, including Key credit risk management principles, Credit approval process, Delegation of authority, Internal Credit Risk Rating System (ICRRS), Single borrower limit and sectoral exposure limit are addressed in the policy. Aggregate limits, beyond which credit applications must be escalated to the Board for approval. Collateral security and collateral valuation methodology, Credit monitoring system provides an early indication/alert about the deterioration of loans that allows effective management of loans in a rational manner to prevent them from turning into Non-Performing Loans (NPL).

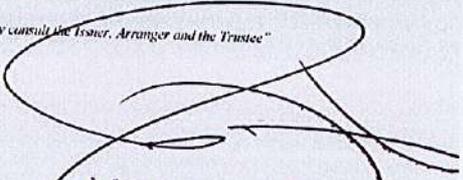
D.3. Asset Liability Management Risk

Asset Liability Management (ALM) is an integral part of Bank Management; and so it is essential to have a structured and systematic process to manage the Balance Sheet. Asset and Liability Management is the practice of managing risks that arises due to mismatches between the assets and liabilities. Asset Liability Management (ALM) is a strategic management tool to manage interest rate risk, liquidity risk and foreign exchange risk faced by bank. NRBC Bank Asset liability risk management policy incorporates liquidity risk and interest risk management framework, including the Asset Liability Management Committee (ALCO) meets monthly to oversee the liquidity needs of the bank. Balance sheet risk management is the prime responsibility of ALCO. Asset Liability Management risk can be classified into three major categories such as liquidity risk, interest risk, foreign exchange risk.


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D.3.1. Liquidity Risk

Liquidity risk refers to the risk of a bank's inability to meet its financial obligations as they fall due without incurring unacceptable costs or losses through fund raising and assets liquidation. Liquidity risk can also arise due to bank's incapability to manage unexpected decrease or change in funding sources. It can negatively affect the earnings and growth potential if the liquidity position constrains a bank from undertaking a transaction at normal market rates/prices. Liquidity risk is often triggered by the consequences of other financial risks such as credit risk, interest rate risk, foreign exchange risk, etc. NRBCBL manages its liquidity risk by maturity bucket analysis being regularly prepared to measure the funding requirements and by continuously monitoring the Regulatory Liquidity Indicators to ensure healthy liquidity position.

D.3.2. Interest Rate Risk

Interest rate risk is the possible loss from adverse movements in market interest rates. Interest rate risk may arise either from trading portfolio or non-trading portfolio. The trading portfolio of the bank consists of government treasury bills. The short-term movement in interest rate is negligible or nil. Interest rate risk of non-trading business arises from mismatches between the future yield of an asset and its funding cost. Changes in interest rates affect a bank's earnings by changing its net interest income and the level of other interest-sensitive income and operating expenses. An investment's value will change due to change in the absolute level of interest rates. Such changes usually affect securities inversely and can be reduced by diversifying or hedging (through an interest rate swap) techniques. NRBCBL measures effect of interest rates in two perspectives;

- A) Earnings perspective: Gap analysis is used to measure the impact of interest rate on net interest earnings.
- B) Economic value perspective: Duration gap analysis is used to measure the impact of interest rate on market value of equity.

D.3.3. Foreign Exchange Risk

Foreign exchange risk is the current or prospective risk to earnings and capital arising from adverse movements in currency exchange rates. Foreign exchange risk is defined as the potential change in earnings due to change in market prices. Managing foreign exchange risk involves prudently managing foreign currency positions in order to control, within set parameters, the impact of changes in exchange rates on the financial position of the bank. Introduction of market based exchange rate of Taka has resulted in both trading opportunities and associated foreign exchange volatility risk. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance requirements. No foreign exchange dealing on Bank's account was conducted during the year.

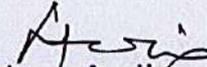
At NRBCBL, foreign exchange risks are measured, monitored and addressed by International Division and Treasury division through front office and back office. The Foreign exchange risks are analyzed and managed through various tools and techniques including proper market analysis, real time pricing of Foreign currency and money market products, fixation of different market related limits (overnight limit, stop loss limit and Management Action Trigger), Counter parties credit limits set by the management and Officer, revalue of all Foreign exchange transactions at weighted average exchange rates as provided by Bangladesh Bank at the end of each month, monitor the NOSTRO accounts reconciliation regularly and maintain the net open position at the end of day within the stipulated limits as prescribed by the Bangladesh Bank.

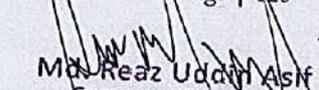
D.4. Operational Risk

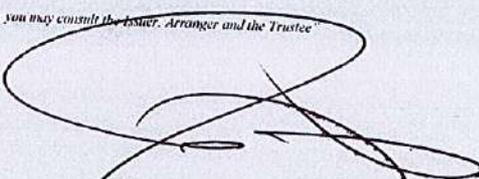
Bangladesh Bank defines operational risk as the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. Operational risk may arise from error and fraud due to lack of internal control and compliance. Management through Internal Control and Compliance Division controls operational procedure of the Bank. Through three units of ICCD i.e. monitoring, compliance and Audit & Inspection controls overall operation of the bank. Board audit committee directly oversees the functions of ICCD to prevent operational risk. The objective of the management of operational risk is to minimize the risk in cost effective manner. Currently bank is not using any model or tool to capture operational loss data for historical analysis rather it is a self-assessment process. Bank's ICC Division is responsible for risk identification, measurement,

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monitoring, control, and reporting of operational risk. Bank strongly follows KYC norms for its customer dealings and other banking operations. The Internal Control and Compliance Division of the Bank, The Inspection teams of Bangladesh Bank and External Auditors conduct inspection of the branches and divisions at Head Office of the Bank and submit reports presenting the findings of the inspections. Necessary control measures and corrective actions have been taken on the suggestions or observations made in these reports.

D.4.1. Anti-Money Laundering Policy

Money laundering risk refers to acquired or earned properties directly or indirectly through illegal means. In broader sense, illegal transfer, conversion, concealment of location or assistance in the above act of the properties acquired or earned directly or indirectly through legal or illegal means. So Anti Money Laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering activities. For managing of money laundering risk, NRBC Bank takes various steps. Board and Senior management view Money Laundering Prevention as part of Risk Management strategy and not simply as a stand-alone requirement that is being imposed by legislation but also is fully committed to condemn Money Laundering and Terrorist Financing in all its forms and manifestation. To ensure the prevention of money laundering and Terrorist Financing in all forms and manifestation, NRBC Bank has developed comprehensive policy on "Money Laundering and Combating Terrorist Financing of Terrorism", and "Know Your Customer Policy" approved by the Board of Directors. To prevent money laundering activities NRBC Bank took various initiatives such as every year MD & CEO conveys a special message that clearly sets forth the way forward for the present year and shares the initiatives taken in the last year pertaining to combating Money Laundering and Terrorist Financing, a CAMLCO and a DCAMLCO in place as per instructions of BFIU, nominated Branch Anti Money Laundering Compliance officer (BAMLCO) at every branch to ensure AML & CFT compliance culture throughout the bank, monitor, review and verify the account transactions regularly and prepare Suspicious Transactions Reports (STR) and Cash Transactions Report (CTR), AML & CFT training is conducted on a regular basis to ensure that all the employees are well aware about their activities in light with the related policies, guidelines and instructions.

D.4.2. Internal Control and Compliance (ICC)

Operational loss may arise from error and fraud due to lack of internal control and compliance. Management, through Internal Control and Compliance Division controls operational procedure of the Bank. Internal control is fundamental to the successful operation and day-to-day running of a business and it assists the bank in achieving its business objectives. It encompasses all controls incorporated into the strategic, governance and management processes, covering the bank's entire range of activities and operations, and not just those directly related to financial operations and reporting. Its scope is not confined to those aspects of a business that could broadly be defined as compliance matters, but extends also to the performance aspects of a business.

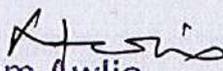
NRBCBL has established Internal Control and Compliance (ICC) Division to help the bank for better performance through the use of its resources. Through internal control system bank identifies its weakness and takes appropriate measures to overcome the same. The main objectives of ICCD are maintain the efficiency and effectiveness of overall operating activities, ensure the reliability, completeness and timeliness of financial and management information and ensure the robust compliance with applicable laws and regulations.

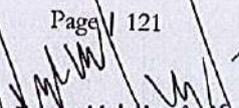
The Head of the ICCD reports to the Bank's Senior Management, with a dotted line to the Audit Committee of the Board (ACB) for discussion and information. The NRBCBL's Internal Control & Compliance Division (ICCD) functions as a watchdog to verify that the bank's activities are safe, sound, and compliant. ICCD updates the Audit Committee of the Board on a regular basis on the overall internal control process's safe and sound operations. To reduce the Bank's operational risks, the Division conducts routine and surprise audits/inspections of the Bank's business affairs, based on Internal Audit manuals and different instructions, rules, and procedures issued by Bangladesh Bank and other regulatory bodies from time to time.

D.4.3. Information & Communication Technology (ICT) Security System

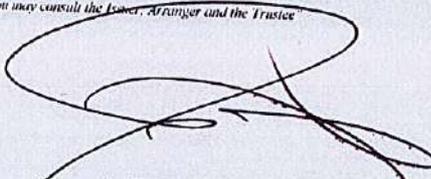
The rapid development of information and communication technologies (ICTs) has effectively facilitated in reorganizing business processes and streamlining the provision of its products and services in today's dynamic business environment. Such adoption helps the bank to develop and

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maintain competitive advantage for ensuring bank's profitability and survivability in the market place. The competitive advantage often brings bank numerous benefits including fast business transactions, increasing automation of business processes, improved customer service, and provision of effective decision support in a timely manner. However, the adoption of ICT applications has also brought organizations risks related to ICT such as strategic risk, financial risk, operational risk and technological risk. Risk management plays a critical role in protecting the bank's information assets. An effective risk management process is an important component of a successful IT security program. ICT risk management is referred to as the essential process to aid enterprise achieving "the new business changes, future investment in information technology system, an increasing ICT threats and an increasing dependence on delivering information in system".

NRBC Bank takes various Information security initiatives to ensure the security of its process and information. The Bank is committed to protect customer information and assets from any type of unauthorized use and/or fraud. As part of ICT risk management bank introduced "IT Security Policy". Review system vulnerability and penetration testing and IT audits to ensure findings are sufficiently addressed. The bank established multi-layered boundary defenses to deploy a security wall (fire wall) between the un-trusted external networks. Furthermore, the bank monitors access to all systems and maintains access control profiles on computer network and systems, tracks documentation of access authorizations to all resources. IT Assets Inventory is adequately maintained and reviewed periodically. NRBCBL focusses on developing and/or maintain appropriate segregation of duties within and across applications, research and investigate measures that address data security risks and potential losses for reporting purposes, install, modify, enhance and maintain data system security software. All changes are managed as per approved policy and process and also maintains all logs/forms, arrange different programs to enhance the Information/Cyber security awareness programs for employees and customers, review system logs for the Bank's Infrastructure to identify trends, investigate abnormalities and exceptions to the Bank's Information Security Program and plan for proper disaster management related to ICT services Establish an IT governance framework inside the bank.

D.5. Other Risks

Reputational risk is another risk faced by most banks which refers to the risk of failure to meet the standards of performances or behaviors mandated by the banks & expected by stakeholders in the way in which business is conducted. It arises from the failure of managing credit, market, liquidity risks etc. It may also arise from non-compliance of social, environmental & ethical standards. To mitigate reputation risk, the bank is aware of market perception at an early stage. To this effect, relevant measures and activities relating to business policy are brought under careful scrutiny. All relevant credit decisions are subjected to individual vote of the members of the credit committee. The votes may result in decline of the credit proposal.

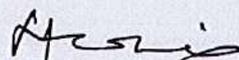
Equity risk arises from movement in market value of equities held. The risks are monitored by Investment Committee under a well designed policy framework. The market value of equities held was, however, lower than the cost price at the balance sheet date of the bank.

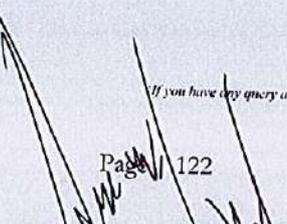
Adaptability risk is a fundamental challenge and a potential source of competitive advantage for every organization. Banks also face adaptability risks to cope up with the up to date needs and wants of the customers. The bank provides internal & external training and continuous learning programs to upgrade the level of employee competence and qualification to the current state of developments to fulfill contemporary needs of the customers. To make the employees motivated, the bank provides different types of rewards and benefits to their employees and also inspires a long-grown loyalty and vibrant relationship.

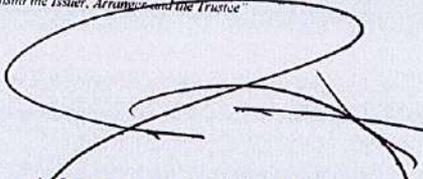
Regulatory risk includes the risk of loss arising from failure to comply with the laws, regulations or codes applicable to the financial services industry. The regulatory risk function within banks compliance & assurance is responsible for developing & maintaining an appropriate framework of regulatory compliance policies & procedures which is the responsibilities of all the employees & monitored by the compliance & awareness function.

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E. MANAGEMENT & OTHER QUALITITATIVE FACTORS

E.1. Corporate Governance

NRBC Bank has recognized the importance of corporate governance principles in building a long-term business. NRBC Bank is constantly devoted to achieving the highest levels of corporate governance procedures in order to ensure the organization's long-term growth and to create long-term value for shareholders. NRBC Bank highlights on effective corporate governance standards, openness in business transactions, statutory and legal compliances, shareholder interest protection, and dedication to values and ethical business conduct. The primary goal of NRBC Bank Limited's Board of Directors is to ensure the company's prosperity by collaboratively overseeing the company's business while serving the proper interests of its shareholders and other stakeholders. In addition to commercial and financial issues, the Board addresses difficulties and concerns related to corporate governance, corporate social responsibility, and corporate ethics, as well as ensuring that its organization and operation are in proper and appropriate order at all times. The Board is responsible for, among other things, establishing business objectives, strategies, and goals, developing risk policies, confirming key parts of the Bank's internal organization, and making decisions on the establishment of business units, such as branches/sub-branches/etc.

The Board of Directors (BoD) of the bank currently consists of 12 members including 3 independent directors, and is headed by Mr. S M Parvez Tamal, the Chairman of BoD. The Board meets on a regular basis usually once or twice a month and emergency meetings are called when required. Due to the COVID-19 pandemic, the meetings of the Board were mostly held through video conference in line with Bangladesh Bank Instructions in 2020. During the year 2020, the board met 20 times. The board consists of the following sub-committees described below.

E.1.1. Executive Committee

The Executive Committee of the board of NRBCBL currently constitutes of 5 board members and is chaired by Mr. Mohammed Adnan Imam, FCCA. The Executive Committee is responsible for reviewing policies and guidelines issued by the central bank regarding credit and other aspects of banking industry. The committee oversees the degree of execution of policies and guidelines entrusted with the management. The EC also approves credit proposals in line with approved policies of the BoD.

E.1.2. Audit Committee

The Audit Committee of NRBCBL is comprised of 5 members of the BoD and is led by Air Chief Marshal Abu Esrar (Retd.) who is an independent director of the bank. The Audit Committee is a Board of Directors committee charged with overseeing the financial reporting process, selecting an external auditor, and reviewing both internal and external audit reports. The Committee aids the Board of Directors in carrying out its corporate governance duties and oversees the entity's financial reporting, internal control system, internal and external audit functions, and compliance with all applicable laws, rules, and regulations. The responsibilities of the Audit Committee are reviewing adequacy of Internal Control System, Financial Reporting Process & Financial Statements, Internal Audit & Inspection Reports and External Auditors Report (Management Report), monitoring Internal Control Risk Management Process, compliance culture, recommending appointment of External Auditors, compliance of rules & regulations. The Audit Committee of NRBCBL held 06 (six) meetings in the year 2020.

E.1.3. Risk Management Committee

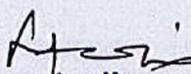
The Risk Management Committee of NRBCBL has been formed to implement and ensure proper risk management practice in the Bank, to carry out the analysis of risk management processes of the bank and monitoring of implementation of overall risk management policies. The committee also provides necessary suggestions and guidelines to the management providing the Board with greater oversight of and advice on the risk management and compliance frameworks. The committee's responsibilities include strengthening the governance, effectiveness and resourcing of the risk management and compliance frameworks, arrangement to oversee policies and procedures of risk management, supervision formation of separate committee in management level and activities, monitoring the due execution of core risk management policy and principles, making recommendations relating to the risk appetite and particular risks or risk management practices. This committee consists of 5 members of the BoD and is chaired by Mr. Abu Mohammad Saidur Rahman.

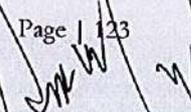


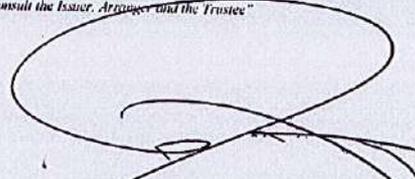
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E.1.4. Nomination and Remuneration Committee

The Nomination and Remuneration Committee is mainly responsible for preliminary review of the selection procedures, standards and qualifications of the directors and senior management members of the bank and putting forward recommendations to the board, making proposals for the remuneration plans for directors, recommend to the board the amount of actual remuneration and benefits of members of the board and of board committees. The committee also approves the actual remuneration and benefits, including any incentive award or severance payment of senior management. The Nomination and Remuneration Committee of NRBCBL is comprised of 4 members of the BoD and is led by Air Chief Marshal Abu Esrar (Retd.), who is an Independent director of the bank.

E.2. Senior Management

The strategic management activities and overall business operations of NRBCBL are supervised and directed by the core management team of the bank. The core management team, as well as the whole bank, is led by the Managing Director & CEO, Mr. Golam Awlia. Mr. Awlia has an M.Com & B.com degree in Finance from the University of Dhaka and started his long 37 years banking career in 1983 from United Commercial Bank limited as a probationary officer. In 2018, he joined Premier Bank Limited as Additional Managing Director. Prior to his joining in Premier bank, he was serving in UCBL as Deputy Managing Director (DMD). He has gained vast experience in the fields of Credit, Retail, Card and Channel Banking operations as well as attended number of programs in home and abroad. Apart from the Managing Director & CEO, the core management team of NRBCBL consists of 4 other members including 1 Additional Managing Director and 3 Deputy Managing Directors.

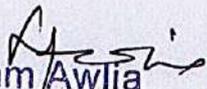
Asset Liability Management Committee (ALCO): The bank has set up Asset Liability Committee Management Committee (ALCO) analyzes market and determines strategies to attain business goals. The committee's prime roles and responsibilities include receiving and reviewing reports on liquidity risks, market risks and capital management, identifying balance sheet management issues, reviewing deposit-pricing and lending rate strategies, reviewing contingency plans and fund transfer pricing policies. The ALCO is responsible for management of the balance sheet of the Bank with a view to manage the market risk exposure by the Bank within the risk parameters laid down by the Board of Directors/Risk Committee.

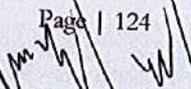
Management Committee (MANCOM): MANCOM of NRBCBL consists of 29 members, which comprises of senior executives of the management headed by the Managing Director of the bank who is also the CEO of the Bank. Management exercises absolute power in respect of recruitment, remuneration, posting and promotion of manpower in accordance with Bangladesh Bank's guidelines.

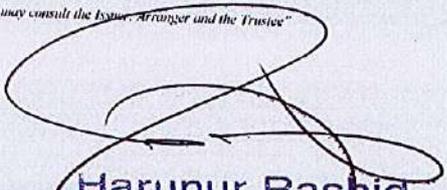
E.3. Human Resources Management

Quality and qualified human resource is always a priority for NRBC Bank in order to meet organizational objectives and goals. The Human Resources Division, as a strategic partner, strives to create human resources that are in line with the Bank's long-term business goals and vision. NRBC Bank's Human Resources Division (HRD) is working tirelessly to help unlock and maximize actual human capital potential that is aligned with the Bank's vision of success, connecting people for exceptional performance to fulfill the Bank's strategy, and cultivating an empowering culture. The bank emphasizes a skill-based and merit-based recruitment and selection process, as well as a highly competitive remuneration package, adequate training and development programs, career growth with succession planning, a high-performance culture, and a healthy working environment where employees can air their grievances and receive counseling. NRBC Bank brings together professionals from various academic backgrounds, which serves as a source of innovation. Fresh applicants with strong academic backgrounds and experienced candidates with a proven track record have been recruited at all levels of the Bank every year since its formation to provide the best possible services to its clients. We have 502 candidates in the experienced and fresher categories for the year 2020. The total human resources strength of the bank stood at 2,143 people including 398 female employees as on December 31, 2020. In the year 2020, NRBCBL has recruited 502 employees both in experienced and fresher segment within the bank.

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E.3.1. Training & Development

NRBC Bank places a great emphasis on providing training to improve workers' skills and competences in order to meet the challenges of modern banking, as there is no substitute for training in the development of human resources. The Bank established the 'NRBC Bank Training Institute' in 2015 which is the Bank's learning center where employees are trained to develop their skills, knowledge, and abilities (SKAs) in order to help the Bank realize its cherished dream. To accomplish this, the Institute creates a training calendar that takes regulatory compliance needs and new financial innovation into account. A full Training Needs Assessment (TNA) Process is also completed by the Training Institute. The creation of Human Capital fundamentally necessitates year-round training. In the year 2020, the bank had 123 trainings with 13,438 participants.

E.4. Information Technology

Bank's basic banking system, "Bank Ultimuz," provides online banking services to all of the bank's business units. The National Payment Gateway Switch connects NRBC's debit/credit card clients to any other bank's ATMs in Bangladesh, allowing them to withdraw money from any other bank's ATM. The services are available to any mobile phone user who has an account with NRBC Bank. PLANET mobile apps, a cashless and online banking software application created primarily for use on small, wireless computing devices such as Smart phones and Tablets, was introduced by NRBC Bank Ltd. Apart from that, all types of CBS operational tasks, ICT operational support & maintenance tasks, country wide network maintenance & development, database maintenance, effective ICT security management, Central Bank compliance mitigation, both internal and external audit compliance, Data Center & Disaster Recovery Site Management, Automated HRMS & e-Recruitment system, as well as new development tasks, are ongoing. With the help of CBS partner LEADS Corporation, ICT Division successfully implemented new features to NRBC Bank CBS (Core Banking Solution) in response to demand from the Modern Banking system. After completing such a thorough migration, all banking activities, tasks, and operations, including profit, loss, loan listing, income, expenditure, asset management, foreign remittance, and Treasury management, can be identified and traced for each Branch and Sub Branch separately and Individually. ICT Division successfully transferred the new Fixed Asset Management Software (FAMS) linked with Core Banking Solutions for proper Asset Management as a listed public bank. FAMS ensure that asset acquisition is transparent, as well as the destination of the asset when it is employed. At the same time, the new FAMS eliminate manual intervention in post-procurement processes while protecting the Bank's interests.

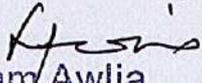
E.5. CSR Activities

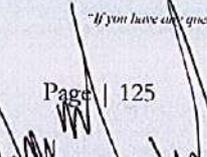
The NRBC Bank is mindful of its responsibility to society as a whole. NRBC Bank has implemented CSR policies that take into account the aforementioned aspects. The primary goal of NRBC Bank's CSR policy is to make a positive and measurable difference in the lives of the country's economically, physically, and socially challenged communities through an integrated development approach that focuses on creating sustainable livelihoods, promoting education, and developing skills. NRBC Bank believes that education is the most important aspect in a country's development. In this regard, NRBC Bank has made a donation to Hathazari Girls High School & College, Fatehpur Primary School, and M.A. Sattar High School for infrastructural improvement. It has also increased its financial assistance for Shibchar Upazila Shamiti in order to provide students with scholarships. NRBC Bank also provides financial assistance to needy students so that they can continue their education. NRBC Bank donates to various hospitals for the treatment of chronic diseases such as cancer, hepatitis-B virus, treatment for enlarged thyroid glands, heart disease, and so on. Tofayel Ahmed Foundation has received a grant from NRBC Bank for the development of Azhar Fatema Medical College and Hospital for the treatment of impoverished people. NRBC Bank has set up a 24-hour health desk to provide people with health-related advice, donated to the Prime Minister's relief fund to combat the COVID-19 outbreak, and established a Corona Virus (COVID-19) Fund Management account to distribute personal protective equipment (PPE), surgical masks, head sheets, and special spectacles to the general public and hospitals.

E.6. Green Banking

Green banking refers to a set of banking methods that take into account all social and ecological elements in order to protect the environment and natural resources. NRBCBL engages in a variety of green banking activities, including in-house environmental management, green finance such as EFT

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

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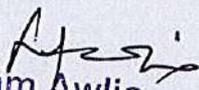


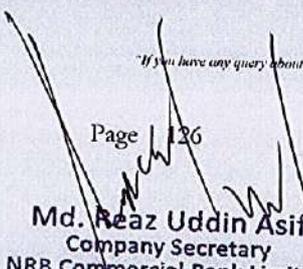
installation, green building, brick field (Zigzag /HHK Tunnel kiln), solar panel installation, and biogas plant establishment, among others. NRBCBL also participates in green marketing activities to promote environmentally favorable activities such as planting trees, investing in environmentally friendly projects, paying bills online, and becoming paperless, among others. Step taken by NRBCBL regarding green banking includes maintaining a separate "Sustainable Finance Unit" under Credit Risk Management Division with consistency of the Green Banking Policy of Bangladesh Bank, diversifying its credit portfolio over various sectors including Green & Environment-friendly Financing to setup solar equipment, ETP, Brick-field (Zigzag /HHK Tunnel kiln), Green Building, Bio-gas Plant etc., introducing a new green product named as "NRBC- Shobuj" for the sake of green financing, promoting Green banking within the bank by taking several In-House Green Banking Activities such as communicating through electronic medium, efficient use of gas, fuel, electricity and water with a view to reducing carbon emission. In 2020, total disbursement under direct green finance for NRBCBL was BDT 326.96 million.

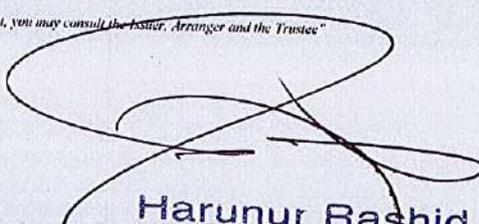


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CEO A.S # 007
NRB Commercial Bank Ltd.



CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. S M Parvez Tamal	Chairman
Mr. Mohammed Adnan Imam, FCCA	Director
Mr. Rafikul Islam Mia Arzoo	Director
Mr. Abu Mohammed Saidur Rahman	Director
Mr. Mohammed Oliur Rahman	Director
Mr. Abu Bakr Chowdhury	Director
Mr. Loquit Ullah	Director
Mr. Mohammed Nazim	Director
Mr. AQM Mostafizur Rahman	Director
Air Chief Marshal Abu Esrar, BSP, ndc (Retd.)	Independent Director
Dr. Khan Mohammad Abdul Mannan	Independent Director
Mr. Raad Mozib Lalon, PhD	Independent Director

CORE MANAGEMENT

Mr. Golam Awlia	Managing Director & CEO
Mr. Kazi Md. Taiha	Additional Managing Director
Mr. Kabir Ahmed	Deputy Managing Director
Mr. Harunur Rashid	Deputy Managing Director
Mr. Md. Rabiul Islam	Deputy Managing Director

SHAREHOLDERS

Sponsors/Promoters	88.42%
Shareholders	11.58%

AUDITOR

Howladar Yunus & Co.
Chartered Accountants

K. M. Hasan & Co.
Chartered Accountants

Registered Office
Red Crescent Jashim Trade Centre
14 Motijheel C/A, Dhaka-1000, Bangladesh
Phone : +880-02-9573422-30
Fax: +880-02-9573421
Email: nrbcb@nrbccommercialbank.com
Web: www.nrbccommercialbank.com

NRB Commercial Bank Subordinated Bond

EMERGING
Credit Rating Ltd

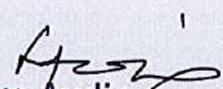


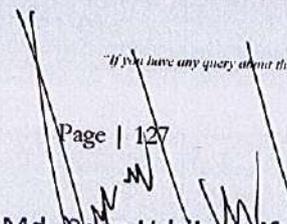
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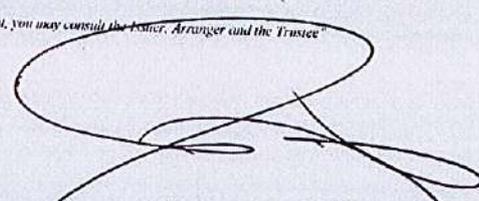
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

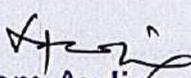

Harunur Rashid
Deputy Managing Director & CFO A.S # 087
NRB Commercial Bank Ltd.

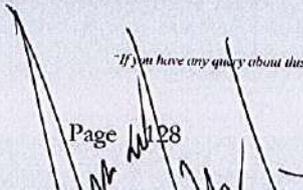


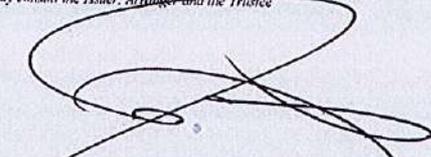
**NRB COMMERCIAL BANK LIMITED
BALANCE SHEET**

Financial Year Ending: 31 December	2020	2019	2018	Amount in BDT 2017
Property and Assets				
Cash				
Cash in hand (Including foreign currencies)	6,091,909,830	5,835,593,357	4,087,745,964	3,942,274,730
Balance with Bangladesh Bank & its agent bank(s) (including foreign currencies)	1,689,246,856	1,797,747,091	1,175,893,435	834,220,938
Balance with other banks and financial institutions	4,402,662,974	4,037,845,366	2,911,852,530	3,108,053,797
In Bangladesh	3,501,037,050	2,034,563,815	2,524,684,870	1,550,032,532
Outside Bangladesh	2,591,103,606	1,888,364,501	2,380,231,257	1,223,920,193
Money at call on short notice	909,923,455	146,199,314	144,453,613	326,112,339
Investments	134,800,000	856,700,000	1,296,500,000	-
Government	26,357,836,880	15,298,165,096	7,941,349,494	6,495,123,607
Others	24,141,238,936	12,715,430,910	6,151,260,960	4,903,702,230
Loans and Advances	2,226,097,944	2,582,734,186	1,790,288,533	1,591,341,377
Loans, Cash Credit, Overdraft etc.	74,835,733,314	62,015,021,834	48,117,783,284	42,960,513,608
Bills purchased and discounted	73,041,653,582	59,949,159,299	46,618,595,841	41,521,319,185
Fixed assets including premises, furniture and fixtures	1,794,079,732	2,065,862,555	1,499,187,423	1,409,193,823
Other assets	835,058,951	506,216,302	474,853,154	477,921,127
Non-banking assets	4,854,035,083	3,571,623,622	2,618,741,328	2,017,287,539
Total Assets	116,620,411,117	90,118,084,046	67,061,858,074	57,443,152,542
Liabilities and Capital				
Liabilities				
Borrowings from other banks, financial institutions and agents	4,133,070,569	1,290,232,047	299,272,717	1,280,722,753
Current deposit and other Accounts	90,177,258,632	71,857,899,976	54,083,280,144	45,226,506,236
Bills Payable	12,140,413,686	6,172,581,839	3,397,346,204	3,025,895,614
Savings Bank Deposits	7,528,310,896	7,185,410,848	2,510,922,338	1,879,550,103
Special Notice deposits	8,051,721,281	5,238,707,700	3,693,607,998	2,892,102,260
Fixed Deposits	10,271,226,555	7,206,873,966	6,229,710,080	4,487,139,751
Schemes Deposit	20,911,088,336	13,795,849,738	15,794,206,993	20,466,604,558
Other Liabilities	31,273,588,999	32,158,475,886	27,457,486,571	12,475,303,942
Total Liabilities	112,811,638,186	8,780,618,585	5,631,598,497	4,888,431,983
Capital/Shareholders' Equity	106,822,867,407	81,928,148,607	60,014,251,357	51,095,750,970
Paid up Capital	5,825,169,080	5,710,951,290	5,145,001,340	4,900,001,460
Statutory Reserve	1,866,788,986	1,458,843,141	1,050,341,666	737,865,685
Others Reserve	810,630,704	5,000,947	10,049,329	82,723
Retained Earnings	1,294,954,040	1,015,131,111	843,318,178	709,451,705
Total Shareholders' Equity	9,797,549,710	8,189,935,439	7,047,606,716	6,347,481,573
Total Liabilities & Shareholders' Equity	116,620,411,117	90,118,084,046	67,061,858,074	57,443,152,542

FY2017-2020 Data Extracted from Audited Financials


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

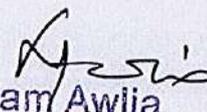
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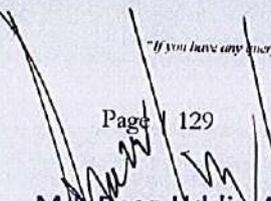


**NRB COMMERCIAL BANK LIMITED
PROFIT AND LOSS ACCOUNT**

Financial Year Ending: 31 December	2020		2019		Amount in BDT	
	2020	2019	2018	2017	2018	2017
Interest income						
Less: Interest paid on deposits, borrowings etc.	6,620,951,918	7,024,973,538	5,792,018,101	4,712,898,016		
Net Interest Income	4,923,927,439	4,488,125,258	3,621,733,608	3,147,979,977		
Investment Income	1,697,024,479	2,538,848,280	2,170,284,293	1,364,918,039		
Commission, exchange and brokerage	3,586,648,824	1,294,157,971	855,698,497	1,236,357,571		
Other operating income	747,296,294	778,123,509	519,597,814	531,244,820		
Total operating income	224,083,049	212,563,000	164,471,641	142,256,603		
Salaries and allowances	6,300,054,646	4,810,602,781	3,710,052,246	3,474,777,033		
Rent, taxes, insurances, electricity etc.	1,668,779,529	1,252,370,075	986,742,567	871,012,914		
Legal expenses	275,523,408	321,329,968	274,897,470	255,397,600		
Postage, stamps, telecommunication etc.	13,342,261	2,017,888	1,786,836	2,781,558		
Stationery, Printings, Advertisements etc.	34,035,691	35,361,488	29,214,668	21,353,599		
Chief Executive's salary and fees	205,118,843	99,060,787	54,214,864	71,554,756		
Directors' fees & meeting expenses	11,445,703	16,330,000	11,739,187	13,849,758		
Auditors' Fees	14,628,446	11,948,400	15,777,661	19,405,389		
Charges on loan losses	862,500	575,000	402,500	345,000		
Replacement, Repair and Depreciation of Bank's Assets						
Other expenses	267,397,658	163,254,049	172,023,863	165,732,352		
Total operating expenses	740,905,503	321,231,955	273,593,963	234,512,837		
Profit/(Loss) before provision	3,232,659,543	2,223,549,609	1,820,785,558	1,660,947,758		
Provision for loans, investments and other assets	3,067,995,103	2,597,143,132	1,889,256,687	1,813,829,275		
Provision for diminution in value of investments	1,096,445,493	376,741,671	293,925,612	404,388,265		
Provision for off-balance sheet items	(137,115,867)	108,194,986	32,401,536	(2,295,275)		
Total provision	68,536,251	59,700,136	(5,454,379)	38,564,842		
Total Profit before taxes	2,039,729,226	544,638,793	328,675,769	438,357,851		
Total Tax Expenses	800,068,596	2,042,508,359	1,562,380,918	1,375,471,423		
Current Tax Expenses/(Income)	(103,189,380)	(61,007,354)	(105,292,640)	(103,700,181)		
Deferred Tax Expenses/(Income)						
Net Profit after Taxation	1,342,830,010	1,149,284,351	934,342,802	912,289,449		

FY2017-2020 Data Extracted from Audited Financials


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

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BOND RATING SYMBOL

LONG TERM RATINGS

ECRL's Long-Term Ratings are assigned to debt with maturities of more than one year. These debt ratings specifically assess the likelihood of timely repayment of principal and payment of interest over the term to maturity of such debts.

RATING	DESCRIPTION
AAA	Indicates that the ability to repay principal and pay interest on a timely basis is extremely high.
AA	Indicates a very strong ability to repay principal and pay interest on a timely basis, with limited increase in risk compared to issues rated in the highest category.
A	Indicates the ability to repay principal and pay interest is strong. These issues could be more vulnerable to adverse developments, both internal and external, than obligations with higher ratings.
BBB	This grade indicates an adequate capacity to repay principal and pay interest. More vulnerable to adverse developments, both internal and external, than obligations with higher ratings.
BB	This rating suggests that likelihood of default is considerably less than for lower-rated issues. However, there are significant uncertainties that could affect the ability to adequately service debt obligations.
B	Indicates a higher degree of uncertainty, and therefore, greater likelihood of default. Adverse developments could negatively affect repayment of principal and payment of interest on a timely basis.
C	High likelihood of default, with little capacity to address further adverse changes in financial circumstances.
D	Payment in default.

Notes: Long-Term Ratings from AA to B may be modified by the addition of a plus (+) or minus (-) suffix to show relative standing within the major rating categories. Bank-guaranteed issues will carry a suffix (bg), corporate-guaranteed issues, a (cp), issues guaranteed by a financial guarantee issuer (FGI), an (fg), bond issues will carry a suffix (b) and all other supports, an (s) when such guarantees or supports give favorable effect to the assigned rating.

Rating Outlook

ECRL's Rating Outlook assesses the potential direction of the Bond Issuers over the intermediate term (typically over a one to two-year period). The Rating Outlook may either be:

POSITIVE	which indicates that a rating may be raised;
NEGATIVE	which indicates that a rating may be lowered;
STABLE	which indicates that a rating is likely to remain unchanged; or
DEVELOPING	which indicates that a rating may be raised, lowered or remain unchanged.

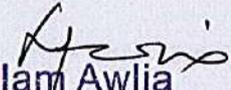
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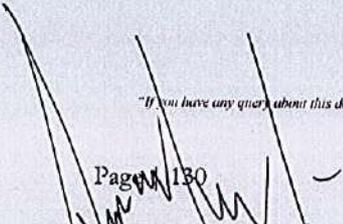
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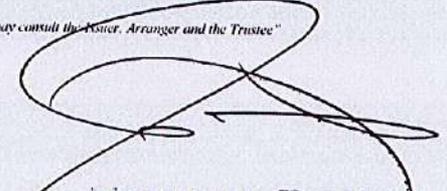
 **EMERGING**
Credit Rating Ltd
Sharna Ramp, 304 Park Road, (Flat A2, A3),
Sadhana, Dhaka-1213.
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NRB Commercial Bank Ltd.


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Md. Reaz Uddin Asif
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Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

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Credit Rating Report of NRB Commercial Bank:



June 24, 2021

Mr. Golam Awlia
Managing Director & CEO
NRB Commercial Bank Limited
14 Motijheel C/A, Dhaka-1000, Bangladesh

Subject: Credit Rating of NRB Commercial Bank Limited.

Dear Sir,

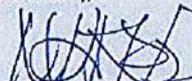
We are pleased to inform you that Emerging Credit Rating Limited (ECRL) has assigned the following rating to NRB Commercial Bank Limited.

Valid From	Valid Till	Rating Action	Long Term Rating	Short Term Rating	Outlook
June 22, 2021	June 21, 2022	Initial	A	ST-2	Stable

The Long Term and Short term ratings are valid up to June 21, 2022. The rating may be changed or revised prior to expiry, if warranted by extraordinary circumstances in the management, operations and/or performance of the entity rated.

We hope the rating will serve the intended purpose of your organization.

Yours Sincerely,

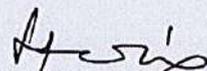

N K A Mobin, FCA, FCS, CFC
Managing Director & CEO

Enclosed: Two copies of credit rating report of NRB Commercial Bank Limited.



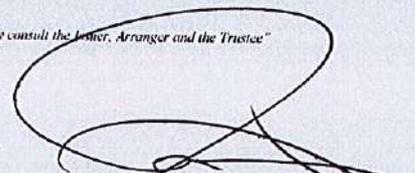
SHAMS Rangs, House-104, Park Road, Level A1, A2 & A5, Baridhara, Dhaka -1212
Phone : 880 2 986 0911, +880 2 986 0897, Fax: 880 2 986 0628, Web: www.emergingrating.com


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
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Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd



EMERGING Credit Rating Ltd

NRB Commercial Bank Limited

Credit Rating Report

Valid From	Valid Till	Rating Action	Long Term Rating	Short-Term Rating	Outlook
June 22, 2021	June 21, 2022	Initial	A	ST-2	Stable

Date of Incorporation : February 20, 2013

Managing Director & CEO : Mr. Golam Awlia

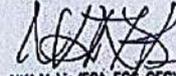
Authorized Capital : BDT 10,000.00 Million (As on December 31, 2020)

Paid up Capital : BDT 5,825.17 Million (As on December 31, 2020)

Total Assets : BDT 116,620.41 Million (As on December 31, 2020)

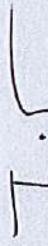
Total Liabilities : BDT 106,822.87 Million (As on December 31, 2020)

Contact Analysts : Md. Fahad Bhuiyan fahad.bhuiyan@emergingrating.com
Md. Rajur Rahman rajur@emergingrating.com


NKA Mobin (FCA, FCS, CFC)
Managing Director & CEO
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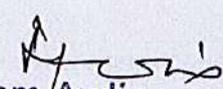
**Credit
Analysis**

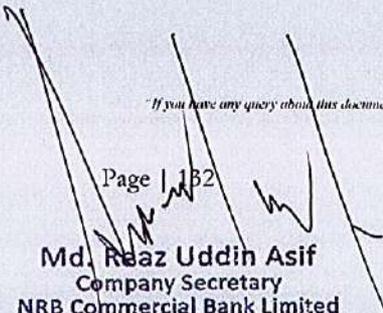
Entity Rating


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

Emerging Credit Rating Ltd

Entity Rating

CREDIT ANALYSIS

2021 Initial Review

NRB Commercial Bank Limited

Major Rating Factors

- Strengths**
- Good growth in total asset, deposit and loans.
 - Good NPL ratio compared to industry.
 - Diversifying businesses into SME to reduce loan concentration.
- Challenge/ Risks**
- Falling interest income caused by interest cap.
 - Precarious condition of the banking industry due to COVID-19.
 - High exposure to large loan.
 - Potential post pandemic non-performing loans.

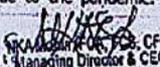
Rationale Emerging Credit Rating Limited (ECRL) has assigned A (Pronounced as 'Single A') long term credit rating and ST-2 short term credit rating to NRB Commercial Bank Limited (hereinafter referred to as 'NRBCBL' or 'The Bank') based on audited financials of FY2017-2020 and other available information up to the date of rating declaration. The outlook on the rating is **Stable**. The ratings are consistent with ECRL's methodology for this type of company. ECRL considered financial performance, capital base, asset quality, liquidity position, management experience and prospect of the industry while assigning the rating.

The ratings reflect the strengths of the bank which is backed by its good growth in total asset, deposit and loans, good NPL ratio compared to industry, as well as diversifying businesses into SME to reduce loan concentration. However, ECRL is concerned about the potential NPL after the relaxation period, falling interest income caused by interest cap, high exposure to large loan, and condition of the banking industry due to Covid-19.

NRB Commercial Bank Limited is a fourth generation Private Commercial Bank (PCB) incorporated on February 20, 2013 in Bangladesh as a public limited company under Companies Act 1994. On November 18, 2020, the bank received Initial Public Offering (IPO) Approval by BSEC and listed with Dhaka Stock exchange and Chittagong Stock Exchange on March 10, 2021. The bank's first share trading on stock market started on March 22, 2021. NRBCBL was formally inaugurated on April 2, 2013 focusing on conventional banking with its registered office situated in Dhaka, Bangladesh. The bank's Islamic Banking Window was approved by Bangladesh Bank on November 14, 2019 and inaugurated on January 20, 2020. NRBC Bank Securities Limited is the bank's only subsidiary which was incorporated on September 20, 2015. It offers stock brokerage services to local and foreign institutions, as well as retail clients.

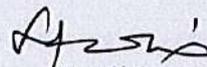
The banking sector of the country has been under severe pressure from the effects of the coronavirus pandemic in 2020. Interest rates on deposits plummeted at a faster pace than those on credit, as banks raised deposits at lower rates caused by an abundance of funds in the economy. Despite the fact that credit growth has risen marginally in recent months as a result of the stimulus packages, total credit demand has been diminishing in the banking industry. The interest rate on deposit instruments has also been lowered as a result of the decreased credit demand. However, the various measures taken by the government and Bangladesh Bank has been key to retaining the asset quality of banks. The government had announced various stimulus facilities as part of initiative to support the economy from the negative fallout due to the pandemic. The central bank has

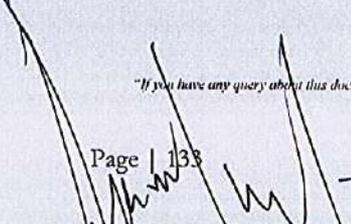
NRB Commercial Bank Limited

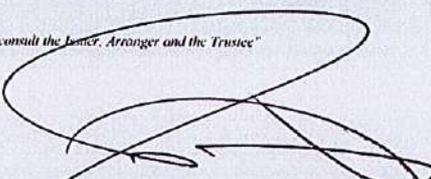
EMERGING
Credit Rating Ltd. 
Managing Director & CEO
Emerging Credit Rating Ltd

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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
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Harunur Rashid
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lowered repo rate from 6% to 4.75%, lowered CRR requirements from 5% to 3.5% in daily basis and 5.5% to 4% in bi-weekly basis, increased ADR by 2% as well as provided relaxation over the loan classification and provisioning rules for the year 2020 (Jan-Dec) and further from April 2021 to June 2021.

In the midst of this challenging time, the total asset base of NRBCBL have seen a healthy improvement by 29.41% in FY2020. The bank's asset book has been witnessing an upward momentum over the four year period under review. In 2020, the total assets growth was supported by improvement in gross loan by 20.67% and investment portfolio by a massive 72.36%. The gross loans and advances portfolio stood at BDT 74,835.73 in FY2020 from BDT 62,015.02 million in FY2019 with a growth rate of 20.67% while the growth rate was 28.88%, 12.00% and 14.84% in the previous three years. The bank has significantly increased its SME loans by 115.05% in FY2020 from previous year that promoted the total loan growth in 2020. The bank had disbursed a total of BDT 4,997.79 million loans under the stimulus package as on March 31, 2021. Due to the struggling growth of loans prevailing in the previous few years, the banking industry started focusing more on investment as a source of alternate income which can be seen in the case of NRBCBL as well.

The NPL ratio of the bank remained at a similar place in all four years under review here which is lower than the industry average of private commercial banks and overall banking industry as a whole. In 2020, the NPL ratio was calculated at 2.93%. The non-performing loans in the banking industry has been positively influenced by the Bangladesh Bank's directive of not downgrading loan classification in 2020 along with waiver on penalties on late payments. However, NRBCBL's non-performing loans in absolute number has reached to BDT 2,191.08 million compared to the BDT 1,985.09 million in FY2019. It is estimated that an increase in NPL significantly in near future may happen when the restrictions on classification of loans is over.

Throughout the year 2020, NRBCBL's book of rescheduled/restructured loans and advances has decreased significantly by 94.60% aided by the classification restriction imposed by BB. During FY2020, NRBCBL rescheduled/restructured a total of BDT 280.58 million worth of loans as opposed to BDT 5,196.02 million worth of loans in FY2019. If no rescheduled/restructured was performed, NPLs would account for 3.30% of the bank's loan book in FY2020 which was 11.58% in FY2019.

The bank's exposure to large loans (funded and non-funded together exceeding 10% of bank's capital) has been high in all of the years under review. These loans comprised 52.82%, 54.57%, 53.40% and 51.64% of the total loan portfolio in the previous four years respectively. The top 30 funded exposure composed 32.03% of the total loan portfolio in 2020 while it was 31.98% in the preceding year. The loans and advances of the bank have become more dependent on funded large loans which is a concern for the asset quality of the bank.

NRB Commercial Bank Limited's capital adequacy in FY2020 has been barely able to meet the requirement under risk based capital adequacy framework of Basel-III. The CRAR reached to 12.52% in FY2020 down from 13.40% in FY2019, compared to the regulatory requirement of 12.50%. Recently, the Board of Directors of the bank has decided to issue Non Subordinated Bond of BDT 5,000.00 million as Tier II Capital that may improve the capital base of the bank.

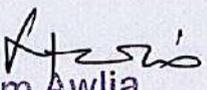
The recently imposed lending and deposit rate cap in 2020 and the onset of COVID-19 pandemic has constricted the growth of deposit in banks. NRBCBL's deposit base has improved by a modest 25.49% in the latest year. The bank has been successful in keeping its ADR ratio (78.66%) within the regulatory requirement of Bangladesh Bank at 87.00% in the latest year and has a lot of headroom for disbursing more loans if the need arises.

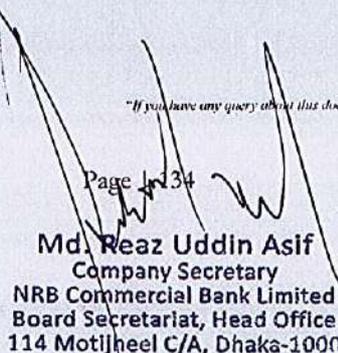
NRBCBL has been maintaining CRR and SLR in line with Bangladesh Bank requirement. The CRR and SLR of NRBCBL for its conventional banking was kept at required amount with total surplus amount from both CRR and SLR stood at BDT 125.65 million and BDT 14,908.78 million in FY2020 respectively. For NRBCBL's Islamic banking operation, the

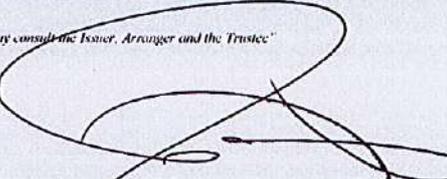
Tanzim Alamgir
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Harunur Rashid
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NRB Commercial Bank Ltd.



bank has kept surplus amount for both CRR and SLR at BDT 51.27 million and BDT 68.13 million in FY2020 respectively meeting the requirement.

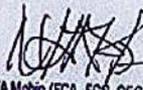
Followed by consecutive improvements to net interest income generated over the previous three years, NRBCBL has seen significant fall in its net interest income in FY2020 due to implementation of interest rate cap imposed by BB. Net Interest Income of the bank lowered by 33.11% in FY2020 to BDT 1,697.02 million from BDT 2,536.85 million. The bank countered the reduction in interest income by vast 179.30% increase in investment income aided by high gain from government treasury bond and gain on sale of government securities. NRBCBL's operating expenses increased by 45.36% in 2020 which led to a cost to income ratio of 51.30% that was 46.22% in the previous year. However, as the operating income in absolute value increased more than operating expenses, the bank has generated increased profit before provision. Despite the banks provision expense was increased, the tax provision expenses during 2020 has lowered and paved the way for higher post-tax profit of BDT 1,342.83 million in FY2020 compared to BDT 1,148.26 million in previous year.

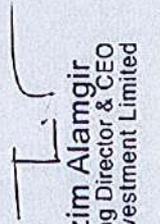
ECRL views the rating outlook as Stable due the bank's current business position and the possibility of maintaining similar business growth with regards to the pandemic in the coming year.

Exhibit 1: Financial Highlights: NRB Commercial Bank Limited

FY 31 December	2020	2019	2018	2017
Total Assets (BDT million)	116,620.41	90,118.08	67,061.86	57,443.15
Asset Growth (%)	29.41	34.38	16.74	7.14
Gross Loans (BDT Million)	74,835.73	62,015.02	48,117.78	42,960.51
Gross Loans Growth (%)	20.67	28.88	12.00	14.84
Deposits (BDT Million)	90,177.26	71,857.90	54,083.28	45,226.60
Deposit Growth (%)	25.49	32.87	19.58	2.28
Gross NPL Ratio (%)	2.93	3.20	2.94	2.40
Loan/Deposit Ratio (%)	78.66	82.54	85.91	92.18
Net Interest Income (BDT million)	1,697.02	2,536.85	2,170.28	1,564.92
Net Interest Income Growth (%)	(33.11)	16.89	38.68	52.02
Non-Interest Income (BDT million)	4,603.03	2,273.84	1,539.77	1,909.86
Non-Interest Income Growth (%)	102.43	47.67	(19.38)	(2.92)
Pre-Tax Profit (BDT million)	2,039.73	2,042.51	1,562.38	1,375.47
Post-Tax Profit (BDT million)	1,342.83	1,148.26	934.34	912.29
Post-Tax Profit Growth (%)	16.94	22.90	2.42	5.91
Post-Tax ROAE (%)	14.93	15.07	13.95	15.17
CRAR (%)	12.52	13.40	14.02	13.58

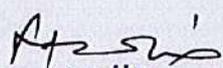
FY2017-2020 Data Extracted from Audited Financials

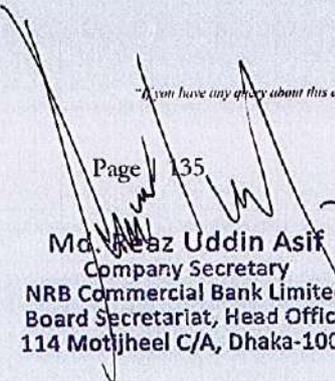

 NKA Mobin (FCA, FCS, CFC)
 Managing Director & CEO
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 Tanzim Alamgir
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 UCB Investment Limited

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 Harunur Rashid
 Deputy Managing Director & CFO A.S # 007
 NRB Commercial Bank Ltd

16: Latest default matrix and transition statistics of CRC

Default matrix:

ECRL Default Studies 2020

Default Summary by Rating Category

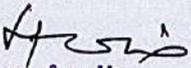
Year	Issuers as of 1st January	Default count (High Grade)	Default count (High Yield)	High grade default rate	High yield default rate	All corporate default rate
2011	223	0	0	0.0%	0.0%	0.0%
2012	634	0	0	0.0%	0.2%	0.2%
2013	1136	0	2	0.0%	0.0%	0.0%
2014	1128	0	0	0.0%	0.0%	0.0%
2015	875	0	0	0.0%	0.0%	0.0%
2016	916	0	1	0.0%	0.1%	0.1%
2017	780	1	0	0.4%	0.0%	0.1%
2018	878	0	0	0.0%	0.0%	0.0%
2019	993	0	1	0.0%	0.1%	0.1%
2020	1012	0	1	0.0%	0.1%	0.1%
Arithmetic Mean	n.a.	n.a.	n.a.	0.0%	0.1%	0.1%

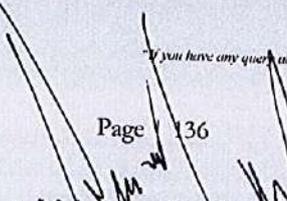
Cumulative Default Rate by Rating Band

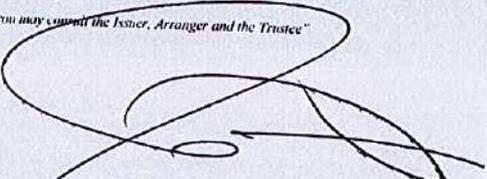
Rating band	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
AAA	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
AA	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
A	0.1%	0.1%	0.2%	0.2%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%
BBB	0.0%	0.1%	0.1%	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.2%
BB	0.4%	0.6%	0.7%	0.7%	0.9%	0.9%	0.9%	0.9%	0.9%	0.9%
B	0.0%	0.0%	0.0%	0.0%	0.0%	3.2%	3.2%	3.2%	3.2%	3.2%
C	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
B & Lower	0.0%	0.0%	0.0%	0.0%	0.0%	3.1%	3.1%	3.1%	3.1%	3.1%
High Grade	0.1%	0.1%	0.2%	0.2%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%
High Yield	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.3%	0.3%	0.3%	0.3%
All Corporate	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.3%	0.3%	0.3%	0.3%

TLS
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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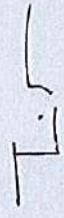

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

Average Time (Month) to Default from Original Rating

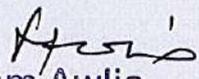
Original Band	Defaulted Issuers	Average Months from Original Rating
AAA	0	n.a.
AA	0	n.a.
A	1	57
BBB	3	60
BB	2	30
B	0	n.a.
C	0	n.a.
*High Grade	1	57
**High Yield	5	48
All Corporate	6	49

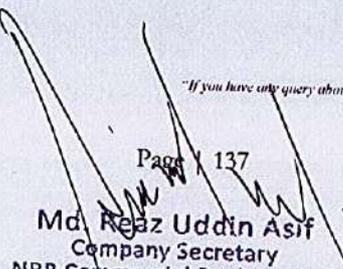
* High Grade represents AAA, AA & A ratings

**High Yield represents BBB, BB, B & C ratings


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Harunul Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

Transition statistics:

Rating Transition Matrix (2011 – 2020)

1-year cumulative rating transition matrix

From / To	AAA	AA	A	BBB	BB	B	C	Default
AAA	98.4%	1.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
AA	1.6%	98.0%	0.3%	0.0%	0.0%	0.0%	0.0%	0.0%
A	0.0%	1.8%	96.1%	2.0%	0.1%	0.0%	0.0%	0.0%
BBB	0.0%	0.0%	1.9%	96.6%	1.5%	0.0%	0.0%	0.1%
BB	0.0%	0.0%	0.0%	13.3%	85.4%	0.8%	0.0%	0.0%
B	0.0%	0.0%	0.0%	0.0%	15.0%	85.0%	0.0%	0.6%
C	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
D	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

2-year cumulative rating transition matrix

From / To	AAA	AA	A	BBB	BB	B	C	Default
AAA	96.9%	3.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
AA	3.2%	96.1%	0.6%	0.0%	0.0%	0.0%	0.0%	0.0%
A	0.0%	3.6%	92.4%	3.8%	0.1%	0.0%	0.0%	0.0%
BBB	0.0%	0.1%	3.7%	93.5%	2.7%	0.1%	0.0%	0.1%
BB	0.0%	0.0%	0.3%	24.1%	73.2%	1.3%	0.0%	0.0%
B	0.0%	0.0%	0.0%	2.0%	25.6%	72.4%	0.0%	1.1%
C	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
D	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

3-year cumulative rating transition matrix

From / To	AAA	AA	A	BBB	BB	B	C	Default
AAA	95.4%	4.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
AA	4.7%	94.3%	0.9%	0.0%	0.0%	0.0%	0.0%	0.0%
A	0.1%	5.0%	88.9%	5.5%	0.2%	0.0%	0.0%	0.0%
BBB	0.0%	0.2%	5.3%	90.7%	3.7%	0.1%	0.0%	0.2%
BB	0.0%	0.0%	0.7%	33.0%	63.1%	1.7%	0.0%	0.0%
B	0.0%	0.0%	0.0%	5.3%	32.7%	61.7%	0.0%	1.5%
C	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.2%
D	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

4-year cumulative rating transition matrix

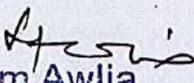
From / To	AAA	AA	A	BBB	BB	B	C	Default
AAA	94.0%	6.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
AA	6.2%	92.6%	1.2%	0.0%	0.0%	0.0%	0.0%	0.0%
A	0.2%	6.5%	85.6%	7.1%	0.3%	0.0%	0.0%	0.0%
BBB	0.0%	0.3%	6.8%	88.2%	4.5%	0.1%	0.0%	0.3%
BB	0.0%	0.0%	1.3%	40.2%	54.6%	2.0%	0.0%	0.1%
B	0.0%	0.0%	0.1%	9.5%	37.3%	52.7%	0.0%	1.9%
C	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.4%
D	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

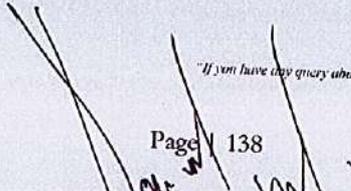
5-year cumulative rating transition matrix

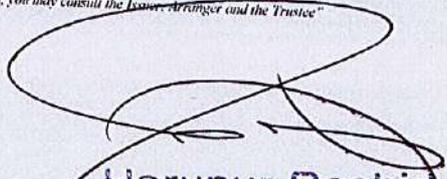
From / To	AAA	AA	A	BBB	BB	B	C	Default
AAA	92.6%	7.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
AA	7.6%	90.9%	1.5%	0.0%	0.0%	0.0%	0.0%	0.0%
A	0.3%	7.9%	82.4%	8.6%	0.5%	0.0%	0.0%	0.0%
BBB	0.0%	0.4%	8.2%	85.9%	5.1%	0.2%	0.0%	0.3%
BB	0.0%	0.1%	2.0%	46.1%	47.5%	2.1%	0.0%	0.1%
B	0.0%	0.0%	0.3%	14.1%	39.9%	45.1%	0.0%	2.2%
C	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.6%
D	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

17: Description of the Trustee, board of trustee, etc.

UCB Investment limited (UCBIL) is a fully owned subsidiary of United Commercial Bank Limited – one of the leading private commercial bank in Bangladesh. It was incorporated in Bangladesh with the Registrar of Joint Stock Companies & Firms (RJSCF), vide registration number: C-94654/11 dated 3rd August, 2011 as a private limited company under the Companies Act (Act XVIII) of 1994. It obtained full-fledged Merchant Banker & Portfolio Management license (Reg No: MB- 97/2020) from Bangladesh Security and Exchange Commission on 5th October, 2020.

The company has been inaugurated on 29th November, 2020 and under the firm guidance of the founding CEO, Mr. Tanzim Alamgir, the company aims to play a vital role in bridging the gap in professional financial management services in the country and the gap between investors and investment opportunities. The registered address of the company is Bulus Center, Road: 34, Plot: CWS- (A)-1, Gulshan Avenue, Dhaka-1212.

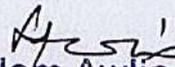
The key strength of UCBIL comes from its people, who are highly talented investment managers with vast and versatile experience in the investment landscape, both locally and globally. Utilizing this knowledge and expertise, UCBIL intends to provide and promote unique financial solutions for some of the nation's most successful institutions and corporations. Keeping innovation and sustainable growth at the core of its operations, UCBIL intends to lead its clients and the country to a brighter and wealthier future.

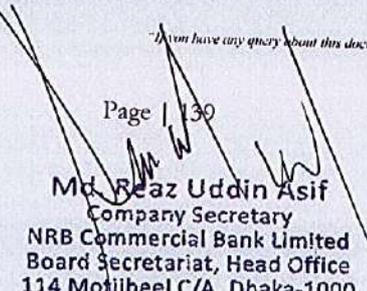
- **Authorized capital as of 31 Dec 2020:** BDT 100,00,00,000/- (One Hundred Crore Taka Only)
- **Paid-up capital as of 31 Dec 2020:** BDT 25,00,00,000/- (Twenty-Five Crore Taka Only).
- **Net worth as of 31 Dec 2020:** BDT 313,616,001/- (Thirty-One Crore Thirty-Six Lacs Sixteen-Thousand and One Taka only.)
- **Shareholding Details:**

Share Holding Position		
Shareholders	% of Share Holdings	No. of Shares
United Commercial Bank Limited	99.96%	24,990,000
UCB Capital Management Limited	0.04%	10,000
Total	100%	25,000,000

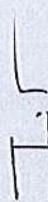
17.1 Business Activities of UCBIL:

With its group of versatile financial consultants, UCBIL aims at delivering top-class, customized investment solutions to its clients to cater to their specific needs and be their long-term growth partner. The services UCBIL aims to provide are:


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Investment Banking Services:

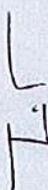
- Bond Issuance
- Corporate Advisory
- Mergers and Acquisitions

Primary Market Services:

- Issue Management Services
- Underwriting
- Capital Raising and Private Placement

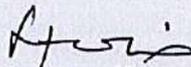
Secondary Market Services:

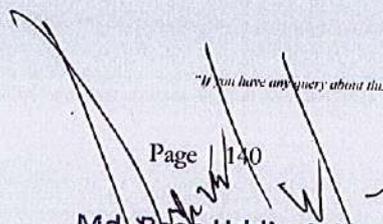
- Portfolio Management


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

17.2 Due Dillgence Certificate of the Trustee



DUE DILIGENCE CERTIFICATE OF THE TRUSTEE

The Chairman
Bangladesh Securities and Exchange Commission

SUBJECT: ISSUANCE OF NON-CONVERTIBLE UNSECURED COUPON BEARING SUBORDINATED BOND (TIER II CAPITAL) OF NRBC BANK LIMITED OF BDT 5,000 MILLION.

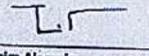
We, the under-noted trustee to the above-mentioned forthcoming issue, state as follows:

1. We, while act as trustee to the above mentioned issue on behalf of the eligible investors, have examined the draft Information Memorandum, legal and other documents and materials as relevant to our decision; and
2. on the basis of such examination and the discussions with the issuer, it's directors and officers, and other agencies; independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer;

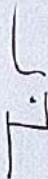
WE CONFIRM THAT:

- a) All information and documents as are relevant to the issue have been received and examined by us and the draft IM, draft Deed of Trust and draft Subscription Agreement forwarded to the Commission has been approved by us;
- b) We have also examined all documents of the assets to be charged with the Trust and are satisfied that the assets bear the value, title and charge status as disclosed in the IM;
- c) While examining the above documents, we find that all the requirements of the Bangladesh Securities and Exchange Commission (Debt Securities) Rules, 2021 have been complied with;
- d) We shall act as trustee to the issue as mentioned above as per provisions of the Deed of Trust to be executed with the issuer and shall assume the duties and responsibilities as described in the Deed of Trust and in the IM;
- e) We shall also abide by the Bangladesh Securities and Exchange Commission (Debt Securities) Rules, 2021 and conditions imposed by the Commission as regards of the issue; and
- f) The above declarations as unequivocal and irrevocable.

For Trustee-


Tanzim Alamgir
Chief Executive Officer
UCB Investments Limited

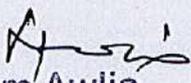
Date: June 20, 2021
Place: Dhaka

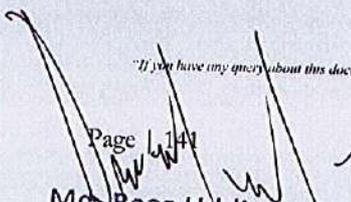

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Bus Center (7th Floor), Plot-CWS-(A)-1 Road No-34, Gushin Avenue, Dhaka-1212.
E-mail: support@ucb-investment.com

"If you have any query about this document, you may consult the Issuer, Attorney and the Trustee"

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd

18. Modus operandi of the issue

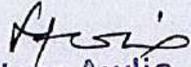
- i. Upon receiving the Consent Letter as per requirements of BSEC and subject to fulfilment of the Condition Precedents referred to in clause 10.1 (*Condition Precedents to Issue*), each intending Eligible Investor shall deposit the relevant Purchase Price for same day value through Banker to the Issue and upon such deposit Closure of Subscription shall happen for that Eligible Investor.
- ii. Statement of subscription received against issuance of securities under these rules along with bank statement(s) shall be submitted to the Commission within 10 (ten) days of the closing of subscription list.
- iii. If the Issue is cancelled, any Issuance in terms of this Trust Deed shall be void and the company shall refund to each Eligible Investor who had paid their respective subscription money within 15 (Fifteen) days from the date of refusal for listing by the stock exchanges, or from the date of expiry of the said 75 (Seventy Five) days, as the case may be. In case of non-refund of the subscription money within the aforesaid 15 (Fifteen) days, the Issuer and its directors shall be jointly and severally liable to pay interest at Default Rate, to the Eligible Investors concerned along with the subscription money until payment in full.
- iv. The proceeds raised through the Issue shall be placed in a designated bank account maintained with the Banker to the Issue, and utilization of such proceeds shall also be made from the said bank account.
- v. The report on utilization of proceeds as well as implementation status shall be submitted to the Commission, the Trustee, the Issue Manager and to the stock exchange(s) in which its securities are listed, on half-yearly basis within 10 (ten) days of close of the half year, till full utilization of proceeds.

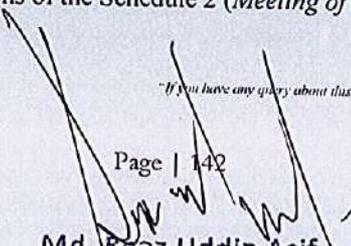
Rights, duties and obligations of the bondholders

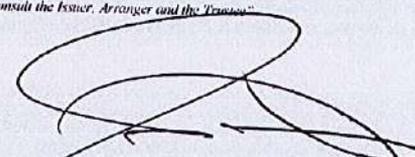
- a) Each of the Bondholders has the right to demand information relating to the issuance of Bond and/or information relating to the Issuer, as set forth in this Trust Deed or in the Conditions, from the Issuer.
- b) Each of the Bondholders has the right to receive payment of Purchase Price of the Bond on the respective Redemption Date in accordance with the procedure as set out in the Condition VII (*Redemption*) of the Schedule 1 (*Terms and Conditions of the Bonds*).
- c) Each of the Bondholders has the right to receive any other payment including Late Payment Fee and/or Early Redemption Fee, if applicable, whenever such payment becomes due and payable by the Issuer in accordance with the procedure set forth in the Conditions contained hereunder in Schedule 1 (*Terms and Conditions of the Bonds*).
- d) Each of Bondholders has the right to attend Meetings of the Bondholders and vote therein in accordance with the provisions of the Schedule 2 (*Meeting of Bondholders*).

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunul Rasnu
Deputy Managing Director & CFO A.S.# 00/
NRB Commercial Bank Ltd


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Accounts and Audit

Maintenance of and access to books and records and inspection

- i. The Issuer shall, maintain books and records (with respect to itself and its business) in good order.
- ii. The Issuer shall ensure that the representatives, agents and/or advisers of the Trustee shall be allowed, subject to confidentiality obligations under applicable law, to have access to the assets, books, records and premises (including access to view any physical assets which are the subject of any Security Interest) and to inspect the same during normal business hours (at the expense of the Issuer) upon reasonable notice.
- iii. The Issuer shall ensure that its officers shall, upon reasonable notice, be available to discuss in good faith the affairs of the Issuer with the Trustee and/or its representatives, agents and/or advisers.

Financial Statements

- i. The Issuer shall cause to be prepared in respect of each of its financial years, financial statements in such form as will comply with the requirements for the time being of the laws of Bangladesh.
- ii. The Issuer shall supply to the Trustee two copies of its audited financial statements, and related auditors' opinion within a mutually agreed time frame.

Providing Information to Bondholders

The Issuer shall supply to the Bondholders the statements and documents, except those published in the website of the Issuer as per local regulations, as follows on requisition by the Bondholders (with a copy to the Trustee) if it does not contradict with the laws of Bangladesh.

- i. All documents dispatched by the Issuer to its shareholders;
- ii. Annual audited financial statements/Annual Report.

Meeting of Bondholders

Meeting of Bondholders and issues incidental thereto including, but without limitation, power, scope, quorum of the Meeting and voting shall be governed in accordance with Schedule 2 (*Meetings of Bondholders*).

Commencement and termination of the Trust

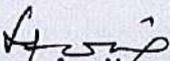
a) Commencement of the Trust

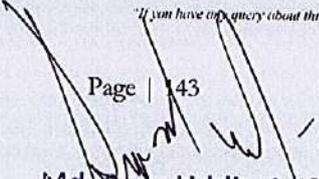
The Trust hereby created shall be deemed to be established from the date of this Trust Deed.

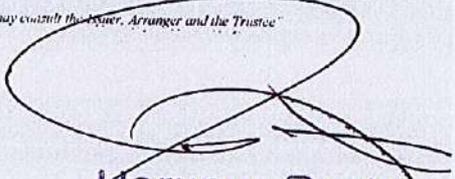
b) Termination of the Trust

The Trust shall be extinguished when all liabilities are repaid in full in accordance with this Trust Deed. Notwithstanding anything to the contrary in this Trust Deed or the other Bond Documents, the Issuer may revoke the Trust with the express consent of all Bondholders of the Trust and with the permission of BSEC, if so required.

c) Consequence of Termination


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

Upon fulfilment of the purpose of the Trust to manage and administer of the Bonds in accordance with the terms of this Trust Deed, and to execute, acknowledge, confirm or endorse any agreements, documents, deeds, instruments and papers in connection therewith, and to hold the benefits deriving from the covenants made by the Issuer in the Trust Deed of trust for the Bbeneficiaries, the remaining Trust Property, if any, shall return back to the Settlor under resulting trust and be returned to the same by virtue of operation of law.

Miscellaneous

i. Waiver

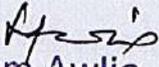
The Trustee may, with prior approval of the Issuer, but without the consent or sanction of the Bondholders and without prejudice to its rights in respect of any subsequent breach or Event of Default, from time to time and at any time but only if and in so far as in its opinion the interests of the Bondholders then outstanding shall not be materially prejudiced thereby waive or authorize any breach or proposed breach by the Issuer of any of the covenants or provisions contained in the Conditions or any Bond Document to which it is a party or determine that any event which would otherwise constitute an Event of Default shall not be treated as such for the purposes of this Trust Deed provided that the Trustee shall not exercise any powers conferred on it in contravention of any express direction given by resolution or of a request in writing made by the holders of not less than 66²/₃percent of the outstanding Bonds in accordance with Schedule 2 (*Meetings of Bondholders*) but no such direction or request shall affect any waiver, authorization or determination previously given or made or so as to authorize or waive any such proposed breach or breach relating to any basic terms modification. Any such waiver, authorization or determination may be given or made on such terms and subject to such conditions (if any) as the Trustee may determine, shall be binding on the Bondholders and the other Issuer, unless the Trustee agrees otherwise, shall be notified by the Issuer to the Bondholders as soon as practicable thereafter.

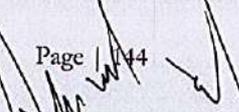
ii. Modifications

The Trustee may, with prior approval of the Issuer, Guarantor and BSEC, where applicable, from time to time and at any time without any consent or sanction of the Bondholders concur with the Issuer in making (a) any modification to the Bonds or the Trust Deed, any trust deed supplemental to the Trust Deed, the Agency Agreement or any agreement supplemental to the Agency Agreement which, in the opinion of the Trustee, may be proper to make provided that such modification would not be materially prejudicial to the interests of the Bondholders or (b) any modification to the Bonds or the Trust Deed, any trust deed supplemental to the Trust Deed, the Agency Agreement or any agreement supplemental to the Agency Agreement which in the Trustee's opinion, is of a formal, minor or technical nature or made to correct an error, defect or inconsistency, to conform the terms between any provision in the Conditions, the Trust Deed or mandatory provisions of law. Any such modification shall be binding on the Bondholders and the Trustee shall cause such modification to be notified to the Bondholders as soon as practicable thereafter, provided however that the Trustee shall not exercise any powers conferred upon it unless, having given not less than 10 Business Days' notice of such modification to the Bondholders in accordance with the Conditions, it has not, within 30 days of such notice being received by the Bondholders or a shorter period as may be agreed by the Bondholders in writing,

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

been directed by a Resolution or of a request in writing made by the holders of not less than 66²/₃ percent of the outstanding Bonds against making such modification. In such circumstances, the Trustee shall have no liability to any Bondholder or any other person for agreeing to such modification. The Trustee may, without the consent of the Bondholders, execute any documentation and do any such other acts or things as it determines necessary in its reasonable discretion, to effect any modifications to these Conditions and the Trust Deed to comply with any modifications made to the Trust Deed from time to time.

Notices

i. Addresses for notices

All notices and other communications hereunder shall be made in writing (by letter or fax) and shall be sent as follows:

Issuer: If to the Issuer, to it at:

Address: **NRB Commercial Bank Limited**
114, Motijheel Commercial Area,
Dhaka- 1000, Bangladesh
Attention: Managing Director & CEO, NRB Commercial Bank Limited

Trustee: If to the Trustee, to it at:

Address: Bulus Center (17th Floor),
Plot- CWS (A) I, Road- 34,
Gulshan Avenue, Dhaka- 1212

Attention: Chief Executive Officer

Or, in any case, to such other address or fax number or for the attention of such other person or department as the addressee has by prior notice to the sender specified for the purpose, in writing.

ii. Effectiveness

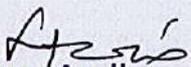
Every notice or other communication sent shall be effective if sent by letter, three days after the time of dispatch and if sent by fax at the time of dispatch *provided that* any such notice or other communication which would otherwise take effect after 4.00 p.m. on any particular day shall not take effect until 10.00 a.m. on the immediately succeeding business day in the place of the addressee.

iii. Notices to Bondholders

All notices are validly given if:

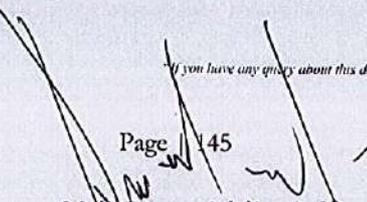
Mailed to the Bondholders at their respective addresses in the Register; or

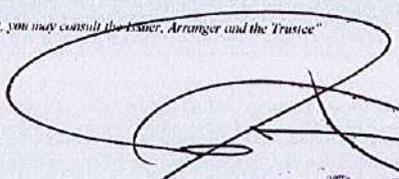
Published for three consecutive days in one English newspaper and one Bengali newspaper, each having wide circulation in Bangladesh; or


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

Emailed to the Bondholders at their respective addresses set out in the Issuer Register provided that such notices will only be considered as validly given unless followed up with hard copies of the notices being mailed to the Bondholders or published for three consecutive days in a leading newspaper as aforesaid.

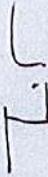
Any such notice shall be deemed to have been given on the seventh day after being so mailed or on the later of the date of such publications.

Indemnification

The Trust Deed contains provisions for the indemnification of the Trustee and for its relief from responsibility, including provisions relieving it from taking proceedings to enforce repayment unless indemnified to its satisfaction. The Trustee is entitled to enter into business transactions with the Issuer and any entity related to the Issuer.

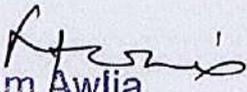
Cancellation

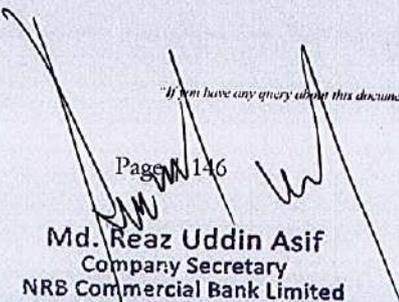
All Bonds which are redeemed by the Issuer in exercise of call option, will forthwith be cancelled.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
134 Motijheel C/A, Dhaka-1000

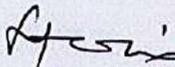

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

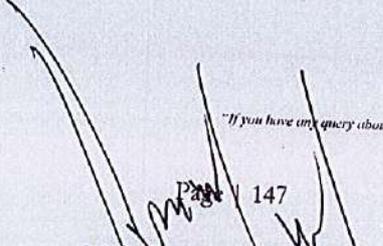
19: Details of fees structure and expenses

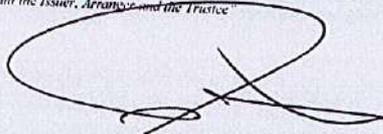
Particulars	Basis of Fees	Amount in BDT
Offering amount		
Private Offer		3,000,000,000
		3,000,000,000
Arranger to the Issue fees:		10,350,000
Arranger to the Issue fees	0.30% of the Private offer amount	9,000,000
VAT against Issue Management fee	15% of Issue Management fees	1,350,000
BSEC Fees:		3,010,000
Application Fee for both Public and private offer	Fixed	10,000
Consent Fee	0.10% on the offering amount	3,000,000
Trustee Fees:		545,000
Trustee Fee		300,000
VAT for trustee fee		45,000
Trustee Application Fee		50,000
Trustee Registration Consent fee		100,000
Trustee Annual Fee		50,000
Legal Advisor Fee		345,000
Credit Rating Fee		143,750
Grand Total		14,393,750

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
44 Motijheel C/A, Dhaka-1000


Md. Rezaul Karim Rashid
Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Annexure-I



Declaration about the responsibility of the directors, including the CEO of the issuer or originator in respect of the information memorandum

[Rule 4(2)(a)]

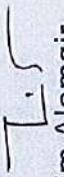
This information memorandum has been prepared, seen and approved by us, and we, individually and collectively, accept full responsibility for the authenticity, accuracy and adequacy of the statements made, information given in the prospectus, documents, financial statements, exhibits, annexes, papers submitted to the Commission in support thereof, and confirm, after making all reasonable inquiries that all conditions concerning this public issue and prospectus have been met and that there are no other information or documents, the omission of which make any information or statements therein misleading for which the Commission may take any civil, criminal or administrative actions against any or all of us as it may deem fit.

We also confirm that full and fair disclosures have been made in this information memorandum to enable the investors to make a well-informed decision for investment.

Mr. Golam Awlia
Managing Director & CEO

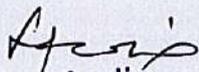
Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

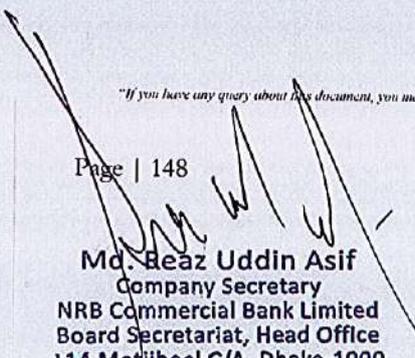
HEAD OFFICE: 114 Motijheel C/A, Dhaka-1000, Bangladesh, PABX - 880 2 9573422-30
Fax: 880 2 9573421, SWIFT: NRBBDDDH, www.nrbccommercialbank.com


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Beaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

Annexure-II



DUE DILIGENCE CERTIFICATE OF THE TRUSTEE

The Chairman
Bangladesh Securities and Exchange Commission

SUBJECT: ISSUANCE OF NON-CONVERTIBLE UNSECURED COUPON BEARING SUBORDINATED BOND (TIER II CAPITAL) OF NRBC BANK LIMITED OF BDT 5,000 MILLION.

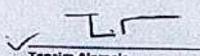
We, the under-noted trustee to the above-mentioned forthcoming issue, state as follows:

1. We, while act as trustee to the above mentioned issue on behalf of the eligible investors, have examined the draft Information Memorandum, legal and other documents and materials as relevant to our decision; and
2. on the basis of such examination and the discussions with the Issuer, it's directors and officers, and other agencies; independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer;

WE CONFIRM THAT:

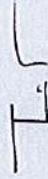
- a) All information and documents as are relevant to the issue have been received and examined by us and the draft IIM, draft Deed of Trust and draft Subscription Agreement forwarded to the Commission has been approved by us;
- b) We have also examined all documents of the assets to be charged with the Trust and are satisfied that the assets bear the value, title and charge status as disclosed in the IIM;
- c) While examining the above documents, we find that all the requirements of the Bangladesh Securities and Exchange Commission (Debt Securities) Rules, 2021 have been complied with;
- d) We shall act as trustee to the issue as mentioned above as per provisions of the Deed of Trust to be executed with the issuer and shall assume the duties and responsibilities as described in the Deed of Trust and in the IIM;
- e) We shall also abide by the Bangladesh Securities and Exchange Commission (Debt Securities) Rules, 2021 and conditions imposed by the Commission as regards of the issue; and
- f) The above declarations as unequivocal and irrevocable.

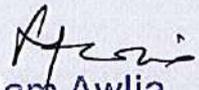
For Trustee-

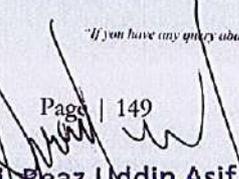

Tanzim Alamgir
Chief Executive Officer
UCB Investments Limited

Date: June 20, 2021
Place: Dhaka

BUS Center (7th Floor, Plot-CWS-(A)-1, Road No-34, Gulshan Avenue, Dhaka-1212.
E-mail: support@ucb-investment.com


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiljheel C/A, Dhaka-1000


Farunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

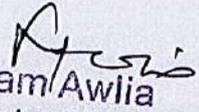
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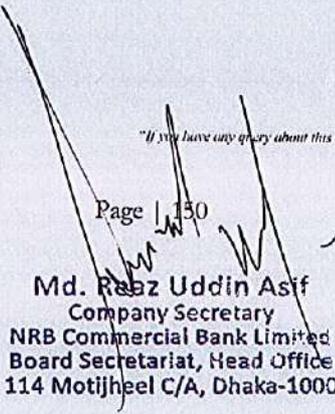
Annex-III
Audited Financial Statements for the year
ended 31 December 2020


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

 **NRBC BANK**
114, Motijheel Commercial Area
Dhaka-1000
Bangladesh

NRB Commercial Bank Limited

Auditors' report and Consolidated Financial Statements for the year ended
31 December 2020

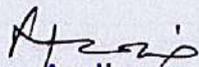
K. M. Hasan & Co
Chartered Accountants
Hometown Apartments (8th & 9th Floor)
87 New Eskaton Road
Dhaka-1000
Bangladesh

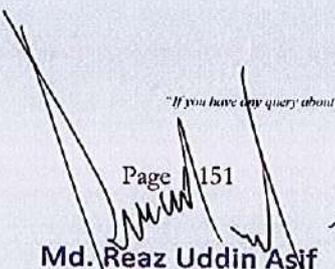
Howladar Yunus & Co.
Chartered Accountants
67, Dilkusha C/A, Motijheel, Dhaka – 1000
Bangladesh.

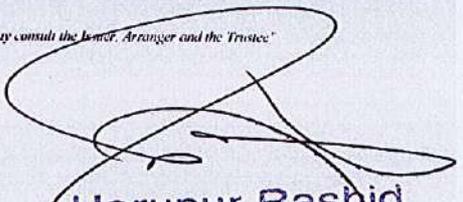

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
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NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

K. M. ILIYAS & CO.
Chartered Accountants

Harunur Rashid & Co.
Chartered Accountants

Independent Auditor's Report
To the Shareholders of NRB Commercial Bank Limited
Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of NRB Commercial Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of NRB Commercial Bank Limited (the "Bank"), which comprise the consolidated and separate Balance Sheets as at 31 December 2020, and consolidated and separate Profit and Loss Accounts, consolidated and separate statement of Changes in Equity, and consolidated and separate Cash Flow Statements for the year then ended, and notes to consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2020, and of its consolidated and separate financial performance and its consolidated and separate Cash Flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in Note 2.

Basis for Opinion

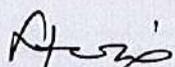
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC), and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye-Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

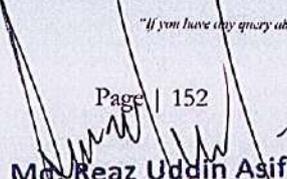
Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in the forming of our opinion thereon, and we do not provide a separate opinion on these matters.

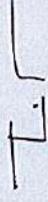
1. Measurement of provision for Loans and Advances	
See notes no. 7, 8, and 13.1 & 13.2 to the financial statements.	
The Key Audit Matter	How the matter was addressed in our audit
<p>The process of estimating provision for loans and advances associated with credit risk is judgmental and complex. While estimating such provision certain judgmental factors need to be considered including:</p> <ul style="list-style-type: none"> • Future business performance of the borrower; • Key assumptions relating to the further business performance of the borrower; • The market value of the collateral; and • Ability to repossess the collateral. <p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued from time to time.</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Tested the credit monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; and • Reviewed the adequacy of transfer of interests to the Income account appropriate approvals in line with the Bangladesh Bank's guideline. <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the companies general and specific provisions;

1


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

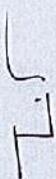

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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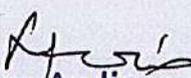
K.M. HASAN & CO.
Chartered Accountants

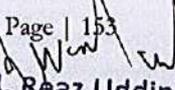
Moulana Yusuf & Co.
Chartered Accountants

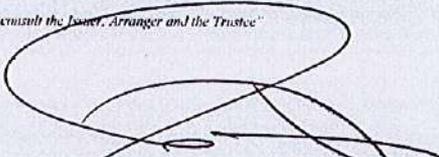
<p>Due to the high level of judgment involved and using some manual process in estimating the provision for loans and advance, we considered this to be a key audit matter.</p> <p>An additional 1% Special general provision COVID19 has been maintained amounting to Taka 284.64 million in line with the direction of the circular.</p> <p>Considering the adverse impact on the economy from COVID 19, Bangladesh Bank vide circular # 11 dated 3 May 2020 has advised Banks to transfer all interest charged or chargeable on outstanding loans and advances for the period from 1 April to 31 May 2020 to "interest-free blocked account" without realizing those from clients and/or taking those to income. Subsequently, on 10 June 2020 vide BRPD Circular no 12, Bangladesh Bank has allowed banks to transfer interest from "interest-free blocked account" to income upon waiving a certain portion of interest-based on outstanding loan balances. These loan balances would be receivable from Government as "subsidy". Furthermore, the net amount of interest after giving waivers for the months of April and May 2020, shall be recoverable from the client during the next twelve months on equal installments or as per cash flow of the client based on the banker-client relationship.</p> <p>Finally, as per BRPD circular letter, no 56 dated 10 December 2020 Bangladesh Bank has allowed the Bank to recognize interest income for clients taking the deferral facility without receiving cash repayment, subject to the compliance of certain criteria, such as approval by management, audit committee and the Board based on applying judgment.</p> <p>At the year-end, the Bank reported total loans and advances of BDT 74,835.73 million (2019: BDT 62,015.02 million) and provision for loans and advances of BDT 2,895.74 million (2019: BDT 1,730.36 million) as at 31 December 2020.</p>	<ul style="list-style-type: none"> Assessed the methodologies on which the provision amounts based, recalculated the provisions, and tested the completeness and accuracy of the underlying information; Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines; and Reviewed the grounds for recommendations for approvals in cases of transfer of interests to the Income account.
<p>2. Valuation of Treasury Bill and Treasury Bond</p>	
<p>See note no. 6 to the financial statements.</p>	
<p>The Key Audit Matter</p> <p>The classification and measurement of Treasury Bills and Treasury Bonds require judgment and complex estimates.</p>	<p>How the matter was addressed in our audit</p> <p>We tested the operating effectiveness of key controls focusing on the classification and measurement of Treasury Bills and Treasury Bonds.</p>


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UCB Investment Limited

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NRB Commercial Bank Ltd.

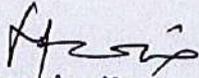
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

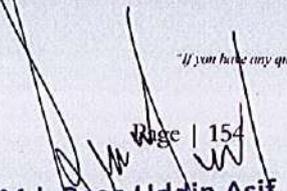

Farunur Rashid
Specially Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

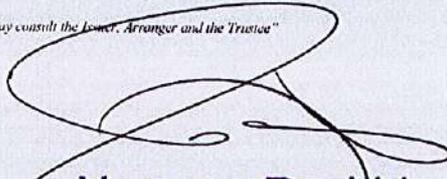
KAM HAN & CO.
Chartered Accountants

Hasnata Yasmin & Co.
Chartered Accountants

In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models.	We tested a sample of the valuation models and the inputs used in those models using a variety of techniques. Applied in the circumstances. Finally, we have assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
3. Measurement of Deferred Tax Assets	
See note no. 10.5 to the financial statements.	
The Key Audit Matter	How the matter was addressed in our audit
Deferred tax assets for deductible temporary differences that it believes are recoverable. The recoverability of recognized deferred tax assets is in part dependent on the Bank's ability to generate future taxable profits sufficient to utilize deductible temporary differences. We have determined this to be a key audit matter, significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years. The Bank has reported net deferred tax assets to a total of BDT 460.01 million (2019: BDT 356.82 million) as at 31 December 2020.	We obtained an understanding of the Group and the Bank's key controls over the recognition and measurement of deferred tax assets and the assumptions used in estimating the Group and Bank's future taxable income. We also assessed the completeness and accuracy of the data used for the estimations of future taxable income. We involved tax specialists to assess key assumptions, controls, recognition, and measurement of DTA's. Finally, we assessed the appropriateness and presentation of disclosures as per IAS 12 Income Tax.
4. Legal and Regulatory matters	
The Key Audit Matter	How the matter was addressed in our audit
We focused on legal and regulatory matters because the Group and the Bank operate in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict. These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions and other contingent liabilities.	We obtained an understanding of the Group and The Bank's key controls over the legal provision and contingencies process. We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters. We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports. We also received formal confirmations from external counsels. We assessed the methodologies on which the provision amounts are based, recalculated the provision, and tested the completeness and accuracy of the underlying information. We also assessed the Bank's provisions and contingent liabilities disclosure.
5. IT Systems and Controls	


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

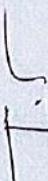
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

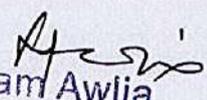

Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

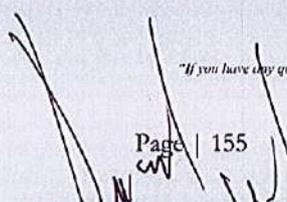
K.M.HASAN & CO.
Chartered Accountants

Hasnida Yasir & Co.
Chartered Accountants

The Key Audit Matter	How the matter was addressed in our audit
<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 volumes of transactions processed in numerous locations daily, and our reliance on automated and manual with automated (IT Dependent) controls.</p> <p>We have focused on Data management, user access management, and developer access to the production environment and changes to the IT environment. Among others, these are key to ensuring the operating effectiveness of manual with automated control and automated controls.</p> <p>We also concentrated on formal security administration policies and procedures to determine whether they are approved, comprehensive, up-to date, and bank-wide communicated.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting. We tested IT General Controls (Logical Access, Changes in management, and aspects of IT Operational Controls). This included testing that requests for access to systems were appropriately reviewed and authorized.</p> <p>We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization.</p> <p>We performed the Tests of IT General Controls to evaluate the Application Development and Database, Hosting Platforms, and segregation of incompatible duties relevant to application and database change management.</p>
6. Carrying value of Investments in Subsidiaries by the Bank	
See note no. 10 to the financial statements.	
The Key Audit Matter	How the matter was addressed in our audit
<p>The Bank has invested in equity shares of its subsidiaries namely NRBC Bank Securities Limited. As of 31 December 2020, the carrying value of these investments is BDT 360 million (2019: BDT 360 million).</p> <p>At the time of conducting our audit of the separate financial statements of the Bank, we have considered the recoverable value of the Bank's investments in NRBC Bank Securities Limited stated at cost.</p>	<p>We have reviewed management's analysis of impairment assessment and recoverable value calculation of subsidiaries in accordance with IAS 36: <i>Impairment of Assets</i>.</p> <p>We have analyzed the appropriateness of the value in use model, the key assumptions used in the model, the reasonably possible alternative assumptions, particularly where they had the most impact on the value in use calculation.</p>
7. Measurement of Right of Use Assets and Lease Liability	
See Note 13.11 and Annexure G	
<p>Bank has applied the IFRS 16 one year later i.e., from 01 January 2020 using the modified retrospective approach considering threshold level with the paid capital where the Bank measured the lease liability at the present value of the remaining lease payments, discounted it using the bank's incremental borrowing rate at the date of initial application, and recognized a right-of-use asset at the date of initial application based on following criteria:</p>	<p>We have reviewed the management assumption regarding the identification of Lease as per IFRS 16.</p> <p>We also review the lease agreement with the lessor and lessee, identified the lease terms and recalculated lease liabilities and right of use assets, interest on the lease liability and Depreciation charged on the right of use assets.</p>


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K. M. H. UDDIN & Co.
Chartered Accountants

Husainul Yousuf & Co.
Chartered Accountants

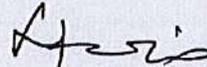
<p>a. Materiality threshold is 1% discounted lease liability (up to Lease term with lessor) of the capital of the Bank Tk.7,025,169,980 (including IPO subscription) for the right of use of assets</p> <p>b. Implicit incremental borrowing rate is used for discounting the lease payment based on Treasury bill/bond rate supporting lease tenor 2 -7 years. As such 5 years T-bill/bond rate 8.86% of January 2020 has been used for those contracts having weighted average lease tenor of 5 years or more implemented from the date of initial application (01 January 2020).</p> <p>c. Right-of-use assets are being depreciated over the respective lease term.</p> <p>d. fixed payments, including in-substance fixed payments (if any)</p> <p>e. amounts expected to be payable under a residual value guarantee (if any); and</p> <p>f. Lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.</p> <p>As of 31 December 2020, the carrying amount of Right of Use Assets is amounting BDT 165.38 million and outstanding Lease Liability amounting BDT 141.44 million.</p>	
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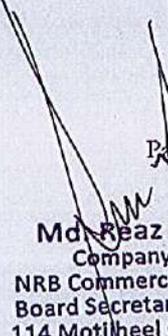
8. Accuracy and completeness of revenue recognized

See Note 20, 22,23,24

The Key Audit Matter	How the matter was addressed in our audit
<p>The Group reported revenue for the year ended 31 December 2020: BDT 6,620.95 million (31 December 2019: BDT 7,024.97 million) from loan and advance.</p> <p>The Group also reported revenue for the year ended 31 December 2020 of BDT 5,204.09 million (31 December 2019: BDT 2,314.30 million) from investment, commission, charges and operating activities.</p> <p>The application of revenue recognition accounting standards is complex and involves a number of key judgments and estimates, including those applied on revenue arrangements with multiple elements and those contracts where there is existence of principal and agent relationship.</p> <p>Due to the estimates and judgment involved in the application of the revenue recognition accounting standards and the degree of complexity of IT</p>	<p>Our audit approach included a combination of controls testing, data analytics and substantive procedures covering the following:</p> <ul style="list-style-type: none"> • we understood the significant revenue processes including the performance of an end-to-end walkthrough of the revenue assurance process and identifying the relevant controls (including IT systems, interfaces, and reports); • we tested the design and operating effectiveness of the relevant controls; • we reviewed significant new contracts and regulatory determinations, the accounting treatments opted and testing the related revenues recognized during the period; • we performed data analysis and analytical reviews of significant revenue streams;


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 UCB Investment Limited


Golam Awlia
 Managing Director & CEO
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K. M. HASAN & CO.
Chartered Accountants

Mullick Yousuf & Co.
Chartered Accountants

<p>systems and processes used, we have considered this matter as a key audit matter. The Group's accounting policies relating to revenue recognition are presented in note 2.11 (d) to the consolidated financial statements.</p>	<ul style="list-style-type: none"> • we reviewed key reconciliations performed by the Revenue Assurance team; • we performed specific procedures to test the accuracy and completeness of adjustments relating to multiple-element arrangements and grossing up certain revenue and costs; and • we performed procedures to ensure that the revenue recognition criteria adopted by each group entity for all major revenue streams is appropriate and in line with the Group's accounting policies. <p>Through our instructions, supervision and review, the auditors of the Group's significant entities performed consistent audit procedures on revenue.</p>
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Other matter

The financial statements for the year ended December 31, 2019, were audited jointly by K. M. HASAN & CO., Chartered Accountants, and MABS & J Partners, Chartered Accountants who expressed an unqualified opinion, with an emphasis of matter on the application of the requirements of IFRS 16: Leases.

Other Information

Management of the Bank is responsible for the other information. The other information comprises all of the information in the Annual Report other than the consolidated and separate 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 consolidated and separate 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 consolidated and separate 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 consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

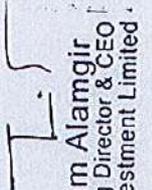
When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the bank.

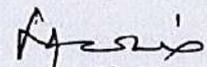
Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls

Management of the Bank is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRSs as explained in Note 2, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Companies Act, 1991 (as amended up to date), and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control, and risk management functions of the Bank.

The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

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


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

"If you have any queries about this document, you may contact the Issuer, Arranger and the Trustee"

K. M. HAKIM & Co.
Chartered Accountants

Husaini Yous & Co.
Chartered Accountants

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

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

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

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

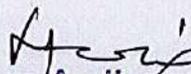
- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.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

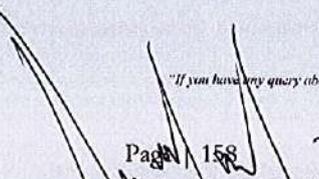
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 158

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

K. M. HASAN & CO.
Chartered Accountants

Howladar Yunus & Co.
Chartered Accountants

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987, the Bank Companies Act 1991 (as amended up to date), the Financial Reporting Act 2015, 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) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
 - (a) internal audit, internal control, and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
 - (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities.
- (iii) financial statements of one subsidiary namely, NRBC Bank Securities Limited, has been audited by Hoque Bhattacharjee Das & Co. Chartered Accountants and have been properly reflected in the consolidated financial statements;
- (iv) in our opinion, proper books of accounts as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- (v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- (viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations, and accounting standards as well as related guidance issued by Bangladesh Bank;
- (ix) adequate provisions have been made for advance and other assets which are in our opinion, doubtful of recovery as explained in Note 13.1, 13.2 and 13.4.
- (x) the information and explanations required by us have been received and found satisfactory;
- (xi) we have reviewed over 80% of the Risk-weighted Assets of the Bank and spent over 4,700 person-hours; and
- (xii) Bank maintained Capital to Risk-weighted Asset Ratio (CRAR) as explained in note 14.7.

K. M. HASAN & CO., Chartered Accountants
Firm Registration Number:



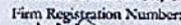
Md. Shahidul Islam FCA
Enrolment No.: 1758

Partner

DVC No.: 2105031758AS758234

Dated: April 29, 2021

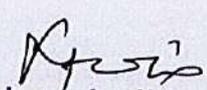
Howladar Yunus & Co., Chartered Accountants
Firm Registration Number:

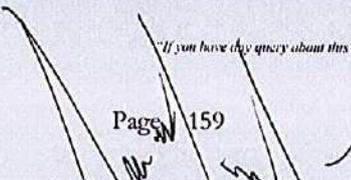


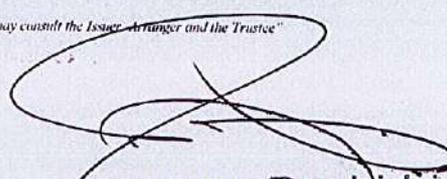
Ali Arif Choudhury FCA
Enrolment No.: 1242

Partner

DVC No.: 2105031242AS719614


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 159

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

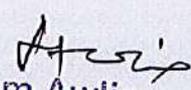

Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

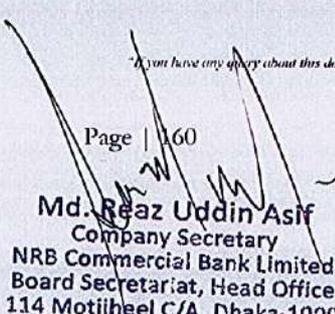
K. M. HASAN CD
Chartered Accountants

NRB Commercial Bank Limited & its Subsidiary
Consolidated Balance Sheet
As at 31 December 2020

Hawfadar Yunus Co
Chartered Accountants

Particulars	Note	At Dec 31, 2020	At Dec 31, 2019
		Taka	Taka
PROPERTY AND ASSETS			
Cash:	3a	6,091,949,125	5,880,401,321
In Hand (Including Foreign Currencies)	3.1a	1,689,284,151	1,842,555,955
Balance with Bangladesh Bank and its agent bank (s) (Including foreign currencies)	3.2a	4,402,667,974	4,037,845,366
Balance with other banks and financial institutions	4a	3,381,521,957	2,004,437,423
In Bangladesh		2,471,588,502	1,858,238,109
Outside Bangladesh		909,933,455	146,199,314
Money at call and short notice	5a	134,800,000	856,700,000
Investments	6a	26,727,196,185	15,661,647,409
Government		24,141,738,936	12,715,430,910
Others		2,585,457,249	2,946,216,499
Loans and advances	7a	74,887,425,183	62,059,563,385
Loans, cash credits, overdrafts etc./ Investments	7.2a	73,093,345,450	59,993,700,830
Bills purchased and discounted	8a	1,794,079,732	2,065,862,555
Fixed assets including premises, furniture and fixtures	9a	840,910,417	513,295,067
Other assets	10a	4,579,462,804	3,251,215,194
Non - banking assets		-	-
Total assets		116,643,265,670	90,227,259,800
LIABILITIES AND CAPITAL			
LIABILITIES			
Borrowings from other banks, financial institutions and agents	11a	4,133,970,569	1,290,232,047
Deposits and other accounts	12a	90,074,305,616	71,879,793,228
Current accounts/AI-wadeeh current accounts and other accounts		12,353,412,377	6,293,695,523
Bills payable		7,528,319,896	7,185,410,848
Savings bank/Mudaraba savings bank deposits		8,051,721,281	5,238,707,700
Special/Mudaraba notice deposits		9,955,274,828	7,207,653,534
Fixed deposits/Mudaraba fixed deposits		20,911,968,336	13,795,849,738
Schemes Deposit/ Mudaraba Scheme Deposits		31,273,588,899	32,158,475,866
Other liabilities	13a	12,555,753,639	8,815,289,153
Total liabilities :		106,764,029,824	81,985,314,428
Total Shareholders' Equity		9,835,067,171	8,200,244,377
Paid-up capital	14	5,825,169,980	5,710,951,240
Statutory reserve	15	1,866,768,986	1,458,843,141
Other reserve	16a	810,630,704	5,009,947
Retained earnings	17a	1,332,477,501	1,025,940,050
Minority interest	17b	44,169,273	41,200,993
Total Equity		9,879,236,445	8,241,945,370
Total Liabilities and Shareholders' Equity		116,643,265,669	90,227,259,799
Net Asset Value(NAV) per share		18.00	18.00
Net Asset Value(NAV) Per Share (After considering Shares capital Through IPO)		15.71	-

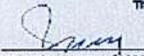

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

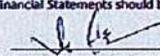

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

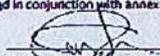

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

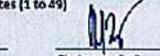
NRB Commercial Bank Limited & its Subsidiary		Consolidated Balance Sheet	
As at 31 December 2020		As at 31 December 2019	
Particulars	Note	At Dec 31, 2020 Taka	At Dec 31, 2019 Taka
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities	18	35,483,890,270	27,408,198,566
Acceptances and endorsements		6,718,231,595	7,210,588,526
Letters of guarantee		16,406,215,792	10,437,378,649
Irrevocable letters of credit		7,818,738,221	5,729,243,714
Bills for collection		4,540,704,662	4,030,987,678
Other contingent liabilities		-	-
Other commitments			
Documentary credits and short term trade-related transactions			
Forward assets purchased and forward deposits placed			
Undrawn note issuance and revolving underwriting facilities			
Undrawn formal standby facilities, credit lines and other commitments			
Liabilities against forward purchase and sale			
Total Off-Balance Sheet exposures including contingent liabilities		35,483,890,270	27,408,198,566
Other memorandum items			
Value of Govt Instrument & Wage Earner Bonds		175,350,000	175,850,000
		175,350,000	175,850,000

These Financial Statements should be read in conjunction with annexed notes [1 to 49]

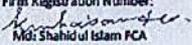

 Managing Director & CEO


 Chairman, Audit Committee (BoD)


 Chairman, Risk Mgt. Committee (BoD)


 Chairman, BoD

Signed as per annexed report on even date

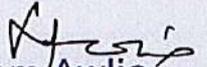
K. M. HASAN & CO., Chartered Accountants
 Firm Registration Number:

 Md. Shahid ul Islam FCA
 Partner
 Enrolment No.: 1758
 DVC No.: 2105031758AS758234

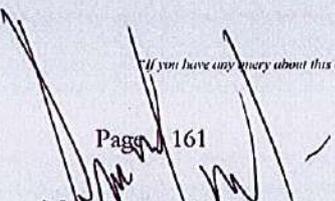
Howladar Yunus & Co., Chartered Accountants
 Firm Registration Number:

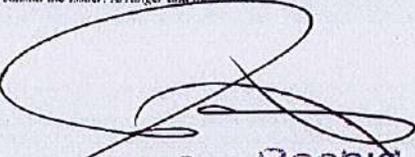
 Ali Amjad Choudhury FCA
 Partner
 Enrolment No.: 1242
 DVC No.: 2105031242AS719614

Place: Dhaka
Dated: 29 April, 2021

T.S
 Tanzim Alamgir
 Managing Director & CEO
 IICR Investment Limited


Golam Awlia
 Managing Director & CEO
 NRB Commercial Bank Ltd.

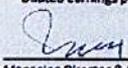
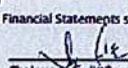
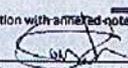
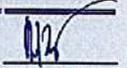
Page 161

Md. Reaz Uddin Asif
 Company Secretary
 NRB Commercial Bank Limited
 Board Secretariat, Head Office
 14 Motijheel C/A, Dhaka-1000


Anur Rashid
 Managing Director & CFO A.S # 007
 NRB Commercial Bank Ltd.

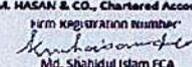
If you have any query about this document, you may consult the Issuer, Arranger and the Trustee.

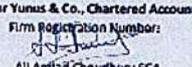
Chartered Accountants		NRB Commercial Bank Limited & Its Subsidiary		Chartered Accountants	
Consolidated Profit and Loss Account					
For the year ended 31 December 2020					
Particulars	Note	2020 Taka	2019 Taka		
OPERATING INCOME					
Interest Income	20a	6,639,508,617	7,037,002,509		
Interest paid/Profit Shared on deposits and borrowings, etc.	21a	4,923,927,439	4,487,310,491		
Net Interest Income		1,715,578,178	2,549,692,018		
Investment Income	22a	3,595,201,478	1,293,370,811		
Commission, exchange and brokerage	23a	782,838,628	796,720,532		
Other operating income	24a	274,329,896	211,873,006		
Total operating income (A)		6,367,948,180	4,851,656,387		
OPERATING EXPENSES					
Salary and allowances	25a	1,696,894,380	1,268,614,174		
Rent, taxes, insurance, electricity, etc.	26a	277,805,490	323,834,529		
Legal expenses	27a	13,488,190	2,017,888		
Postage, stamps, telecommunication, etc.	28a	34,990,736	36,467,240		
Stationery, printing, advertisement, etc.	29a	205,495,906	99,852,664		
Chief Executive's salary and fees	30	11,445,703	16,380,000		
Directors' fees & meeting expenses	31a	14,815,334	12,028,220		
Auditors' fees	32a	920,000	632,500		
Charges on loan losses	33	-	-		
Replacement, Repair and Depreciation of Bank's Assets	34a	269,430,890	165,810,360		
Other expenses	35a	742,222,601	322,855,045		
Total operating expenses (B)		3,267,507,237	2,248,502,620		
Profit before provision (C = A-B)		3,100,440,943	2,603,153,767		
Provision against loans and advances	36a	1,096,445,493	376,741,671		
Provision for diminution in value of investments	37a	(157,000,416)	114,948,886		
Provision for Off-Balance Sheet Exposures	38a	68,936,251	59,700,136		
Total provision (D)		1,008,381,327	581,390,693		
Profit before taxation (C-D)		2,092,059,615	2,051,763,074		
Provision for taxation		707,525,214	898,192,882		
Current Tax Expenses	39b	810,926,940	959,431,923		
Deferred Tax Expenses/(Income)	40a	(103,401,725)	(61,239,042)		
Net profit after taxation		1,384,534,401	1,153,570,192		
Appropriations:					
Statutory reserve		407,945,845	408,501,272		
Retained surplus		972,418,117	745,068,921		
Attributable to:					
Equity holders of NRB Bank Limited		1,380,363,962	1,153,039,608		
Minority Interest		4,170,439	530,584		
Earnings per share (EPS)	41a	2.3697	1.9794		
Diluted Earnings per share (EPS)		1.9649			

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

 **Managing Director & CEO**
  **Chairman, Audit Committee (BoD)**
  **Chairman, Risk Mgt. Committee (BoD)**
  **Chairman, BoD**

Signed as per annexed report on even date

K. M. HASAN & CO., Chartered Accountants
 Firm Registration Number: 
 Md. Shahidul Islam FCA
 Partner
 Enrolment No.: 1758
 DVC No.: 2105031758AS758234

Howladar Yunus & Co., Chartered Accountants
 Firm Registration Number: 
 All Anjjar Choudhury FCA
 Partner
 Enrolment No.: 1242
 DVC No.: 2105031242AS719614

Place: Dhaka
Dated: 29 April, 2021

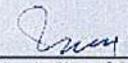
K. M. HASAN CO.
Chartered Accountants

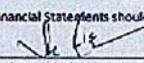
NRB Commercial Bank Limited & Its Subsidiary
Consolidated Statement of Cash Flows
For the year ended 31 December 2020

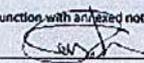
HOWSAR YUNUS CO
Chartered Accountants

Particulars	Note	2020 Taka	2019 Taka
A. Cash flows from operating activities			
Interest receipts in cash		6,668,923,869	7,066,276,715
Interest paid in cash		(4,122,913,876)	(3,259,505,373)
Dividend receipts		47,551,045	28,657,564
Fee and commission receipts in cash		787,906,055	799,845,551
Recoveries on loans previously written off		-	-
Payments to employees		(1,637,961,947)	(1,300,028,719)
Payments to suppliers		(198,905,273)	(110,901,751)
Income taxes paid		(401,218,120)	(798,819,025)
Receipts from other operating activities	42a	3,606,865,479	1,349,745,731
Payments for other operating activities	43a	(1,179,435,898)	(823,032,295)
Operating profit before changes in operating assets & liabilities		3,570,811,337	2,952,238,399
Increase/decrease in operating assets and liabilities			
Purchased of Trading Security		-	-
Loans and advances to Other Bank(s)		-	-
Loans and advances to customers		(13,262,720,038)	(13,650,213,208)
Other assets	44a	(661,782,831)	(3,702,132)
Deposits from other bank(s)		2,150,000,000	(1,650,000,000)
Deposits from customers		16,044,633,931	19,440,345,000
Trading liabilities (short-term borrowings)		-	-
Other liabilities	45	583,889,140	172,560,833
Net increase/(decrease) in operating liabilities		4,854,020,202	4,308,890,403
Net cash from operating activities (A)		8,424,831,539	7,261,228,892
B. Cash flows from investing activities			
(Purchase)/ sale of government securities	46	(10,620,184,870)	(6,569,613,532)
(Purchase)/sale of Non-trading Security		260,955,150	(781,697,674)
(Purchase)/Sale of Share/Securities		99,804,101	(3,047,369)
(Purchase)/ sale of property, plant and equipment		(318,656,478)	(177,227,178)
Net cash from/(used) in investing activities(B)		(10,578,082,097)	(7,531,585,753)
C. Cash flows from financing activities			
Borrowing from other Bank(s)/ Bangladesh Bank		2,843,738,522	990,959,332
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital		702,732,669	57,316,400
Receipt from issue of Ordinary Shares/Disbursement of Fraction Share		(285)	(247)
Receipt from issue of Ordinary Shares of Subsidiary's Minority Group		-	-
Dividend paid (Cash Dividend)		(525,985,612)	-
Net cash from/(used) in financing activities (C)		3,020,485,294	1,048,275,484
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		857,234,737	777,918,624
E. Cash and cash equivalents at the beginning of the year		8,742,990,844	7,918,072,381
Cash and cash equivalents at the end of the year (D+E)		9,610,225,581	8,695,991,005
Cash and cash equivalents:			
Cash	3.1a	1,689,286,151	1,842,555,955
Prize Bonds	6.1	1,954,500	1,452,100
Money at call and on short notice	5a	134,800,000	856,700,000
Reverse Repo		-	-
Balance with Bangladesh Bank and its agent bank(s)	3.2a	4,402,662,974	4,037,845,366
Balance with other banks and financial institutions	4a	3,381,521,957	2,004,437,423
		9,610,225,581	8,742,990,844
Net Operating Cash Flow Per Share (NOCFPS)		34.463	32.465
Diluted Net Operating Cash Flow Per Share (DNOCFPS)		11.992	12.465

These Financial Statements should be read in conjunction with annexed notes (1 to 49)


Managing Director & CEO

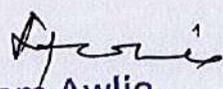

Chairman, Audit Committee (BoD)

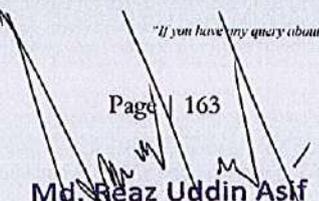

Chairman, Risk Mgt. Committee (BoD)

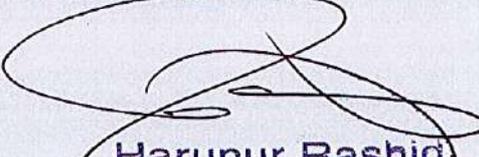

Chairman, BoD

Place: Dhaka
Dated: 29 April, 2021

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

"If you have any query about this document, you may consult the Issuer, Arranger or the Trustee."

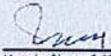
K. M. HASAN CD.
Chartered Accountants

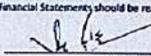
Modular Fund Co.
Chartered Accountants

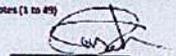
NRB Commercial Bank Limited & its Subsidiary
Consolidated Statement of Changes in Equity
As at 31 December 2020

Particulars	Paid-up capital	Statutory reserve	Foreign Currency translation Gain/(Loss)	Reserve for amortisation of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Minority share rest	Retained earnings	Total
Balance at 01 January 2020	5,710,951,200	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,770
Changes in accounting policy								
Restated Balance	5,710,951,200	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,770
Addition of paid up capital by issuing Stock Dividend	114,218,740						(114,218,740)	
Payment the fraction of share to shareholder -2019							(285)	(285)
Net profit after taxation for the Period							1,342,830,010	1,342,830,010
Change in Minority Interest						2,968,280	(2,968,280)	
Profit/(Loss) from investment in Subsidiary							41,682,803	41,682,803
Transfer to statutory Reserve		407,945,845					(407,945,845)	
Cash Dividend Paid for 2019							(543,985,632)	(543,985,632)
NRBCSL Cash Dividend Paid for 2019							(12,800,000)	(12,800,000)
Transfer to Start Up Fund							(13,438,300)	(13,438,300)
Transfer to Corporate Social Responsibility (CSR) Fund							(13,438,300)	(13,438,300)
Reserve for RPT Treasury securities				498,606	805,122,151			805,122,151
Reserve for HTM securities							498,606	498,606
Currency translation difference								
Balance at 31 December 2020	5,825,169,940	1,866,788,986	-	4,581,019	806,699,685	44,369,373	1,332,479,581	9,879,236,444
Balance at 31 December 2019	5,710,951,200	1,458,843,141	-	4,082,433	977,534.00	41,200,993	1,025,940,050	8,241,945,770

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

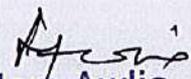

Managing Director & CEO

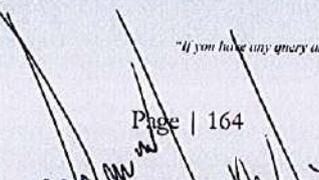

Chairman, Audit Committee (BoD)

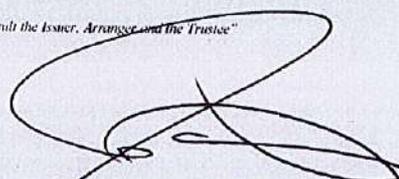

Chairman, Risk Mgt. Committee (BoD)

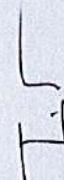

Chairman, BoD

Place: Dhaka
Date: 29 April, 2021


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Page | 164
Md. Reaz Uddin Masif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

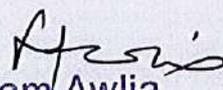

Harunur Rashid
Deputy Managing Director & CFO A.S # 00:
NRB Commercial Bank Ltd

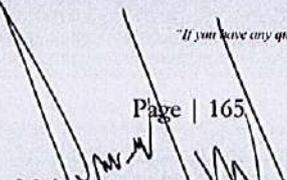

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

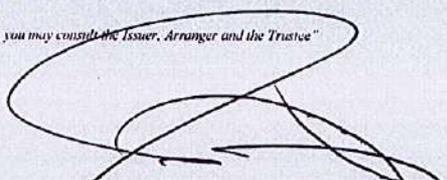
"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

Particulars	Note	at Dec 31, 2020	at Dec 31, 2019
		Taka	Taka
PROPERTY AND ASSETS			
Cash:	3	5,091,909,830	5,835,593,357
In Hand (Including Foreign Currencies)	3.1	1,689,246,856	1,797,747,991
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	3.2	4,402,662,974	4,037,845,366
Balance with other banks and financial institutions	4	3,501,037,060	2,034,569,815
In Bangladesh		2,591,103,606	1,888,364,501
Outside Bangladesh		909,933,455	146,199,314
Money at call and short notice	5	134,800,000	856,700,000
Investments	6	26,367,836,880	15,298,165,096
Government		24,141,738,936	12,715,430,910
Others		2,226,097,944	2,582,734,186
Loans and advances/investments	7	74,835,733,314	62,015,021,854
Loans, cash credits, overdrafts etc./ Investments	7.2	73,041,633,582	59,949,159,299
Bills purchased and discounted	8	1,794,079,732	2,065,862,555
Fixed assets including premises, furniture and fixtures	9	835,058,951	506,216,302
Other assets	10	4,854,035,083	3,571,823,622
Non-banking assets		-	-
Total assets		116,620,411,117	90,138,064,046
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	4,133,970,569	1,290,232,047
Deposits and other accounts	12	90,177,258,652	71,857,899,976
Current accounts/AI-wadeeah current accounts and other accounts		12,140,413,686	6,172,581,839
Bills payable		7,528,319,896	7,185,410,848
Savings bank/Mudaraba savings bank deposits		8,051,721,281	5,238,707,700
Special/Mudaraba notice deposits		10,271,226,555	7,306,873,965
Fixed deposits/Mudaraba fixed deposits		20,911,888,336	13,795,849,738
Schemes Deposit/ Mudaraba Scheme Deposits		31,273,588,899	32,158,475,886
Other liabilities	13	12,511,638,186	8,780,016,585
Total liabilities :		106,822,867,407	81,928,148,607
Total Shareholders' Equity		9,797,543,710	8,189,915,439
Paid-up capital	14	5,825,169,980	5,710,951,240
Statutory reserve	15	1,866,788,986	1,458,843,141
Others reserve	16	810,630,704	5,009,947
Retained earnings	17	1,294,954,040	1,015,131,111
Total Liabilities and Shareholders' Equity		116,620,411,117	90,138,064,046
Net Asset Value (NAV) Per Share		16.82	14.06
Net Asset Value (NAV) Per Share (After considering Shares capital Through IPO)		15.65	

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRBC Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRBC Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRBC Commercial Bank Ltd.

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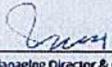
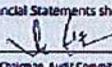
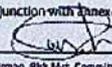
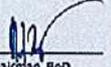
K. M. HASAN CO.
Chartered Accountants

NRB Commercial Bank Limited
Balance Sheet
As at 31 December 2020

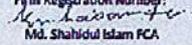
Howladar Yunus Co
Chartered Accountants

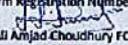
Particulars	Note	at Dec 31, 2020	at Dec 31, 2019
		Taka	Taka
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities	18	35,483,890,270	27,408,198,566
Acceptances and endorsements		6,718,231,595	7,210,588,526
Letters of guarantee		16,406,215,792	10,437,378,649
Irrevocable letters of credit		7,818,738,221	5,729,243,714
Bills for collection		4,540,704,662	4,030,987,678
Other contingent liabilities		-	-
Other commitments			
Documentary credits and short term trade -related transactions			
Forward assets purchased and forward deposits placed			
Undrawn note issuance and revolving underwriting facilities			
Undrawn formal standby facilities, credit lines and other commitments			
Liabilities against forward purchase and sale			
Total Off-Balance Sheet exposures including contingent liabilities		35,483,890,270	27,408,198,566
Other memorandum items			
Value of Govt. Instrument & Wage Earner Bonds		175,350,000	175,850,000
		175,350,000	175,850,000

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

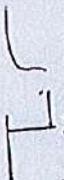
 **Managing Director & CEO**
 **Chairman, Audit Committee (BoD)**
 **Chairman, Risk Mgt. Committee (BoD)**
 **Chairman, BoD**

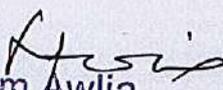
Signed as per annexed report on even date

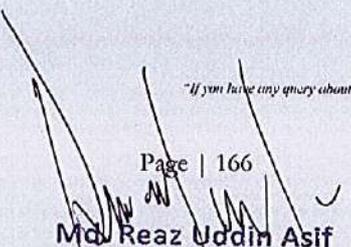
K. M. HASAN & CO., Chartered Accountants
Firm Registration Number:

Md. Shahidul Islam FCA
Partner
Enrolment No.: 1758
OVC No.: 2105031758AS758234

Howladar Yunus & Co., Chartered Accountants
Firm Registration Number:

Ali Anjad Choudhury FCA
Partner
Enrolment No.: 1242
OVC No.: 2105031242AS719614

Place: Dhaka
Dated: 29 April, 2021


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Mptijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

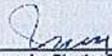
Howladar Yunus Co
Chartered Accountants

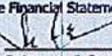
NRB Commercial Bank Limited
Profit and Loss Account
For the year ended 31 December 2020

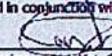
Howladar Yunus Co
Chartered Accountants

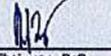
Particulars	Note	2020 Taka	2019 Taka
OPERATING INCOME			
Interest Income	20	6,620,951,918	7,024,973,538
Interest paid/Profit Shared on deposits and borrowings, etc.	21	4,923,927,439	4,488,125,258
Net Interest Income		1,697,024,479	2,536,848,280
Investment Income	22	3,586,648,824	1,284,157,971
Commission, exchange and brokerage	23	742,298,294	778,123,509
Other operating income	24	273,083,049	211,563,000
Total operating income (A)		6,300,054,646	4,810,697,761
OPERATING EXPENSES			
Salary and allowances	25	1,668,779,529	1,252,370,075
Rent, taxes, insurance, electricity, etc.	26	275,523,408	321,329,968
Legal expenses	27	13,362,261	2,017,888
Postage, stamps, telecommunication, etc.	28	34,035,691	35,361,488
Stationery, printing, advertisement, etc.	29	205,118,843	99,050,787
Chief Executive's salary and fees	30	11,445,703	16,380,000
Directors' fees & meeting expenses	31	14,628,445	11,968,400
Auditors' fees	32	862,500	575,000
Charges on loan losses	33	-	-
Replacement, Repair and Depreciation of Bank's Assets	34	267,397,658	163,254,049
Other expenses	35	740,905,503	321,231,955
Total operating expenses (B)		3,231,059,543	2,223,549,609
Profit before provision (C = A-B)		3,067,995,103	2,587,148,152
Provision against loans and advances	36	1,096,445,493	376,741,671
Provision for diminution in value of investments	37	(137,115,867)	108,194,986
Provision for Off-Balance Sheet Exposures	38	68,938,251	59,700,136
Total provision (D)		1,028,265,877	544,636,793
Profit before taxation (C-D)		2,039,729,226	2,042,506,359
Provision for taxation		696,899,216	894,242,008
Current Tax Expenses	39	800,088,596	955,249,362
Deferred Tax Expenses/(Income)	40	(103,189,380)	(61,007,354)
Net profit after taxation		1,342,830,010	1,148,264,351
Appropriations:			
Statutory reserve		407,845,845	408,501,272
Retained surplus to retained earnings		934,984,165	739,763,079
Earnings per share (EPS)	41	2.3052	1.9712
Diluted Earnings per share (EPS)	41.1	1.9115	-

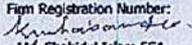
These Financial Statements should be read in conjunction with annexed notes (1 to 49)

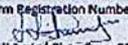

Managing Director & CEO


Chairman, Audit Committee (BoB)


Chairman, Risk Mgt. Committee (BoB)

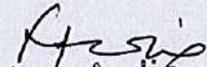

Chairman, BoD

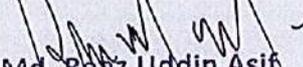
K. M. HASAN & CO., Chartered Accountants
Firm Registration Number:

Md. Shahidul Islam FCA
Partner
Enrolment No.: 1758
DVC No.: 2105031758A5758234

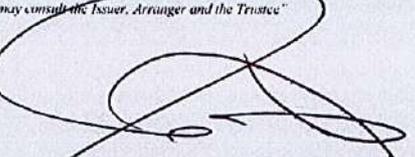
Howladar Yunus & Co., Chartered Accountants
Firm Registration Number:

Ali Amjad Choudhury FCA
Partner
Enrolment No.: 1242
DVC No.: 2105031242A5719614

Place: Dhaka
Dated: 29 April, 2021

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

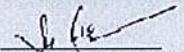

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

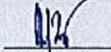
Howadar Yunus Co Chartered Accountants		NRBC Commercial Bank Limited Statement of Cash Flows For the year ended 31 December 2020		Howadar Yunus Co Chartered Accountants	
Particulars	Note	2020 Taka	2019 Taka		
A. Cash flows from operating activities					
Interest receipts in cash		6,625,643,586	7,053,102,990		
Interest paid in cash		(4,102,427,867)	(3,258,360,618)		
Dividend receipts		40,096,395	22,153,882		
Fee and commission receipts in cash		742,288,294	778,123,509		
Recoveries on loans previously written off		-	-		
Payments to employees		(1,612,926,219)	(1,283,784,620)		
Payments to suppliers		(205,889,848)	(100,970,526)		
Income taxes paid		(391,016,250)	(793,612,666)		
Receipts from other operating activities	42	3,605,767,475	1,345,908,352		
Payments for other operating activities	43	(1,172,543,230)	(819,861,296)		
Operating profit before changes in operating assets & liabilities		3,528,602,337	2,942,699,007		
Increase/decrease in operating assets and liabilities					
Purchased of Trading Security		-	-		
Loans and advances to Other Bank(s)		-	-		
Loans and advances to customers		(12,552,837,031)	(13,582,452,322)		
Other assets	44	(626,038,090)	10,122,380		
Deposits from other bank(s)		2,150,000,000	(1,650,000,000)		
Deposits from customers		16,169,358,677	19,424,619,832		
Trading liabilities (short-term borrowings)		-	-		
Other liabilities	45	583,889,140	172,560,833		
Net increase/(decrease) in operating liabilities		5,724,372,695	4,374,830,723		
Net cash from operating activities (A)		9,253,175,032	7,317,549,730		
B. Cash flows from investing activities					
(Purchase)/sale of government securities	46	(10,620,184,870)	(6,569,613,532)		
(Purchase)/sale of Non-trading Security		260,955,150	(781,697,674)		
(Purchase)/sale of Share/Securities		95,681,093	(10,747,979)		
(Purchase)/sale of property, plant and equipment		(317,886,913)	(175,031,331)		
Net cash from/(used) in investing activities(B)		(10,581,535,540)	(7,537,090,516)		
C. Cash flows from financing activities					
Borrowing from other Bank(s)/ Bangladesh Bank		2,843,738,522	990,959,330		
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital		-	-		
Receipt from Issue of Ordinary Shares/Disbursement of Fraction Share		(285)	(247)		
Receipt from Issue of Ordinary Shares of Subsidiary's Minority Group		-	-		
Dividend paid (Cash Dividend)		(513,985,612)	-		
Net cash from/(used) in financing activities (C)		2,329,752,625	990,959,083		
D.Net increase/(decrease) in cash and cash equivalents (A+B+C)		1,001,392,118	818,418,137		
E. Cash and cash equivalents at the beginning of the year		8,728,309,272	7,909,891,134		
Cash and cash equivalents at the end of the year (D+E)		9,729,701,390	8,728,309,271		
Cash and cash equivalents:					
Cash	3.1	1,689,246,856	1,797,747,991		
Prize bonds	6.1	1,954,500	1,452,100		
Money at call and on short notice	5	134,800,000	856,700,000		
Reverse Repo		-	-		
Balance with Bangladesh Bank and its agent bank(s)	3.2	4,402,662,974	4,037,845,366		
Balance with other banks and financial institutions	4	3,501,037,060	2,034,563,815		
		9,729,701,390	8,728,309,272		
Net Operating Cash Flow Per Share (NOCFPS)		15.885	12.562		
Diluted Net Operating Cash Flow Per Share (DNOCFPS)		13.171	-		

These Financial Statements should be read in conjunction with annexed notes (1 to 49)


Managing Director & CEO


Chairman, Audit Committee (BoD)


Chairman, Risk Mgt. Committee (BoD)


Chairman, BoD

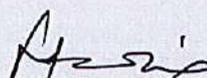
Place: Dhaka
Dated: 29 April, 2021

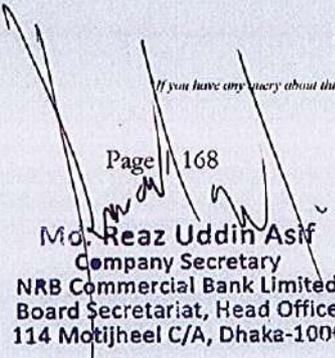
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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRBC Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRBC Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S. #007
NRBC Commercial Bank Ltd.

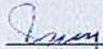
Member Tania Co
Chartered Accountants

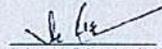
Member Tania Co
Chartered Accountants

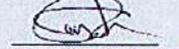
NRB Commercial Bank Limited
Statement of Changes in Equity
As at 31 December 2020

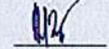
Particulars	Paid-up capital	Statutory reserve	Foreign Currency translation Gain/Loss	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Retained earnings	Total
Balance at 01 January 2020	5,710,951,240	1,458,843,143	-	4,032,413	977,534	1,015,131,311	8,189,936,439
Changes in accounting policy							
Restated Balance	5,710,951,240	1,458,843,143	-	4,032,413	977,534	1,015,131,311	8,189,936,439
Addition of paid up capital by issuing Stock Dividend	114,218,740					(14,218,740)	
Payment of Fraction of share to shareholder -2019						(285)	
Net profit after taxation for the Period						1,342,830,919	1,342,830,919
Transfer to statutory Reserve		407,945,945				(407,945,945)	
Cash Dividend Paid for 2019						(513,985,612)	(513,985,612)
Transfer to Start Up Fund						(13,428,300)	(13,428,300)
Transfer to Corporate Social Responsibility (CSR) Fund						(13,428,300)	(13,428,300)
Reserve for MFF Treasury securities					805,122,151		805,122,151
Reserve for HTM securities				498,606			498,606
Currency translation difference							
Balance at 31 December 2020	5,825,169,980	1,866,789,086	-	4,531,019	806,099,685	1,294,954,040	9,797,543,710
Balance at 31 December 2019	5,710,951,240	1,458,843,143	-	4,032,413	977,534	1,015,131,311	8,189,936,439

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

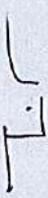

Managing Director & CEO

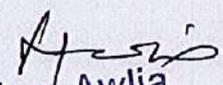

Chairman, Audit Committee (BoD)

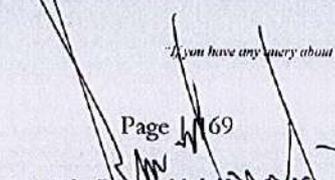

Chairman, Risk Mgt. Committee (BoD)


Chairman, BoD

Place: Dhaka
Dated: 29 April, 2021


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 169

Md. Reaz Uddin Masif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

NRBC Commercial Bank Limited & its Subsidiary
Explanatory Notes to the Financial Statements
For the year ended 31 December 2020

1 Legal Status of the Bank

NRBC Commercial Bank Limited (NRBC Bank) having its Registered Office at 114 Motijheel Commercial Area, Dhaka-1000, Bangladesh, was incorporated (inc. no. C-107535) on February 20, 2013 as a Public Limited Company under the Companies Act, 1994 (Act No.35 of 1994) and also is governed by the Banking Companies Act 1991 (Amendment upto 2013) with Authorized Capital of Tk. 10000 million and having initial capital base of Tk. 4446 million (Paid up Capital) by co-investing the hard earned foreign currency of 53 (Fifty three) qualified NRBCs from business persons, community leaders, scientists, educationists, living in across the globe which includes USA, Canada, UK, Russia, Italy, Germany, UAE and Kuwait.

NRBC Bank started its journey from 02 April 2013 after getting permission vide memo No. BRPD (P-3)/745/00/2013-1189 dated 18 March 2013 as a scheduled Bank. Presently NRBC Bank has 75 Branches, 42 sub-branches and 145 land registration collection booths in different locations of Bangladesh.

The registered office of the Bank is situated at Jasm Tande Centre, 114 Motijheel C/A, Dhaka 1000, Bangladesh.

1.01 Listed Company

The Bank is listed with Dhaka Stock Exchange and Chittagong Stock Exchange after getting letter of consent from Bangladesh Securities Exchange Commission vide their letter no. BSEC/2/JP-307/2020/304, dated January-4, 2021. Trading Code for NRBC Commercial Bank Limited is "NRBCBANK", along with OSE Company Code is 11150 and CSE Company ID is "22034" under "Bank" sector.

1.02 Principal activities

The principal activities of the Bank are to provide all kinds of conventional and Islamic commercial banking services to its customers through its branches, Islamic windows, SME centres, and vibrant alternative delivery channels in Bangladesh.

1.03 Islamic banking unit

NRBC Bank has got permission for Islamic Banking Business window vide memo no. BRPD (P-3)/745/00/2019-8274 dated 14 November 2019 and its soft operation inaugurated on 20 January 2020 of our 03 Branches. Bank is intended to expand operation all over the country in spirit of Islami Shariah.

1.04 NRBC Bank Securities Limited

NRBC Bank Securities Limited was formed as subsidiary company after getting approval from Bangladesh Bank following guidelines of the Bangladesh Securities and Exchange Commission (BSEC). It incorporated as company on 20 September 2015 bearing certificate of incorporation no. C-125604/2015 under the Companies Act 1994. The subsidiary company resumed its Commercial operation on December 12, 2016.

In addition to above, the Bank through its branches and non-banking subsidiary provides a diverse range of financial services and products in Bangladesh.

2 Basis of preparation of the Consolidated financial statements and Significant accounting policies

Consolidated financial statements and separate financial statements of the Bank comprise of Balance Sheet, Profit and Loss Account, Cash Flow Statement, Statement of Changes in Equity, Liquidity Statement and relevant notes and disclosures.

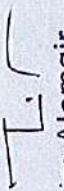
The Consolidated Financial statements of the Bank as at 31 December 2020 have been prepared under the historical cost convention except investments categorized under held for trading, right-of-use assets, lease liabilities, and in accordance with International Financial Reporting Standards (IFRS), the "First Schedule" (section-38) of the Banking Companies Act 1991, as amended by BRPD circular no. 34 dated 25 June 2003, the rules and regulations issued by Bangladesh Bank and other laws and rules applicable for the Bank.

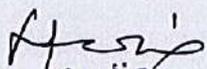
Consolidated financial statements and financial statements of the Bank have been prepared in accordance with the measurement and recognition requirements of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh.

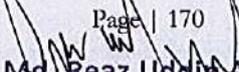
2.1 Basis of consolidation

Separate set of records for consolidating the financial statements of the Branches including Head office are maintained at the Head Office of the Bank, based on which these financial statements have been prepared. The consolidated financial statements of Bank and its Subsidiary M/L NRBC Bank Securities Limited have been prepared in accordance with the IFRS in "Consolidated Financial Statements". The consolidated financial statements have been prepared on basis of:

- i. Control over investee i.e. Subsidiary M/L NRBC Bank Securities Limited is 90% of its shareholding or voting right.


Tanzim Alamgir
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UCB Investment Limited


Golam Awlia
Managing Director & CEO
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Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 01
NRBC Commercial Bank Ltd.

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- ii Using uniform accounting policies for the transactions and other events in similar circumstances as well as common reporting period ended on 31 December 2010
- iii Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries
- iv Offset (eliminate) the carrying amount of the parent's investment in subsidiary and the parent's portion of equity of subsidiary
- v Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities

2.2 Statement of compliance:

The basis of preparation of financial statements of the Bank differ with those of IAS/IFRS and, therefore, the requirements of the Bank Companies Act 1991, Income Tax Ordinance 1988, VRT Act, 2012 and provisions and circulars issued by Bangladesh Bank shall prevail.

As such Bank has departed from those contradictory requirements of IAS/IFRS in order to comply with rules and regulations of Bangladesh Bank which are disclosed below:

L. Presentation of financial statements

IAS/IFRS: As per IAS 1, a complete set of financial statements comprises a statement of financial position, a statement of profit or loss and other comprehensive income, a statement of changes in equity, a statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparative information. IAS 1 has also stated the entity to disclose assets and liabilities under current and non-current classification separately in its statement of financial position.

Bangladesh Bank: A format of financial statements (i.e. balance sheet, profit and loss account, cash flows statement, changes (equity, liquidity statement) is prescribed in the "First Schedule" of section 38 of the Bank Company Act 1991 (amended up to 2012) and BRPD circular no. 14 dated 25 June 2003 of Bangladesh Bank. Assets and liabilities are not classified under current and non-current heading in the prescribed format of financial statements

II. Investment in shares and securities

IAS/IFRS: As per requirements of IFRS 9, the investment in shares and securities generally falls either under "at fair value through profit and loss account" or under "at fair value through other comprehensive income" where any change in the fair value of securities measured "at fair value through profit and loss account" is taken to profit and loss account and any changes in the fair value of securities measured "at fair value through other comprehensive income" is transfer to equity through other comprehensive income

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price revealed in the Stock exchange and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognized at cost.

III. Revaluation gains/losses on Government securities

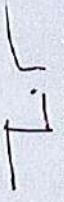
IAS/IFRS: As per requirement of IAS 39, T-bills and T-bonds fall under the category of "held for trading (HFT)" and "held to Maturity (HTM)". Any change in the fair value of held for trading assets is recognized through profit and loss account. Securities designated as "Held to Maturity (HTM)" are measured at amortised cost method and interest income is recognized through the profit and loss account

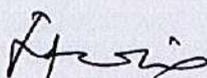
Bangladesh Bank: According to DOS Circular no. 02, dated 26 May 2003, DOS Circular no. 02, dated 20 January 2003, DOS Circular no. 04, dated 19 January 2011, the HTM securities are revalued once each week using MARKING TO MARKET concept and the HTM securities are amortized once a year according to Bangladesh Bank guidelines. The HTM securities are also revalued if they are reclassified to HFT category with the Board's approval

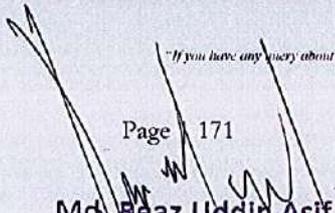
IV. Repo and reverse repo transactions

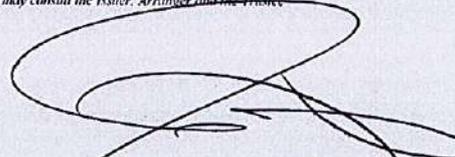
IFRS: As per IFRS 9 when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo), the arrangement is treated as a loan and the underlying asset continues to be recognized at amortized cost in the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

Bangladesh Bank: As per DOS Circular letter no. 6 dated 15 July 2010 and subsequent clarification in DOS Circular no 08 dated 30 January 2012 and DOS circular no. 2 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.


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Harunur Rashid
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NRB Commercial Bank Ltd

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v. Recognition of Lease Rent of the Office premises

IAS/IFRS: As per IFRS 16 is specify single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments.

Bangladesh Bank: As per BRPD circular no. 34 dated 25 June 2003 (First Schedule of under section 38 of Banking Company Act, 1993. Lease rent of the office Premises must be shown in the Profit and Loss account under "Rent, taxes, insurance, electricity etc."

Income Tax Ordinance 1984: According to section 53A of the act, where any specified person is a tenant/lessee in respect of a house property, the tenant has obligation to deduct tax from the rent of such house property which is preclude to treat it's shown Asset (right-of-use asset) and the lease liability instead of as direct expense.

VAT act, 2012: According to VAT S-074 (Place and establishment rent) refer to any person, Organization or Corporation, who or whose has got the right to use of the place and establishment for certain period or renewal after period expire against consideration. VAT will be payable on back of use of place and establishment for such period.

Despite of disproportion of IFRS 16 with BRPD circular no. 34 dated 25 June 2003 and Acts, Bank implemented IFRS 16 with retrospective for 2020 though its original implementation started January 01, 2019.

vi. Provision on loans and advances/investments

IAS/IFRS: As per IAS 36 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, BRPD circular No. 19 dated 27 December 2012 and BRPD circular no. 05 dated 29 May 2013 a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad loans has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 34 dated 25 June 2003 a general provision at 1% is required to be provided for all off-balance sheet exposures with having some exception. Such provision policies are not specifically in line with those prescribed by IAS 36 as well as IAS 39.

vii. Other comprehensive income

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

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements which are strictly to be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single Other Comprehensive Income (OCI) Statement. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

viii. Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categorize, recognise, measure and present financial instruments different from those prescribed in IAS 39. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

ix. Financial guarantees

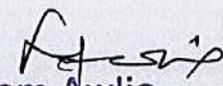
IFRS: As per IAS 39, financial guarantees are contracts which require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

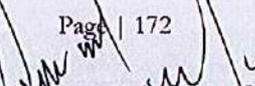
Bangladesh Bank: As per BRPD circular no. 34 dated 25 June 2003, financial guarantees such as letter of credit, letter of guarantee are to be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin.

x. Cash and cash equivalents

IFRS: Cash and cash equivalent items should be reported as cash item as per IAS 7.


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Bangladesh Bank: Some cash and cash equivalent items such as 'money at call and short notice', treasury bills, Bangladesh Bank bills and prime bonds are not prescribed to be shown as cash and cash equivalents. Money at call and short notice are presented on the face of the balance sheet, and treasury bills, prime bonds are shown in investment. However, in the cash flow statement, money at call and short notice and prime bonds are shown as cash and cash equivalents besides cash in hand, balance with Bangladesh Bank and other banks.

xi. Non-banking asset

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

Bangladesh Bank: As per BRPD circular no. 14, dated 25 June 2003 there must exist a face item named Non-banking asset.

xii. Cash flow statement

IFRS: The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is 'applied consistently'.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, cash flow is the mixture of direct and indirect methods.

xiii. Balance with Bangladesh Bank (Cash Reserve Requirement)

IFRS: Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day-to-day operations as per IAS 7.

Bangladesh Bank: Balance with Bangladesh Bank is treated as cash and cash equivalents.

xiv. Presentation of Intangible asset

IFRS: An intangible asset must be identified and recognised, and the disclosure must be given as per IAS 38

Bangladesh Bank: There is no regulation for intangible assets in BRPD circular no. 14 dated 25 June 2003

xv. Off-balance sheet items

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, off-balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet

xvi. Disclosure of appropriation of profit

IFRS: There is no requirement to show appropriation of profit in the face of statement of comprehensive income

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, an appropriation of profit should be disclosed on the face of Profit and Loss Account.

xvii. Loans and Advances/Investments net of provision

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, provision on loans and advances/investments are presented separately as liability and can not be netted off against loans and advances.

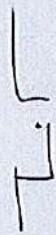
Also refer to the Note 2.13 Compliance of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS)

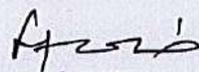
2.3 Functional and Presentational Currency

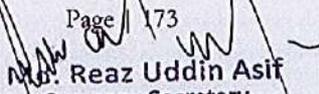
Financial statements of the Bank have been presented in Taka, which is the Bank's functional and presentational currency.

2.4 Materiality, Aggregation and Offsetting

The Bank aggregates each material class of similar items and separately which are dissimilar in nature or function unless those are immaterial. The Bank did not offset assets and liabilities or income and expense, unless required or permitted by IAS/IFRS.


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UCB Investment Limited


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Managing Director & CEO
NRB Commercial Bank Ltd.

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Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
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Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

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2.5 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following material items:

- Government Treasury Bills and Bonds designated as "Held for Trading (HTF)" at present value using mark to market concept with gain credited to revaluation reserve but loss charged to Profit and Loss Account.
- Government Treasury Bills and Bonds designated as "Held to Maturity (HTM)" at present value using amortization concept.
- Investment in Share and Securities under quoted are valued at market price revealed in the stock exchange
- Zero Coupon Bond at present value using amortization concept.

2.6 Use of Estimates and Judgments

The preparation of financial statements of the Bank required for management to make judgments, estimates and assumptions that affected the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions have been reviewed on going basis. Revisions of accounting estimates have been recognised in the period in which the estimates have been revised and in the future periods affected, if applicable.

Key estimates included the following:

- Loan loss provision
- Deferred Tax Assets/Liabilities
- Provision for other operating expenses

2.7 Foreign Currency Transactions:

Foreign currency transactions have been converted into equivalent Taka currency at the ruling exchange rates on the respective date of such transactions as per IAS 21 "The Effects of Changes in Foreign Exchange Rates" and "balances with other banks and financial institutions" have been converted as per directives of Bangladesh Bank vide circular no. BRPD (R) 717/2004-959 dated 21 November 2004.

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

Translation Gain and Losses

Gains or losses arising out of translation of foreign exchange have been included in the Profit and Loss account.

2.8 Cash Flow Statement

Cash Flow Statement is prepared principally in accordance with IAS 7 "Cash Flow Statement" under direct method as per the guidelines of BRPD circular no. 18 dated 24 June 2009. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. Cash flows during the period have been classified as operating activities, investing activities and financing activities.

2.9 Statement of Changes in Equity

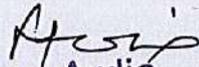
Statement of Changes in Equity has been prepared in accordance with IAS 1 "Presentation of Financial Statements" and following the guidelines of Bangladesh Bank BRPD circular no. 34 dated 25 June 2003.

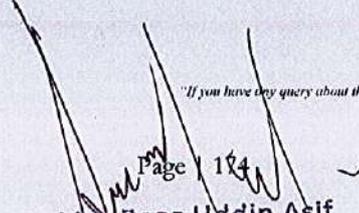
2.10 Liquidity Statement

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

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

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Managing Director & CEO
UCB Investment Limited


Golam Awlia
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2.1.1 Significant Accounting Policies

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

A Assets and basis of their valuation

I. Cash and cash equivalents

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

Cash equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

II. Investments

Investments have been initially recognised at cost, including acquisition charges associated with the investment. Government Treasury Bills and Bonds (categorized as HFT or/and HTM) are accounted for as per Bangladesh Bank DOS circular letter no. 65 dated 26 May 2008, DOS circular no. 05 dated 28 January 2009 and DOS Circular no. 02, dated 19 January 2012.

The valuation methods of investment used are:

Held to Maturity (HTM)

Investments which are intended to be held till maturity are classified as "Held to Maturity". These are measured at amortized cost at each year end by taking into account any discount or premium on acquisition. Premiums are amortized and discounted/ accreted, using the effective or historical yield method. Any increase or decrease in value of such investments is accounted for equity.

Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market weekly and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per Bangladesh Bank DOS Circular no. 05 dated 28 January 2009.

REPO and Reverse REPO

REPO and Reverse REPO are recorded based on DOS Circular no. 06, dated 15 July 2010 of Bangladesh Bank and subsequent clarification in DOS

Investments - Initial recognition and subsequent measurement at a glance

Value of investments has been enumerated as follows:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Treasury Bill / Bond (HFT)	Cost	Fair value	Loss to Profit & Loss Account, gain to Revaluation Reserve through Profit and Loss Account.
Treasury Bill / Bond (HTM)	Cost	Amortised value	Increase or decrease in value to equity.
Other security/Bond	Face value	None	None
Shares (Quoted) ** / ***	Cost	Lower of cost or market value	Loss (net) to Profit and Loss Account but no unrealized gain booking.
Prize Bond	Cost	None	None

* Provision has been made on unrealized loss (gain net off) according to DOS Circular no. 4, dated 24 November 2011.

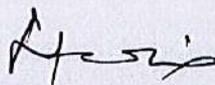
** Investment in the capital from special fund is reported as cost of acquisition basis and no unrealized loss provided in the profit and loss account as per DOS Circular no. 11, dated February 19, 2008.

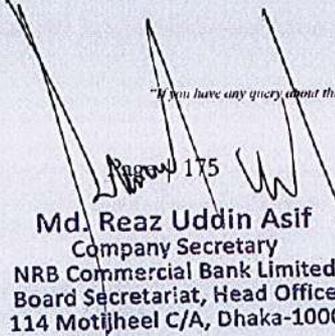
III. Loans, advances and provision

Loans and advances are stated at gross amounts at 31 December 2019

Interest is calculated on a daily product basis but charged and accounted for on accrual basis. Interest on classified loans and advances will be kept in suspense account as per Bangladesh Bank instructions and such interest is not accounted for as income until realized from borrowers. Interest is not charged on bad and loss loans/ investments as per guideline of Bangladesh Bank.


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Provision for loans and advances is made on the basis of quarter-end review by the management and as per instructions contained in BRPO Circular No. 14 dated 23 September 2012, BRPO Circular No. 19 dated 27 December 2012, BRPO Circular No. 05 dated 20 May 2013, BRPO Circular No. 16 dated November 18, 2014, BRPO Circular No. 12 dated August 20, 2018, BRPO Circular No. 15 dated 27 September 2018, BRPO Circular No. 01 dated 20 February 2018, BRPO Circular No. 07 dated 21 June 2018, BRPO Circular No. 03 dated 21 April 2019 and BRPO Circular Letter No. 07 dated 03 March 2020. The rates for provisions are stated below:

Types of loans and advances	General Provision		Specific Provision		
	LC	SMA	SS	DF	BL
Consumer Financing	2%	2%	20%	50%	100%
Credit Card Financing	2%	2%	20%	50%	100%
Finance Finance	1%	1%	20%	50%	100%
Professionals to set up business	2%	5%	20%	50%	100%
Other Consumers Finance	1%	1%	20%	50%	100%
Corporate, Micro and Small credits under CSMIE	0.25%	0.25%	5%	20%	100%
Special General Provision-COVID-19*	1%				
Loan Reschedule under One time Exit Scheme**		50%		50%	
Loans to brokerage house/DBS, Import/Export etc.	2%	5%	20%	50%	100%
Short-term asset credits and micro credits	1%		5%	5%	100%
All Other Credits	1%	1%	20%	50%	100%
Off balance sheet exposures except B/Ls for Collection			1%		

* According to BRPO Circular Letter No-52 dated December 10, 2020, 1% Special Covid Provision as General Provision on Loan account whose has taken deferral facilities

** Required provision for Loan Reschedule under One time Exit Scheme kept in General Provision and Specific Provision

*** However, as per BRPO Circular No. 05, dated March 24, 2021, All kind Continuous loan will not consider as classification loan if so expired subject due amount will be paid in Six Installment with June 30, 2022 and, the same way, Demand Loan loan will not consider as classification loan if so expired subject due amount will be paid in Six Installment with December 30, 2022.

iv. Property, Plant and Equipment:

Recognition and measurement

All fixed assets are stated at cost less accumulated depreciation as per IAS 16 "Property, Plant and Equipment". The cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire an asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognized in accordance with the specific requirements of the IFRS.

Property, plant & equipment are recognized if it is probable that future economic benefits associated with the assets will flow to the Bank and the cost of the assets can be measured reliably.

The cost of an item of Fixed Assets comprises:

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

Subsequent costs

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

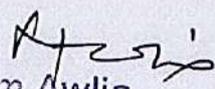
Depreciation

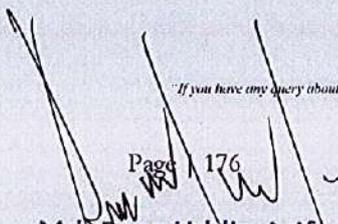
- Depreciation on fixed assets is charged on straight-line method irrespective of all assets. The rates of depreciation are as follows:

Category of asset	Rate of depreciation
Land	Nil
Building and Construction	2.50%
Furniture and Fixtures	10%
Equipment and Machinery	20%
Computer and Computer Equipment	20%
Intangible Assets/Bangladesh Made Computer Software	20%
Professionals and Reference Books	20%
Vehicles	20%
Leasehold Assets - Vehicles	20%


Tanzim Alamgir
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- Depreciation on fixed assets acquired during the year is charged from the month of their acquisition. Full month's depreciation is charged in the month of addition irrespective of the date of acquisition and no depreciation is charged in the month of their disposal.
- The cost and accumulated depreciation of disposed assets are eliminated from the fixed assets schedule.
- Useful life and method of depreciation of fixed assets will be reviewed periodically. If useful life of assets do not differ significantly as these were previously estimated, revaluation of assets does not consider to be done.
- Bank also follows a policy for amortization of expenditure considering the durability and useful life of items. These are treated as intangible assets and are booked under the head "Fixed Assets" and amortized over their estimated useful life by charging under the broad head "Depreciation".

Derecognition of fixed asset

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

Depreciation of Property, Plant & Equipment for Tax Purpose

The policy of Depreciation for tax purpose is different from accounting depreciation. According to third schedule of income tax ordinance, 1954, Depreciation is application on annual basis whatever it's purchased or to become workable condition. Equipment & Machinery in the Assets Management Software divided into Computer and Computer Equipment, Bangladesh Made Computer Software and Office Equipment & Machinery for accounting & tax purposes shown in the annexure-G & H. Differences of depreciation shall have effect on deferred assets or liabilities.

v. Accounting policy for IFRS 16 Leased Assets

The Bank has applied "IFRS 16: Lease" using the modified retrospective approach only for the year 2020 though the institute of Chartered Accountants of Bangladesh (ICAB) adapted January 01, 2019 and, therefore, the comparative information has not been restated and continues to be reported under IAS 17 and IFRIC 4 (Determining Whether an Arrangement Contains a Lease).

vi. Intangible Assets

According to IFRS-38, an intangible asset is recognized if-

- It is probable that the expected future economic benefits that are attributable to the assets will flow to the entity; and
- The cost of the assets can be measured reliably.

The software used by NRBC Bank represents the value of computer application software licensed for the use of the Bank. Software is carried out at cost less amortization/depreciation and any impairment losses. Initial cost comprise licensing fees paid at the time of purchase along with subsequent payment for user license and other directly attributable expenditure that are carried in customization of software for its intended use. Software is amortized/depreciated using the straight line method over the estimated useful life of 5 (five) years commencing from the month at which payment is made in line with third schedule of Income Ordinance-1954.

vii. Impairment of Assets

An asset is impaired when its carrying amount exceeds its recoverable amount as per IAS 36 "Impairment of Assets". The bank assesses at the end of each reporting period whether there is any indication that an asset may be impaired and/or whenever events or changes in circumstances indicate that the carrying value of the asset may not be recovered. If any such indication exists, the Bank and the subsidiaries make an estimate of the recoverable amount of the assets. The carrying amount of the asset is reduced to its recoverable amount, if the recoverable amount is less than its carrying amount and impairment losses are recognized in the profit and loss account. However, impairment of financial assets are guided by the relevant IB circulars/instructions and IAS 39.

No such impairment has been occurred/identified in the financial year 2019 except Loans and Advances which measured by relevant Bangladesh Bank Circulars.

viii. Other Assets

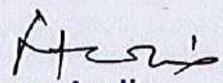
Other assets include advance for operating and capital expenditure, stocks of stationary and stamps, security deposits to government agencies etc. and such accounts may be quite insignificant in the overall financial condition of the Bank.

ix. Non-banking Assets

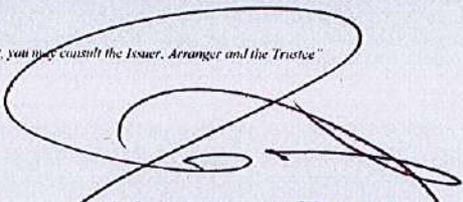
There are no assets acquired in exchange for loan during the period of financial statements.


Tanzim Alamgir
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■ Liabilities and Provisions:

i. Borrowings

Borrowings include call money, term borrowings and re-finance from other banks, financial institutions and Central Bank include interest bearing borrowings which are stated in the financial statements at principal amounts of the outstanding balance. Interest payables on such borrowings are reported under other liabilities.

ii. Deposits and Other Accounts

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

iii. Other Liabilities

Other liabilities are comprised of items such as provision for loans and advances/ investments, provision for taxes, interest payable on borrowing, interest suspense and accrued expenses etc.. Individual item-wise liabilities are recognized as per the guidelines of Bangladesh Bank and International Financial Reporting Standards (IFRS).

iv. Dividend Payable/Declaration

Dividend payable is recognized when it is recommended by Board of Directors. Final dividend is recognized when it is approved by the shareholders in AGM. Any dividend yet to propose/confirm for the year 2020, therefore, it has not been recognized as a liability in the balance sheet in accordance with IAS 10: "Events after the Reporting Period". Dividend payable to the Bank's shareholders is recognized as a liability if it is approved by the Shareholder in the Annual General Meeting and there upon shareholders' right to receive the payment will be established.

v. Provision for loans and advances

Provision for undclassified loans and advances is made on the basis of quarter end review as instructions contained in BRPD Circular no. 14 dated 23 September 2012 and BRPD Circular no. 19 dated 27 December 2012. Details are stated in Note 13.01 and 13.02.

vi. Provision for investment in capital market

For recognition of loss suffered from investment in capital market, provision has been made on unrealized loss (gain net off) according to DOS Circular No. 04 dated 24 November 2018 on portfolio basis. However, Clause (a) (2)(i) of DOS Circular 01, Dated February 20, 2020, no provision have to be provided till February 2025 for investment in the capital market by scheme of special fund.

vii. Provision for off-balance sheet exposures

In compliance with Bangladesh Bank guidelines, contingent liabilities have been disclosed under off-balance sheet items. As per BRPD Circular no.14 dated 23 September 2012 and related earlier circulars, the bank has been maintaining provision @ 1% against certain off-balance sheet exposures.

viii. Provision for other assets

Provision for other assets is made as per the guidelines mentioned (100% provision is required on other assets which are outstanding for one year and above) in the BRPD Circular No. 14 dated 25 June 2001.

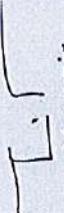
ix. Provision for nostro account balance.

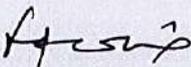
As per instructions contained in the circular letter no. FEFD (FEMO) / 01 / 2005-677 dated 13 September 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, provision is to be maintained for the un-reconciled debit balance of Nostro account more than 3 months as on the reporting date in these financials.

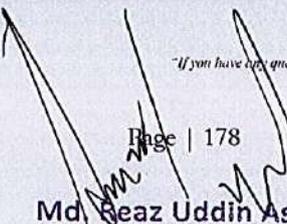
Since there is no unreconciled entries which are outstanding for more than 3 months. Therefore no provision has been made.

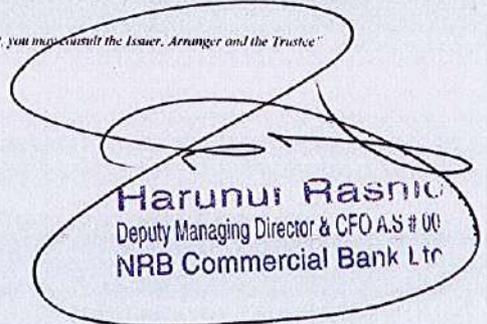
x. Provision for liabilities and accrued expenses

A provision is recognized in the balance sheet when the Bank has legal or constructive obligations as a result of past events and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with IAS 37 "Provision, Contingent Liabilities and Contingent Assets".


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No provision is recognised for any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank, or any present obligation that arises from past events and it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of obligation cannot be made. However, certain provisions on assets and liabilities are maintained in accordance with relevant Bangladesh Bank Circulars issued from time to time.

4. Contingent liabilities

Contingent liabilities which include certain guarantees and letters of credit pledged as collateral are possible obligations that arise from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank. Contingent liabilities are not recognised in the financial statements as per IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". However, disclosure on contingent liabilities have been made on the face of balance sheet under "Off-balance sheet items" as per the guidelines of BRPD Circular No. 14 dated 25 June 2003.

C Share capital and reserves

I. Authorized and issued capital

The authorized capital of the Bank is the maximum amount of share capital that the bank is authorized by its Memorandum and Articles of Association to issue (allocate) among shareholders. Part of the authorized capital can (and frequently does) remain unissued. This number can be changed by shareholders' approval upon fulfillment of related provisions of Companies Act 1994. The part of the authorized capital which has been issued to shareholders is referred to as the issued share capital of the bank.

Herewith ordinary shares are classified as equity which is transferable to another person/institution as restriction of transfer being expired.

II. Paid-up capital

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

Paid up capital stood at Tk. 5,825.00 million after duly approved 2% stock dividend on 6th Annual General Meeting (AGM) held at 07 June 2020.

NRB Commercial Bank Limited listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange (CSE) after getting letter of consent from Bangladesh Securities Exchange Commission vide their letter no. BSEC/C/IPO-307/2020/304, dated January 4, 2021. The DSE accorded the trading vide letter no. DSE/Listing/LIC/2021/1948 dated March 16, 2021 as DSE Trading Code for NRB Commercial Bank Limited is "NRBCBANK" and DSE Company Code is 111358 under "Bank" sector. On the other hand, The CSE accorded the trading vide letter no. CSE/Trade/LD/NRBCBANK/170 dated March 11, 2021 as CSE trading code for the scrip is "NRBCBANK" and CSE Company ID is "29354".

Following on IPO subscription of the bank from February 3 and February 9, 2021, Paid up capital will be stood at Tk. 7,025.00 million and shareholder from IPO will be entitled for dividend, if so recommend by Board and approve by AGM.

III. Statutory reserve

In compliance with the provision of Section 24 of Bank Companies Act 1991, the bank transfers at least 20% of its profit before tax to "Statutory Reserve Fund" each year until the sum of statutory reserve and share premium equals to the paid up capital of the bank.

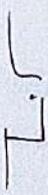
IV. Asset revaluation reserve

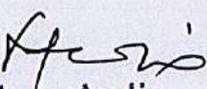
When an asset's carrying amount is increased as a result of revaluation, the increased amount is credited directly to equity under the heading of assets revaluation reserve as per IAS 16 "Property, Plant and Equipment". The bank is also required to follow the asset's revaluation guidelines issued by BSEC on 28 August 2014.

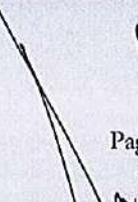
No asset's revaluation has occurred during the reported financial year.

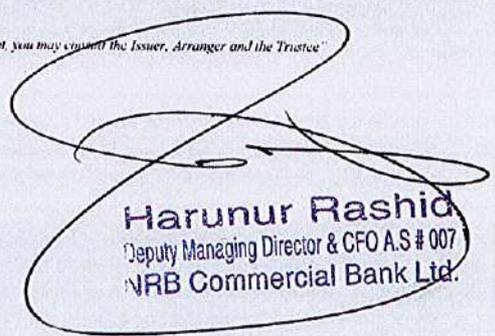
V. Reserve for Amortization/revaluation of securities

When a financial Asset is categorised under HTM or HTF and subsequent value of the asset is increased as a result of amortisation of assets or mark to market revaluation, the net increased amount (for HTM increase or decrease of book value and for HTF loss to P&L but gain to revaluation reserve through P&L) is credited directly to equity under the heading of reserve for amortization/revaluation of securities as per Bangladesh Bank Circular no. 04, 2010 dated 07/04/10.


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D Revenue Recognition

I. Interest Income

According to the IFRS 15 "Revenue from Contracts with Customers", the interest income is recognised on accrual basis. Interest on loans and advances is to be taken into income when such advances are classified as per BRPD circular no. 19 dated 27 December 2012 and is kept in interest suspense account. Interest on classified advances is accounted for as income when realized.

II. Profit on Investment (Islamic Banking)

Mark-up on investment is taken into income account proportionately from Unearned income account. Income/compensation on classified investments is transferred to profit/rent/compensation/suspense account instead of income account.

III. Interest Income from Investments

Interest income on investments in Government and other securities, debentures and bonds is accounted for on accrual basis.

IV. Fees and Commission Income

Fees and commission income on services provided by the Bank are recognised as and when the services are rendered. Commission charged to customers on letters of credit and letters of guarantee is credited to income at the time of effecting the transactions.

V. Income from Exchange

Exchange income includes all gains and losses from foreign currency's day to day transactions, conversions and revaluation of Non-Monetary items.

VI. Dividend Income

Dividend income from investments is recognised at the time when it is declared, ascertained and right to receive the payment is established.

VII. Interest paid on Deposits and Borrowings

Interest paid on deposits, borrowings, etc. is accounted for on accrual basis according to the IAS 1 "Presentation of Financial Statements".

VIII. Profit paid on deposits (Islamic Banking)

Profit paid to murabah deposits is recognised on accrual basis according to Income Sharing Ratio (ISR).

IX. Management and other expense

Expenses incurred by the Bank are recognised on actual and accrual basis.

X. Taxation

The expense is comprised of current and deferred tax. Current tax and deferred tax are recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity.

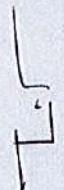
a. Current Tax

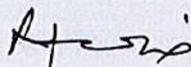
The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Bank's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

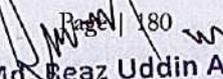
Provision for current income tax has been made on taxable income of the Bank @ 35% (except other business income i.e. 0% on gain of govt. securities, 10% on capital gain of trading shares in Secondary Market and 20% on dividend income) as prescribed in the Income Tax Ordinance 1984.

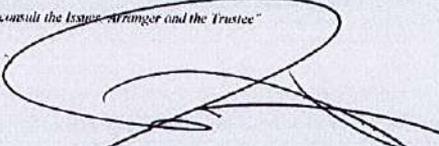
b. Deferred Tax

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences, unused tax losses, or unused tax credits can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.


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D Revenue Recognition

i. Interest Income

According to the IFRS 9 "Revenue from Contracts with Customers", the interest income is recognized on accrual basis. Interest on loans and advances (debits) to be taken into income when such advances are classified as per IFRS 9 paragraph 16 dated 27 December 2013 and is kept in interest suspense account. Interest on classified advances is accounted for as income when realized.

ii. Profit on Investment (Islamic Banking)

Mark up on investment is taken into income account proportionately from the direct income account. Income/compensation on classified investment is transferred to profit/loss/expense account/suspense account instead of income account.

iii. Interest Income from Investments

Interest income on investments in Government and other securities, debentures and bonds is accounted for on accrual basis.

iv. Fees and Commission Income

Fees and commission income on services provided by the Bank are recognized as and when the services are rendered. Commission charged to customers on letters of credit and letters of guarantee is credited to income at the time of effecting the transactions.

v. Income from Exchange

Exchange income includes all gains and losses from foreign currency's day to day transactions, conversions and revaluation of Non Monetary Items.

vi. Dividend Income

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

vii. Interest paid on Deposits and Borrowings

Interest paid on deposits, borrowings, etc. is accounted for on accrual basis according to the IAS 1 "Presentation of Financial Statements".

viii. Profit paid on deposits (Islamic Banking)

Profit paid to murabah deposits is recognized on accrual basis according to Income Sharing Ratio (ISR).

ix. Management and other expense

Expenses incurred by the Bank are recognized on actual and accrual basis.

x. Taxation

The expense is composed of current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to a business combination or items recognized directly in equity.

a. Current Tax

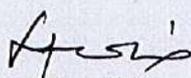
The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Bank's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

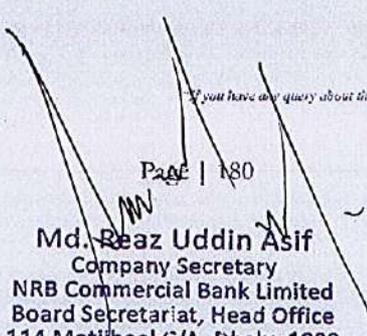
Provision for current income tax has been made on taxable income of the Bank @ 35% except other business income @ 4% on gain of govt. securities, 10% on capital gain of trading shares in Secondary Market and 20% on dividend income as prescribed in the Income Tax Ordinance 1988.

b. Deferred Tax

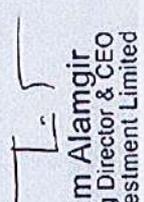
Deferred tax is recognized as differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences, unused tax losses or unused tax credits can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

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UCB Investment Limited

Deferred tax liabilities are recognized for taxable temporary differences arising on investments in subsidiaries and associates and interests in joint ventures, except where the Bank is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realized, based on tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax is charged or credited to the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the company intends to settle its current tax assets and liabilities on a net basis.

The impact of the changes in the deferred tax assets and liabilities has also been recognized in the Profit and Loss Statement as per IAS 12 'Income Taxes' (Note 8) and BRPD Circular no. 11 dated 12 December 2011.

4. Retirement/post employment benefits

The retirement benefits accrued for the employees of the Bank as on the reporting date have been accounted for in accordance with the provision of IAS 19 'Employee Benefits'. Bank of enumerating the retirement benefit schemes operated by the Bank are outlined below.

4.1 Defined contribution plans

Defined contribution plans are post employment benefit plans under which payments into the plan are fixed. Subsequent payments out of the plan to retired members are based on the size of the fund, meaning contributions that have been made into the scheme and investment returns on scheme assets. The Bank maintains one funded defined contribution plan i.e. 'Provident fund' for its employees under a separate trustee board.

Provident Fund

The Bank operates a contributory provident fund for its permanent employees funded by both the employees and the Bank equally. Employees contribute 10% of basic salary and the Bank contributes an equal amount. The Bank's contribution is made each month and recorded under salary and allowances. This fund is managed by a separate trustee board i.e. 'NRC Commercial Bank Limited Employees' Provident Fund' and any investment decision out of this fund is made separately from that of the Bank's funds. This fund has received approval from the National Board of Revenue on 02 September 2014.

4.2 Defined benefits

Defined benefit plans are post employment benefit plan other than defined contribution plans. These plans define the amount that retired members will receive from the plans during retirement, by reference to factors such as length of service and salary levels. Contributions are paid into the scheme based on policy of the plan approved by Board of Directors at its 284 meeting held on 03 March 2014. The Bank retains an obligation to make up any shortfall in a plan, thereby bearing the risk of the plan under performing. The Bank maintains one funded defined benefit plan 'Gratuity fund' for its employees under separate trustee committee.

Staff Gratuity Fund

The Bank operates a funded gratuity scheme approved by the National Board of Revenue with effect from 21 September 2014. The Gratuity Fund is managed separately by 'NRC Commercial Bank Limited Employees' Gratuity Fund Trust' and any investment decision out of this fund is made separately from that of the Bank's funds. The benefits payable to eligible employees (i.e. who have completed minimum 5 years of continuous service or the time of separation from the Bank. As per policy of the Bank, eligible employees are provided with the benefits equal to 2 monthly basic salary multiplied by varied rates as per service length.

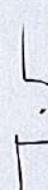
2.12 Reconciliation of Books of Account

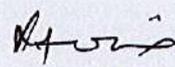
Books of accounts with regard to inter bank (in Bangladesh and outside Bangladesh) and inter branch transactions are reconciled and no material difference was found which may affect the financial statements significantly.

2.13 Earnings Per Share (EPS)

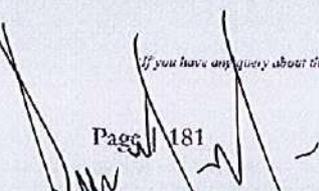
Basic Earnings Per Share

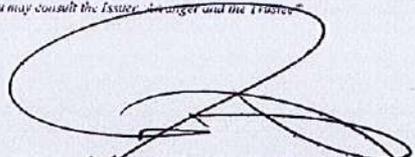
Basic earnings per share has been calculated in accordance with IAS 33 'Earnings Per Share' which has been shown in the face of the Profit and Loss Statement. This has been calculated by dividing the basic earnings by the total ordinary outstanding shares.


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Diluted Earnings Per Share

Diluted EPS is a calculation used to gauge the quality of a company's earnings per share (EPS) if all convertible securities were exercised. Convertible securities are all outstanding convertible preferred shares, convertible debentures, stock options, and warrants. Apart from above exercise of convertible securities, NRB Commercial Bank Limited increased its paid up by Tk. 1,200 million through IPO subscription of the Bank from February 1 and February 9, 2021 followed in letter of consent from Bangladesh Securities Exchange Commission vide their letter no. BSEC/IO/PO/397/2020/104, dated January 4, 2021.

Trading of share "NRBC-BANK" inaugurated on March 22, 2021 and Board meeting for dividend will be held after inauguration of trading date and, therefore, Shareholder through IPO will receive get dividend on record date basis as per issue rule 2019.

Hence, Diluted EPS is the outcome despite of common order of dilution that given in the note 41.

2.14 Directors' Responsibility on Statements

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

2.15 Memorandum Items

Memorandum items are maintained to have control over all important items and for such transactions where the Bank has only a business responsibility and no legal commitment. Bills for collection, Bank of Govt. saving certificates and all other fall under the memorandum items. However, Bills for Collection is shown under contingent liabilities as per Bangladesh Bank's format of reporting.

2.16 Off-Balance Sheet Items

Off-Balance Sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank's guideline.

In accordance with BRPD circular no. 35 dated 29 September 2012 and BRPD Circular No. 07 dated 21 June 2018, general provision @ 1% has been made on the outstanding balances of Off-Balance Sheet exposure except Bill for collection of the Bank as at 31 December 2018. Provision is made on the total exposure and amount of each margin or value of eligible collateral is not deducted while computing Off-Balance Sheet exposure.

2.17 Reporting Period

These financial statements of the Bank cover one calendar year from 1 January to 31 December.

2.18 Segment Reporting

As per IFRS 8 "Operating Segments", is a component of an entity.

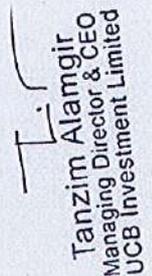
- a. that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity)
- b. whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- c. for which discrete financial information is available

Bank reported its segments in respect of business segment and geographical segment. Business segments are comprised of Conventional Banking, Islamic Banking and NRBC Bank Securities Limited. Geographical segments, report consist of location wise performance of above segments.

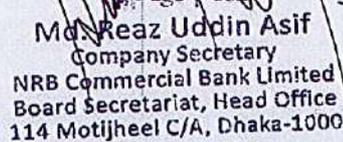
2.19 Compliance of International Accounting Standard (IAS) and International Financial Reporting Standards (IFRS)

While preparing the financial statements, Bank applied most of the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh as applicable to the Bank.

Sl No.	Name of IAS	No. of IAS	Status
1	Presentation of Financial Statements	1	Complied *
2	Income taxes	2	Complied
3	Statement of Cash Flows	7	Complied
4	Accounting Policies, Changes in Accounting Estimates and Errors	8	Complied
5	Factors after the Reporting Period	10	Complied
6	Provision Taxes	12	Complied
7	Property, Plant and Equipment	16	Complied *
8	Employee Benefits	19	Complied
9	Accounting for Government Grants and Disclosure of Government	20	N/A
10	The Effects of Changes in Foreign Exchange Rates	21	Complied
11	Revenue Costs	24	Complied
12	Related Party Disclosures	24	Complied
13	Accounting and Reporting by Retirement Benefit Plans	26	N/A **


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Sl No	Name of IFRS	No. of IFRS	Status
14	Separate Financial Statements	27	Completed
15	Intangibles - Identifiable	28	N/A
16	Financial Reporting - Measurement	29	N/A
17	Financial Instruments - Presentation	31	Completed *
18	Financial Reporting - Disclosure	32	Completed
19	Financial Reporting - Recognition	33	Completed
20	Impairment of Assets	36	Completed
21	Provisions, Contingent Liabilities and Contingent Assets	37	Completed
22	Intangible Assets	38	Completed
23	Financial Instruments - Recognition and Measurement	39	Completed *
24	Impairment of Property	40	Completed
25	Leases	41	N/A

Sl No	Name of IFRS	No. of IFRS	Status
1	Initial-time Adoption of International Financial Reporting Standards	1	N/A
2	Share Based Payment	2	N/A
3	Business Combinations	3	N/A
4	Insurance Contracts	4	N/A
5	Non-current Assets Held for Sale and Discontinued Operations	5	N/A
6	Exploration for and Evaluation of Mineral Resources	6	N/A
7	Financial Instruments - Disclosures	7	Completed *
8	Biological Assets	8	N/A
9	Financial Instruments - Measurement	9	N/A
10	Consolidated Financial Statements	10	Completed
11	Lease Arrangements	11	Completed
12	Disposal of Intangibles in Orderly Liquidation	12	Completed
13	Fair Value Measurement	13	Completed *
14	Regulatory Deferral Accounts	14	N/A
15	Revenue from Contracts with Customers	15	Completed *
16	Lease	16	Completed
17	Insurance Contracts	17	N/A

* In order to comply with certain specific rules and regulations of the local Central Bank (Bangladesh Bank) and National Board of Revenue which are different to IAS/IFRS, some of the requirements specified in their IAS/IFRS are not applied. Departure from IAS/IFRS mentioned in the note 2.1.

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

2.20 Regulatory and Legal Compliance

The Bank complies with the requirements of the following regulatory and legal authorities:

- (i) The Banking Companies Act 1991 (amendment upto 2018)
- (ii) The Companies Act 1994
- (iii) Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- (iv) The Securities and Exchange Rules 1987
- (v) The Income Tax Ordinance 2002 and Rules
- (vi) The Value Added Tax (VAT) 2012 and Rules 2014

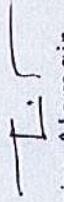
2.21 Risk Management

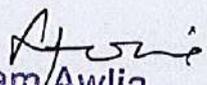
Risk is defined as uncertainties resulting in adverse variation of profitability or in losses, financial or otherwise. The risk management of the Bank covers core risk areas of banking viz. credit risk, liquidity risk, market risk that includes foreign exchange risk, interest rate risk, equity risk, operational risk and reputation risk. The objective of the risk management is that the Bank evaluates and takes well-calculated business risks and thereby safeguarding the Bank's capital, its financial resources and profitability from various business risks through its own measures and through implementation of Bangladesh Bank's guidelines and following some of the best practices as under:

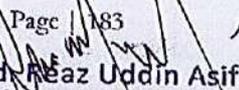
2.21.1 Credit Risk

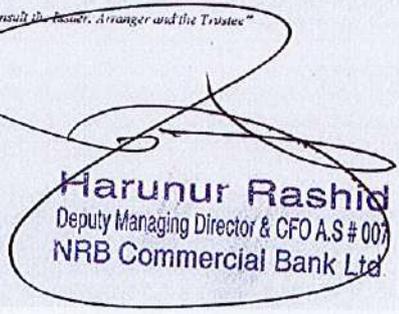
It arises mostly from lending, trade finance and treasury businesses. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counter party or decline in his/her financial condition. Therefore, the Bank's credit risk management activities have been designed to address all these issues.

The Bank has segregated duties of the officers / executives involved in credit related activities. A separate Corporate Division has been formed at Head Office which is entrusted with the duties of maintaining effective relationship with the customers, marketing of credit products, exploring new business opportunities, etc. Moreover, credit approval, administration, monitoring and recovery functions have been segregated for this purpose, two separate divisions have been formed within the Credit Division. These are (a) Credit Risk Management Division and (b) Credit Administrative Division. Credit Risk Management Division is entrusted with the duties of maintaining credit quality, assessing risk in lending to a particular customer, sanctioning credit, formulating policy / strategy for lending operation, etc.


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A thorough assessment is done before sanction of any credit facility at Credit Risk Management Division. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the proposed credit facility, etc. The assessment process starts at Corporate Division by the Relationship Manager / Officer and ends at Credit Risk Management Division when it is approved / disapproved by the competent authority. Credit approval authority has been delegated to the individual evaluators. Requests beyond their delegation are approved / disapproved by credit committee of the Management of the Bank or / the Executive Committee. Concentration of credit risk is shown in note 7.7.

In determining a single borrower / large loan limit, the instruments of Bangladesh Bank are strictly followed. Internal audit is conducted at periodical intervals to ensure compliance of Bank's and Regulatory policies. Loans are classified as per Bangladesh Bank's guidelines. Concentration of single borrower / large loan limits is shown in note 7.7.

2.21.2 Operational Risk

Operational risk may arise from error and fraud due to lack of internal control and compliance. Management through Internal Control and Compliance Division controls operational procedure of the Bank. Internal Control and Compliance Division undertakes periodical and special audit of the branches and departments at the Head Office for review of the operation and compliance of statutory requirements. The Audit Committee of the Board subsequently reviews the reports of the Internal Control and Compliance Division.

2.21.3 Market Risk

The exposure of market risk of the bank is restricted to foreign exchange risk, interest rate risk and equity risk.

Foreign Exchange Risk

Foreign exchange risk is defined as the potential change in earnings due to change in market prices. The foreign exchange risk of the bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other compliance requirements. Foreign exchange dealing of Bank's account was audited & reconciled during the year. Risk Office of Treasury Division and International Division jointly conducted the foreign exchange transactions and the Risk Office and the Bank Office of Treasury Division is responsible for verification of the debit and paying of their entries in the books of account. All foreign exchange transactions are revalued at market rate as determined by Bangladesh Bank at the month end. All income accounts are reconciled on a monthly basis and outstanding entry is reviewed by the Management for its settlement. The position maintained by the Bank at the end of day was within the stipulated limit prescribed by the Bangladesh Bank.

Interest Rate Risk

Interest rate risk may arise from trading portfolio and non trading portfolio. The trading portfolio of the Bank consists of government treasury bills, bonds, etc. The short term movement in interest rate is negligible or nil. Interest rate risk of non trading business arises from mismatches between the future yield of an asset and its funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis.

Equity Position Risk

Equity risk arises from movement in market value of equities held. The NRBC Bank duly reported the risk capital market movement and necessary provision has been made on diminution value in share.

2.21.4 Liquidity Risk comprising Asset Liability Management Risk

The object of liquidity risk management is to ensure that all foreseeable funding commitments and deposit withdrawals can be met when due. To this end, the Bank is maintaining a diversified and stable funding base comprising of core retail and corporate deposits and institutional balance. Management of liquidity and funding is carried out by Treasury department under approved policy guidelines. Treasury front office is supported by a very structured Back office. The liquidity management is monitored by Asset Liability Committee (ALCO) on a regular basis. A written contingency plan is in place to manage extreme situation.

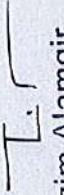
2.21.5 Money Laundering Risk

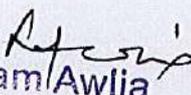
Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks, the Bank has a designated Chief Compliance Officer at Head Office and Compliance Officers at branches, who independently review the transactions of the accounts to verify suspicious transactions. Manuals for prevention of money laundering have been established and transaction profile has been introduced. Training is continuously given to all the category of Officers and staffs for developing awareness and skill for identifying suspicious activities/ transactions.

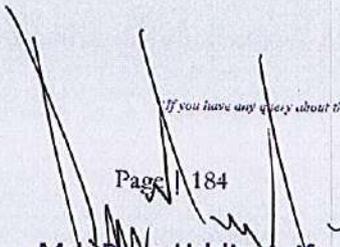
2.21.6 Information & Communication Technology (ICT) Security Risk

ICT security risk management is a threat to an information technology, data, critical systems and business processes. Bank exposed these risks through defining clear policies and procedure by assigning roles and responsibilities of the personnel, ongoing risk assessment, mitigation of risk involving identification of the risk sensitive area and implementing risk control mechanism, and establishing Data Centre (DC) & Disaster Recovery (DR) for physical security of ICT.

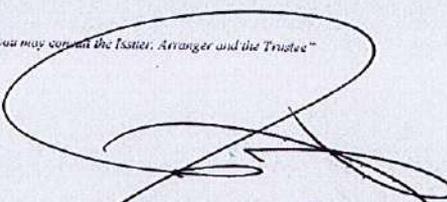
2.21.7 Internal Audit


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The Bank has established an independent internal audit function with the head of internal control & compliance (ICC) reporting directly to the chairman of audit committee. The internal audit team performs risk based audit on various business and operational areas of the Bank on continuous basis. The audit committee and the Board regularly reviews the internal audit reports as well as monitor progress of previous findings.

2.11.5 Prevention of Fraud and Forgeries

As per the requirement of Bangladesh Bank regular reportings are made on self-assessment of various anti-fraud controls as well as any incident of fraud and forgeries that have been identified by the Bank. Regular staff training and awareness programs are taken to ensure that all officers and staff of the Bank are fully aware of various fraud risks in their work areas and prepare them to deal efficiently. However, no such incident of fraud and forgeries has not been identified in the period ended June 30, 2020.

2.22 Credit rating of the Bank

Credit Rating Information and Scores Ltd. (CRISIL) (a joint venture rating agency of Rating Agency Malaysia Berhad (RAM) JCR-VIS Credit Rating Company Ltd., Pakistan, Prime Commercial Bank Ltd., Pakistan and Local Corporate Services Bangladesh) was engaged by the Bank for the purpose of rating the bank as per BRPD Circular No. 6 dated July 2006. The following ratings have been awarded:

Particulars	Periods	Date of Rating	Long term	Short term
Initial Rating	16 April to December 2008	24 Jun 08	BBB+	ST-1
Surveillance Rating	2009	22 Feb 10	A-	ST-1
Surveillance Rating	2010	20 Mar 10	A	ST-2
Surveillance Rating	2011	04 Apr 11	A	ST-3
Surveillance Rating	2012	23 Jun 12	A	ST-3
Surveillance Rating	2013	30 May 13	A	ST-2
Surveillance Rating	2014	19 Aug 14	A	ST-2

2.23 Events after Reporting Period

As per IAS 10 "Events after Reporting Period" events after the reporting period are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

(a) those that provide evidence of conditions that existed at the end of the reporting period (during events after the reporting period); and

(b) those that are indicative of conditions that arose after the reporting period (for adjusting events after the reporting period).

In pursuance of 2(a) as mentioned above, event after reporting periods in the Note-49

2.24 Related party disclosures

A party is related to the company if:

- (i) directly or indirectly, through one or more intermediaries, the party controls, is controlled by, or is under common control with, the company; has an interest in the company that gives it significant influence over the company, or has joint control over the company;
- (ii) the party is an associate;
- (iii) the party is a joint venture;
- (iv) the party is a member of the key management personnel of the Company or its parent;
- (v) the party is a close member of the family of any individual referred to in (i) or (iv);
- (vi) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (i) or (v); or
- (vii) the party is a post-employment benefit plan for the benefit of employees of the company, or of any entity that is a related party of the company.

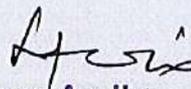
Details of the related party transactions have been disclosed in **Annexure-4**

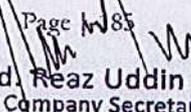
2.25 Implementation of IFRS 16 and its relevant assumptions

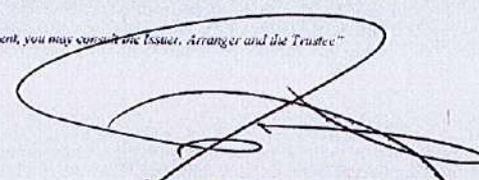
IFRS 16, "Leases" came into force on 01 January 2019, as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). But NRBC applied the IFRS 16 one year later i.e., from 01 January 2020 using the modified retrospective approach considering threshold level with the paid capital where the Bank measured the lease liability at the present value of the remaining lease payments, discounted it using the bank's incremental borrowing rate at the date of initial application, and recognized a right-of-use asset at the date of initial application based on following criteria:

- i. Materiality threshold is 1% discounted lease liability up to Lease term with lessor) of capital of the Bank Tk 7,025,769,580 (including IFRS 16 adjustment) for right of use of assets
- ii. Implicit incremental borrowing rate is used for discounting the lease payment based on Treasury bill/bond rate supporting lease term 2-7 years. As such 5 years T-bill/bond rate 8.86% of January 2020 has been used for those contracts having weighted average lease term of 5 years or more implemented from the date of initial application 01/01/2020.


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UCB Investment Limited


Golam Awlia
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NRB Commercial Bank Ltd.

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- ii. Right of use assets are being depreciated over the respective lease term;
- iii. fixed payments (including in substance fixed payments if any);
- iv. amounts expected to be payable under a residual value guarantee, if any; and
- v. Lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

Right of use assets

The right of use asset is initially measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred. The right of use assets are subsequently depreciated over the lease term using a straight-line basis as it closely reflects the expected pattern of consumption of future economic benefits. The right of use assets are to be reduced by impairment losses, if any, and adjusted for certain remeasurements of lease liability. Right of use assets are recognized using cost model.

Lease liabilities against right of use assets

The lease liability is initially measured at present value of lease payments to be made over lease term, discounted using bank's incremental weighted average borrowing rate. The lease liability shall be subsequently measured at amortized cost using the effective interest rate method i.e. increase by interest cost on lease liability and decrease by lease payments made.

Short-term leases and leases of low-value asset along with threshold level 1% of capital

The bank applies threshold below 2% discounted lease payment of paid-up capital for time being. Apart from this, the bank also applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are low-value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

2.26 Audit Committee of the Board of Directors

ii) Functions of the Audit Committee

The Audit Committee is a Committee of the Board of Directors responsible for oversight of the firm's all reporting process, selection of the external auditor, and review of the audit reports, both internal & external. The Committee assists the Board of Directors to fulfill its corporate governance and oversees the responsibilities in relation to the firm's financial reporting, internal control system, internal & external audit functions, and compliance with applicable laws, rules & regulations. The main responsibilities of the Audit Committee are as follows:

- Review the adequacy of Internal Control System;
- Review Financial Reporting Process & Financial Statements;
- Review Internal Audit & Inspection Reports and External Auditor's Report (Management Report);
- Monitor the Internal Control Risk Management Process and Compliance Culture;
- Recommendation for appointment of External Auditor;
- Compliance of Rules & regulations, etc.

iii) Particulars of Audit Committee

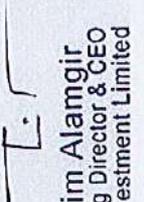
The Audit Committee of the Board was reconstituted in the 138th Meeting of the Board of Directors of the Bank held on November 03, 2020 in accordance with the BRPD Circular No. 11 dated October 27, 2021 issued by Bangladesh Bank endorsing 05 (five) Director of the Board as under:

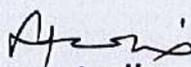
Sl.	Name	Status with the Committee	Status with the Board
1.	Mr. Air Chief Marshal Abu Larat (Retd)	Chairman	Independent Director
2.	Mr. Rafiqul Islam Mia Anwar	Member	Director
3.	Mr. Md. Kamrul Hossain	Member	Director
4.	Mr. Arif Maksudur Rahman	Member	Director
5.	Mr. Rashed Maksudur Rahman	Member	Independent Director

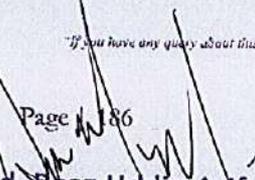
As per regulatory guidelines, the Company Secretary of the Bank acts as the Secretary to the Audit Committee. Senior officials of the Bank attend the Meeting's deliberations.

Meetings of the Audit Committee and Major Focused Area

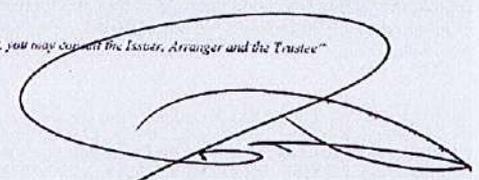
Bangladesh Bank has suggested banks to hold at least 04 meetings in a year. The Audit Committee of NRB Commercial Bank Limited held (six) meetings in the year 2020 and had detailed discussions and review sessions with the Heads of Internal Control & Compliance, Credit Risk Management, Special Asset Management, Chief Financial Officer and other Senior Bank Officials to discuss the Bank's Financial Reporting, Audit Review, Internal Control & Compliance position, recovery of Non-Performing Loans (NPL) and other relevant matters. Further the Committee discussed about the audited findings and remedial suggestions on various issues that need improvement. The Audit Committee instructed the Bank management to implement the remedial suggestions and report back to the Committee. The Audit Committee instructed the Bank management to implement the remedial suggestions and report back to the Committee.


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Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
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Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

Sl. No.	Audit Committee Meeting	Date of Meeting
1	30 th Meeting of the Audit Committee	05 Jan 20
2	31 st Meeting of the Audit Committee	25 Mar 20
3	32 nd Meeting of the Audit Committee	24 Jul 20
4	33 rd Meeting of the Audit Committee	17 Aug 20
5	34 th Meeting of the Audit Committee	17 Nov 20
6	35 th Meeting of the Audit Committee	27 Dec 20

During the year 2020, under review, the Committee, inter alia, focused on the following activities:

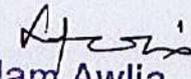
1. Reviewed the major findings identified by the Internal Auditors with a view to take corrective action on time.
2. Reviewed the major findings identified by Bangladesh Bank through its Inspection Reports and advised the Management of the bank to take correct steps for rectification of lapses/irregularities towards fulfilling the compliance requirements of the regulator.
3. Examined whether the findings & recommendations made by the Internal Auditors for removing the irregularities are duly acted upon by the Management in running the affairs of the bank.
4. Placed Compliance Reports/Memors before the Board detailing the decisions taken/recommendations made by the Committee in its various Meetings for information/for reference of the Board.
5. Reviewed the audited Financial Statement of the bank and recommended the same to the board for consideration.
6. Reviewed the Annual Health Report of the bank for placing before the Board of Directors ultimately to forward to Banking Regulation & Policy Department (BRPD) of Bangladesh Bank as regulatory requirement.
7. Monitored the Internal Control Mechanism of the bank through using various control tools like Risk, IFRS, SOX, Self Assessment of A/R, Fraud Internal Control Checklist, OPI for Supervision, etc. time to time and provide effective recommendations to improve the overall system.

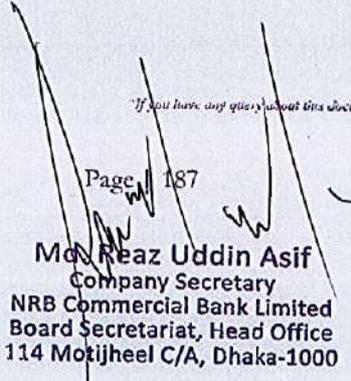
2.27 These financial statements were reviewed by the Audit Committee of the Board of NRBC Bank Limited in its 35th meeting held on April 26, 2021 and was subsequently approved by the Board in its 115th Board Meeting held on June 29, 2021.

2.28 General

1. Figures relating to the previous year included in this report have been rearranged, wherever considered necessary, to make them comparable with those of the current year without, however, changing any impact, except mentioned above, on the operating result and value of assets and liabilities as reported in the financial statements for the current year.
2. Figures in these notes and in the annexed financial statements have been rounded off to the nearest Taka.
3. These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.


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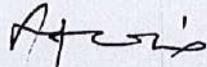

Farunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd.

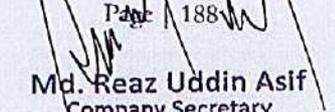
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	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
3 Cash:		
<u>Conventional and Islamic banking</u>		
Cash in hand (including foreign currencies):	(Note: 3.1)	
Balance with Bangladesh Bank and its agent bank(s)	(Note: 3.2)	
	1,689,246,856	1,797,747,992
	4,402,662,974	4,017,845,366
	6,091,909,830	5,815,593,357
3a Consolidated Cash:		
NRBC Bank Limited	6,091,909,830	5,815,593,357
NRBC Bank Securities Limited	39,295	44,807,968
	6,091,909,830	5,860,401,325
3.1 Cash in hand (including foreign currencies):		
<u>Conventional and Islamic banking</u>		
In local currency	(Note: 3.1.1)	
In foreign currency		
	1,674,144,287	1,767,941,417
	15,102,569	30,205,174
	1,689,246,856	1,797,747,991
3.1.1 Cash In Hand:		
<u>Conventional and Islamic banking</u>		
Cash in Hand	1,629,529,787	1,720,408,917
Cash at ATM and Branch Agent Point	44,616,560	67,135,500
	1,674,144,287	1,787,544,417
3.1a Consolidated Cash In Hand (including Foreign Currency)		
NRBC Bank Limited	1,689,246,856	1,797,747,991
NRBC Bank Securities Limited	39,295	44,807,968
	1,689,286,151	1,842,555,959
3.2 Balance with Bangladesh Bank and its agent bank(s)		
<u>Conventional and Islamic banking</u>		
In local currency (LCY)	(Note: 3.2.1)	
In foreign currency (FCY)	(Note: 3.2.2)	
	3,827,791,526	3,871,522,100
	360,852,919	78,093,897
	4,208,644,445	3,951,615,997
Sonali Bank Ltd. (as an agent bank of Bangladesh bank) - local currency	194,218,526	81,229,379.31
	4,402,662,974	4,037,845,366
3.2a Balance with Bangladesh Bank and its agent bank(s)		
NRBC Bank Limited	4,402,662,974	4,037,845,366
NRBC Bank Securities Limited		
	4,402,662,974	4,037,845,366
3.2.1 Balance with Bangladesh Bank and its agent bank(s) LCY		
<u>Conventional and Islamic banking</u>		
Bangladesh Bank, Dhaka Office	1,297,818,959	3,862,718,766
Bangladesh Bank, Dhaka Office, Islamic Banking Wings	23,963,000	
Bangladesh Bank, Chittagong Office	1,568,986	677,961
Bangladesh Bank, Barisal Office	261,339	74,435
Bangladesh Bank, Sylhet Office	2,767,197	368,014
Bangladesh Bank, Rangpur Office	177,264	977,177
Bangladesh Bank, Khulna Office	306,187	781,395
Bangladesh Bank, Rajshahi Office	813,899	7,774,478
Bangladesh Bank, Bogra Office	95,695	404,871
	3,827,791,526	3,871,522,100

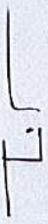
Reconciliation between Bangladesh Bank statement and Bank's book

Particular	As per Bangladesh Bank Statement	As Per Bank's General ledger	Reconciling Difference
Bangladesh Bank, Dhaka Office	4,017,329,775	3,797,819,959	219,509,816
Bangladesh Bank, Dhaka Office, Islamic Banking Wings	23,963,000	23,963,000	
Bangladesh Bank, Chittagong Office	1,568,986	1,568,986	
Bangladesh Bank, Barisal Office	261,339	261,339	30,000
Bangladesh Bank, Sylhet Office	2,767,197	2,767,197	
Bangladesh Bank, Rangpur Office	177,264	177,264	
Bangladesh Bank, Khulna Office	306,187	306,187	
Bangladesh Bank, Rajshahi Office	813,899	813,899	
Bangladesh Bank, Bogra Office	95,695	95,695	
	4,047,802,342	3,827,791,526	219,510,816


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UCB Investment Limited

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	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
Bank credited but not debited by Bangladesh Bank		1,925,942
Bank debited but not credited by Bangladesh Bank		(41,752,472)
Bangladesh Bank credited but not debited by Bank		567,654,526
Bangladesh Bank debited but not credited by Bank		(253,135,769)
		219,510,816

	at Dec 31, 2020	at Dec 31, 2019
FC Clearing US Dollar	180,277,946	77,895,511
FC Clearing EURO	214,483	198,172
	180,492,429	78,093,683

	at Dec 31, 2020	at Dec 31, 2019
Repayable on demand	180,492,429	78,093,683
- up to 3 months		
- over 3 months but below 1 year		
- over 1 year but below 5 years		
- over 5 years		

3.2.2 Balance with Bangladesh Bank - FCY
Conventional and Islamic Banking
 FC Clearing US Dollar
 FC Clearing EURO

Details of Balance with BB (FCY Write) Account and reconciliation between Bangladesh Bank statement and Bank's book reconciliation are given in **Annexure A**

3.2.3 Maturity grouping of balance with other banks

3.3 Statutory deposits:
Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)

Cash reserve requirement and statutory liquidity ratio have been calculated and maintained in accordance with clause 2 of section 23 of Bank Company Act -1992 (Amended upto 2020) along with and CCB's circular no. 01 dated 19 January 2020.

The statutory Cash Reserve Requirement (CRR) is calculated on the Bank's average total demand and time liabilities (ATDTL) and maintained accordingly with Bangladesh Bank in current account while Statutory Liquidity Ratio (SLR) is in the form of treasury bills and bonds including foreign currency balance with Bangladesh Bank. Both the reserves are maintained by the Bank in excess of the statutory requirements, as shown below:

A. Cash Reserve Requirement (CRR) :
 As per Bangladesh Bank FPO Circular No. 03 dated April 09, 2020, Bank maintained CRR of minimum 3.50% on daily basis and 4.00% on bi-weekly basis on average total demand and time liabilities (ATDTL) of the base month which is two months back of reporting month (i.e. CRR of December 2020 is based on weekly/ bi-weekly average balance of October 2020).

	at Dec 31, 2020	at Dec 31, 2019
Average time and demand liabilities (including inter-bank deposit)	81,549,165,000	67,755,254,000
Required Reserve (3.5% on daily basis of Average Time and Demand Liabilities)	2,854,220,775	2,371,762,900
Actual reserve maintained with Bangladesh Bank	3,587,620,971	3,771,262,005
Surplus (Maintained over requirement)	558,400,196	385,499,105

B. Bi-weekly cumulative Position

	at Dec 31, 2020	at Dec 31, 2019
Average time and demand liabilities (including inter-bank deposit)	86,542,385,000	67,755,254,000
Required Reserve (4.00% on bi-weekly basis of Average Time and Demand Liabilities)	3,461,696,600	2,726,338,972
Average actual reserve maintained	3,587,620,971	3,771,262,005
Surplus (Maintained over requirement)	125,654,371	46,723,033

Tanzim Alamgir
 Managing Director & CEO
 UCB Investment Limited

Handwritten Signature
Golam Awlia
 Managing Director & CEO
 NRB Commercial Bank Ltd.

Handwritten Signature
Md. Reaz Uddin Asif
 Company Secretary
 NRB Commercial Bank Limited
 Board Secretariat, Head Office
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Handwritten Signature
Harunur Rashid
 Deputy Managing Director & CFO A.S # 007
 NRB Commercial Bank Ltd.

at Dec 31, 2020	at Dec 31, 2019
Taka	Taka

Islamic Banking

i. Liability Position as on the reporting date:

Average time and demand liabilities (excluding inter-bank deposits)	287,263,000
Required Reserve (3.75% on daily basis of Average Time and Demand Liabilities)	8,405,700
Actual reserve maintained with Bangladesh Bank	60,872,670
Surplus (Maintained over requirement)	52,466,965

ii. Bi-weekly cumulative Position

Average time and demand liabilities (excluding inter-bank deposits)	240,263,000
Required Reserve (4.00% on bi-weekly basis of Average Time and Demand Liabilities)	9,606,520
Average actual reserve maintained	63,872,670
Surplus (Maintained over requirement)	54,266,150

B. Statutory Liquidity Ratio (SLR) of 13% Average Demand and Time Liabilities

Conventional Banking

As per clause 7 of section 33 of Bank Company Act, 1990 (Amended upto 2018) & DQs circular No. 01 dated 19 January 2014 of Bangladesh Bank (effective from 01 February 2014), all scheduled banks have to maintain SLR of minimum 13% based on average total demand and time liabilities (ATDTL) of the Base month which is two months back of the reporting month.

Average time and demand liabilities (excluding inter-bank deposit)	86,549,205,000	67,755,254,000
Required reserve of SLR (13% on basis of Average Time & Demand Liabilities)	11,251,393,650	8,808,189,020
Average Actual SLR maintained (Details in the note C)	26,369,107,310	26,764,949,415
Surplus / (deficit)	14,908,775,660	7,476,766,405

Islamic Banking

Average time and demand liabilities (excluding inter-bank deposit)	240,263,000
Required reserve of SLR (5% on basis of Average Time & Demand Liabilities)	12,013,150
Average Actual SLR maintained (Details in the note C)	81,334,181
Surplus / (deficit)	68,125,218

C. Components of Statutory Liquidity Ratio (SLR)

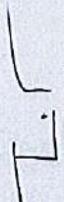
Conventional Banking

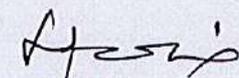
Ave. Cash in hand including Foreign Currency	1,429,925,566	1,490,463,179
Ave. Excess Reserve of Bi-weekly @4% under CRR Bal with Bangladesh Bank	226,382,540	67,343,769
Ave. Unencumbered approved securities (HFM)	12,900,182,809	9,249,448,318
Ave. Unencumbered approved securities (HFI)	11,602,617,805	5,430,120,201
Ave. Other eligible security i.e. infra bond	2,118,090	1,348,253
Total	26,160,167,810	16,284,949,425

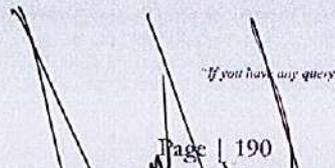
Islamic Banking

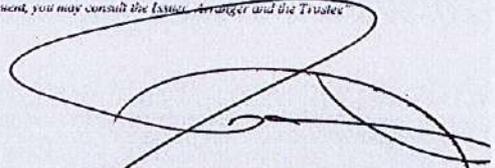
Cash in hand	6,410,443
Excess of CRR - Balance with Bangladesh Bank	51,266
Government securities	61,663,513
Total	68,125,218

BRPD Circular No. 02 dated 25/02/2019 and BRPD Circular Letter No. 09 dated 27/05/2019 on Policy for Offshore Banking Operation of the banks in Bangladesh is not applicable for Bank. Hence refer to DQs Circular Letter No. 24 dated 19/08/2019 has no obligation to maintain CRR and SLR.


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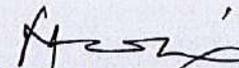

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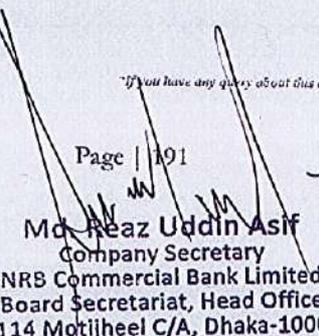
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	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
4 Balance with other banks and financial institutions		
<u>In Bangladesh</u>		
Conventional and Islamic banking (Note: 4.1)	2,591,584,606	1,888,364,503
<u>Outside Bangladesh</u>		
Conventional and Islamic banking (Note: 4.2)	909,037,455	146,159,118
	3,500,622,061	2,034,523,621
4a Consolidated Balance with other banks and financial institutions		
In Bangladesh (Note: 4.1a)	2,475,588,503	1,858,238,999
Outside Bangladesh (Note: 4.2a)	406,613,255	146,159,316
	2,882,201,758	2,004,398,315
4.1 Conventional and Islamic banking in Bangladesh		
i. Current Deposits:		
Bank Asia Ltd., Rutherford Br.	643	830
Standard Bank Ltd., Principal Br.		462
NCC Bank Ltd., Dhaka Br.	1,273,383	1,929,507
Sonali Bank Ltd., Rangpur Corporate Br.	26,029,127	10,041,543
Sonali Bank Ltd., Gopalganj Br.	11,894,006	11,863,697
Jamuna Bank Ltd. Maintained by Branches / Sub Branches	2,520,479	
Agrani Bank Ltd. Maintained by Sub Branches	1,455,194	
Sonali Bank Ltd., Feni Br.	16,063,661	8,772,431
	101,235,498	34,598,481
ii. Special Notice Deposits		
Meritable Bank Ltd., Main Br.	13,136,296	27,655,707
Meritable Bank Ltd., Sylhet Br.	2,770	4,536
Ainaha Bank Ltd., Local Office	18,037,811	11,822,238
Meritable Bank Ltd., Rajshahi Br.		914
Southeast Bank Ltd., Principal Br.	30,075,602	21,911,912
NCC Bank Ltd., Motijheel Br.	23,095,570	32,071,074
Eastern Bank Ltd., Principal Br.	3,130,614	35,876,543
Jamuna Bank Ltd., FEK Br.	44,117,468	18,775,497
Agrani Bank Ltd., Principal Br.	286,011,528	207,923,617
Agrani Bank Ltd., Secargaon Br.	80,619	12,311,831
Khalna Corp. Branch, Sonali Bank Ltd.	4,189	19,384
Sonali Bank Ltd. Tangail Br.	3,657	1,520
Sonali Bank Ltd. Fataingdi Br.	5,469,304	1,111,508
Sonali Bank Ltd., Mantul Mahanagar Branch	633,223	18,136,242
Sonali Bank Ltd., Dikruha Corporate Branch	62,398,911	43,408,623
Sonali Bank Ltd., B.U.S.E. Dhaka Branch	153,501,391	
Agrani Bank Ltd. Maintained by Sub Branch	35,290	
Jamuna Bank Ltd. Maintained by Sub Branch	293	
Trust Bank Ltd., Dilkhusha Corp Br. (Trust Settlement A/c)	17,153,338	1,360,157
Southeast Bank Limited, Motijheel Islamic Banking Branch (Islamic)	659,709	
First Security Islamic Bank, Dikruha Branch	5,054,114	
Sonali Islamic Bank Limited, Principal Branch	5,998,975	
Union Bank Limited, Elephant Road Branch (Islamic)	20,000,000	
	718,790,319	333,567,947
iii. Fixed Deposits Receipt (FDRs)		
FDR placement to NBFFs **	1,502,722,481	1,481,475,521
FDR placement to Banks **	60,000,000	
Branch Limited (Money Transfer A/c)	4,321,101	1,210,470
	1,626,544,582	1,482,685,991
** Details of Placement with Bank & NBFF in Annexure B		
iv. Balance with Brokerage Houses Trading A/C		
MBL Securities Ltd.	33,458	34,408
NDPC Securities Ltd.	9,418	10,788
NRBC Bank Securities Ltd.	143,088,308	37,466,834
	143,111,204	37,512,000

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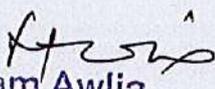

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

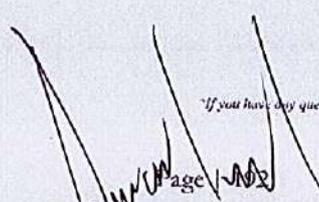

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Md. Reaz Uddin Asif
Company Secretary
NRS Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

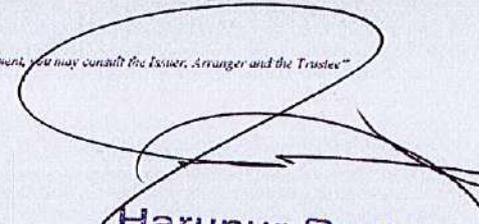

Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

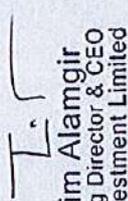
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

	at Dec 31, 2020 Taka	at Dec 31, 2019 Taka
4.1a Consolidated in Bangladesh		
NRBC Bank Limited	2,591,101,600	1,888,364,501
NRBC Bank Securities Limited	1,06,436,023	69,055,060
Less: Inter-company transactions	2,787,560,279	1,957,459,560
	335,251,727	95,213,431
	2,473,508,902	1,858,218,109
4.2 Conventional and Islamic banking Outside Bangladesh		
Current Deposits:		
Habib American Bank N.Y. USD	994,522,879	56,607,996
Mashreq Bank FSC N.Y. USD	377,138,903	64,391,142
AB Bank Ltd Mumbai, A/cu Dollar	12,518,569	1,776,027
Mashreq Bank FSC London GBP		10,594
United Bank of India, Kolkata, A/cu Dollar	281,849	2,011,390
United Bank of India, Kolkata, A/cu Euro	1,501,507	91,688
Mashreq Bank Mumbai, A/cu Dollar	1,096,755	197,444
National Bank Of Pakistan, Tokyo, Jpy	3,644,081	2,991,441
Kookmin Bank, Seoul, Korea	7,358,211	1,974,517
Habib Metro Bank Limited, Karachi, A/cu Dollar	207,081	5,420,789
Axis Bank Limited, India	2,136,087	10,391,581
Banka UAE S.P.A., Italy	2,057,290	111,246
Kookmin Bank, Korea Republic	5,542,006	120,254
Bank of Huzhou, China	446,017	
	909,933,455	146,199,314
<i>Details of Source, Source of funds conversion and strategic use position in the Appendix F</i>		
4.2.1 maturity grouping of balance with other banks		
Repayable		
on demand	909,933,455	146,199,314
- up to 3 months		
- over 3 months but below 1 year		
- over 1 year but below 5 years		
- over 5 years		
	909,933,455	146,199,314
4.2a Consolidated Outside Bangladesh (Nostro Accounts)		
NRBC Bank Limited	909,933,455	146,199,314
NRBC Bank Securities Limited		
Less: Inter-company transaction	909,933,455	146,199,314
	909,933,455	146,199,314
4.3 Account wise/grouping of balance with other banks and financial institutions:		
Current Deposits	1,154,300,157	218,809,875
Saving Deposit		
Special Notice Deposits	719,790,319	333,567,947
Fixed Deposits	1,625,946,585	1,482,085,292
	3,500,037,060	2,034,463,115
5 Money at call and short notice - In Bangladesh		
Money at call and short notice to Banks	(Note 5.1)	500,000,000
Money at call and short notice to NBFI's	(Note 5.2)	156,700,000
	134,800,000	856,700,000
5.1 Money at call and short notice to Banks		
AB Bank Limited		500,000,000
		500,000,000


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

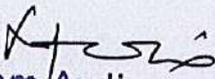

Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

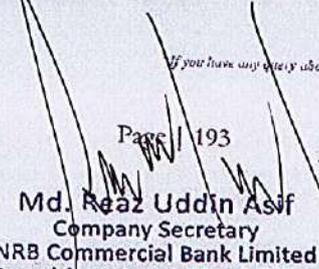

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

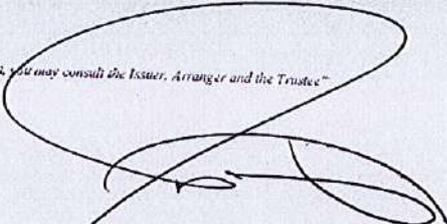
"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

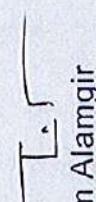
	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
5.2 Money at call and short notice to NBFIs		
GSP Finance Company (Bangladesh) Limited	44,500,000	47,800,000
Union Capital Ltd.		8,300,000
Fareast Finance and Investment Ltd.	45,500,000	49,800,000
Bangladesh Finance and Investment Company Ltd.		2,800,000
Phoenix Finance & Investment Limited		87,560,000
FAC Finance and Investment Limited	4,000,000	6,130,000
Industrial and Infrastructure Development Finance Company Ltd.		125,400,000
International Leasing & Financial Services Ltd.	49,400,000	49,400,000
	134,800,000	336,700,000
5.3 Maturity grouping of Money at call and short notice		
Repayable on demand		500,000,000
- up to 3 months	114,800,000	336,700,000
- over 3 months but below 1 year		
- over 1 year but below 5 years		
- over 5 years		
5.4 Consolidated money at call and on short notice		
NRBC Bank Limited	134,800,000	806,700,000
NRBC Bank Securities Limited		
	134,800,000	806,700,000
6 Investments		
<u>Type of investments</u>		
Treasury bill		2,140,142,971
Treasury Bond	24,139,784,436	50,173,845,838
Gov Bond	1,954,500	1,492,300
Other Investment	2,220,007,242	2,742,716,240
	26,367,836,880	55,298,165,096
<u>Nature of investments</u>		
Held for Trading	10,873,540,595	8,469,902,880
Held to Maturity	11,266,254,881	9,244,079,930
Others	2,228,042,442	2,584,162,286
	26,367,836,880	55,298,165,096
<u>Classification</u>		
Government securities	(Note: 6.1)	12,715,430,910
Other investments	(Note: 6.2)	2,582,734,186
	26,367,836,880	55,298,165,096
6.1 Consolidated investments		
NRBC Bank Limited	26,367,836,880	15,298,165,096
NRBC Bank Securities Limited	853,358,303	303,482,111
Less: Intra company transaction	26,367,836,880	25,665,647,409
	26,367,836,880	25,665,647,409
6.2 Government securities - Conventional and Islamic banking		
Treasury bills and Bonds (Govt. Securities)	(Note: 6.1.1)	12,715,430,910
Other Govt.		1,492,300
	24,139,784,436	11,711,978,830
	24,141,738,936	12,715,430,910
6.1.1 Treasury bills:		
<u>As accumulated</u>		
<u>Held for Trading (MFT)</u>		
91 Days Treasury Bills		319,243,272
182 Days Treasury Bills		1,224,061,750
364 Days Treasury Bills		777,229,449
2 Year Treasury Bonds	530,857,423	848,576,550
5 Year Treasury Bonds	2,519,298,565	521,453,200
10 Year Treasury Bonds	5,488,037,563	202,619,687
15 Year Treasury Bonds	1,026,507,563	48,325,312
20 Year Treasury Bonds	709,419,479	8,295,260
	10,873,540,595	3,469,902,880

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee.


Golam Awlia
Managing Director & CEO
NRBC Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRBC Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRBC Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

at Dec 31, 2020	at Dec 31, 2019
Taka	Taka

II. Held to Maturity (HTM)

182 Days Bangladesh Government Islamic Investment Bond
Investment in Government Sukuk (Sukuk Sukuk) Bond
2 Year T Bonds
5 Year T Bonds
10 Year T Bonds
15 Year T Bonds
20 Year T Bonds

20,000,000	
29,430,000	
1,672,015,194	1,077,584,464
4,583,157,223	1,024,905,248
2,704,014,274	1,829,729,958
2,161,448,013	1,123,168,517
13,266,253,841	9,244,079,936

b. Encumbered: Disclosure regarding of the securities were being held under re-purchased agreement in the Annexure D as per DCS Circular No. 03 dated 15 July 2019.

6.1a Consolidated Government securities

NRBC Bank Limited
NRBC Bank Securities Limited

24,141,738,936	12,715,430,910
24,141,738,936	12,715,430,910

Less: Inter company transaction

24,141,738,936	12,715,430,910
-----------------------	-----------------------

6.2 Other investments

A. Quoted shares & Mutual Funds

Investment in Listed Co. Share under Bank Dem Discretionary Fund
Investment in Listed Co. Share under Special Schemes Fund*

282,251,248	759,259,546
365,346,215	
648,597,463	759,259,546

* NRB Commercial Bank Limited maintained another BO # 1205/5007/2059/11 at NRBC Bank Securities Limited under scheme of Special Fund as per DCS Circular 01 Dated February 10, 2020.

B. Unquoted shares

Investment in IPO Subscription
Investment in SWIFT Share (6 no. of share) of SWIFT SCRL, Belgium

14,994,000	
2,779,967	2,779,967
17,773,967	2,779,967

C. Investment in Preference Share

Preference Share: Regent Energy and Power Ltd.

29,742,524	30,697,674
29,742,524	30,697,674

D. Investment in Bond

Mercantile Bank Subordinated Bond
Trust Bank Subordinated Bond
Subordinated Bond issued by Banks, FIA
UCB Subordinated Bond in
IFDC Finance Subordinate bond
AB Bank Subordinated Bond
UCB Subordinated Bond
One Bank Subordinated Bond
ATB Subordinated Bond
2nd AB Bank Subordinated Bond

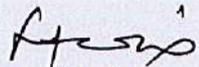
90,000,000	180,000,000
30,000,000	60,000,000
	500,000,000
60,000,000	500,000,000
150,000,000	150,000,000
20,000,000	40,000,000
500,000,000	60,000,000
500,000,000	
80,000,000	120,000,000
120,000,000	240,000,000
1,530,000,000	1,790,000,000
2,226,097,948	2,589,738,186

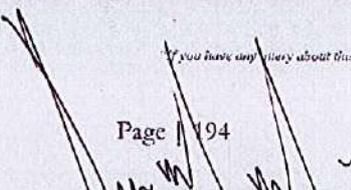
Total (A + B + C + D)

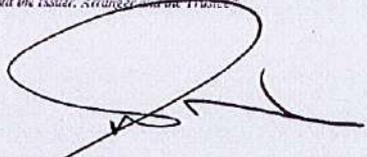
2,226,097,948	2,589,738,186
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Details in the Annexure E

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee.

6.2a Consolidated other investments

NRBC Bank Limited
NRBC Bank Securities Limited
Less: Inter company transaction

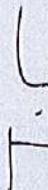
at Dec 31, 2020	at Dec 31, 2019
Taka	Taka

2,226,897,942	2,582,794,180
359,356,809	361,682,413
2,585,457,249	2,946,216,493
2,585,457,249	2,946,216,493

6.3 Maturity grouping of investment

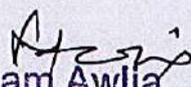
Renewable on demand
- up to 3 months
- over 3 months but below 1 year
- over 1 year but below 5 years
- over 5 years

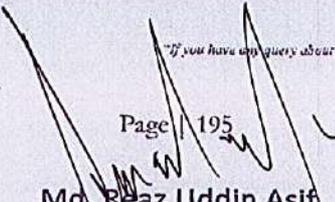
	589,855,622
1,342,435,915	2,811,123,479
9,119,564,110	5,085,763,086
15,475,826,830	9,210,538,912
26,167,836,880	19,298,155,099


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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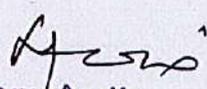

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

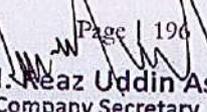

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000

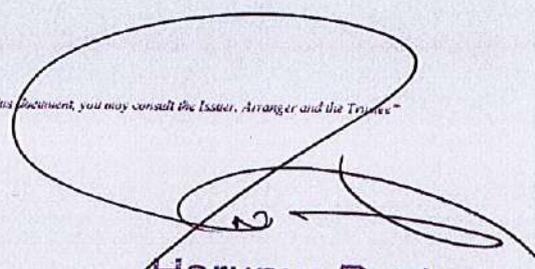

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

	at Dec 31, 2020 Taka	at Dec 31, 2019 Taka
7 Loans and Advances/Investments		
Loans, cash credits, overdrafts, etc./Investments with purchase and discounted	73,041,653,582	59,929,159,299
	2,294,979,219	2,085,812,555
	74,835,733,314	62,015,021,854
7.1 Consolidated Loans and Advances/Investments		
NRBC Bank Limited	74,835,733,314	62,015,021,854
NRBC Bank Securities Limited	884,297,153	188,216,177
Less: Inter company transaction	750,667,815	91,874,059
	74,887,425,183	62,059,563,895
7.1 Product wise Loans and Advances/Investments:		
(i) Loans, cash credits, overdrafts, etc./Investments Conventional and Islamic banking Inside Bangladesh		
Overdraft	7,811,110,765	9,652,526,889
Cash Credit	2,752,827,828	9,395,805,179
Term Loan	10,507,039,372	10,997,776,017
Lease Finance	776,984,943	606,176,379
Hire Purchase/HPM (Transport)	2,327,424,979	2,082,714,421
Time loan	9,351,017,658	8,628,526,739
Loans against Trust Receipt	1,081,924,056	3,009,096,146
Packing Credit	818,116,367	800,355,579
Payment Against Document	75,628,714	179,712,223
EDF Loan		289,204,135
SWF Credit	28,612,356,487	2,771,579,011
Retain Credit	946,667,274	769,629,794
Staff Loan	610,653,595	143,832,614
Credit Card	713,648,671	400,046,907
Other Loans and Advances	6,524,828,676	5,224,171,067
	73,041,653,582	59,929,159,299
Outside Bangladesh		
(ii) Bills purchased and discounted Conventional and Islamic banking		
Payable Inside Bangladesh		
Inter-bill purchase	3,358,899,602	3,241,459,981
	3,358,899,602	3,241,459,981
Payable Outside Bangladesh		
Foreign bill purchased and discounted	475,080,132	624,503,174
	475,080,132	624,503,174
	835,680,132	824,602,874
	1,794,079,732	2,066,062,855
Total (i+ii)	74,835,733,314	62,015,021,854
7.2 Loans, cash credits, overdrafts, etc./Investment		
In Bangladesh		
Loans	65,470,735,992	60,901,787,218
Overdrafts	5,318,625,741	9,651,506,886
Cash Credit	2,752,827,828	9,395,805,179
	73,041,653,582	59,929,159,299
Outside Bangladesh		
Loans		
Overdrafts		
Cash Credit		
	73,041,653,582	59,929,159,299

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Golam Awlia
Managing Director & CEO
NRBC Commercial Bank Ltd.

Page 196

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

			at Dec 31, 2020		at Dec 31, 2019	
			Taka	Taka	Taka	Taka
3	LAB 8 GROUP*	111.81.00-(36002)	9,838.00	7,202.00		
4	IFAD AUTOS LIMITED		6,150.88	3,000.00	5,360.81	
5	A.C GROUP*				56,338.71	41.00
6	NIH KHATER HOSSAIN LTD	6560.00-(5833)	30,300.00	7,500.00	5,760.80	6,751.00
7	ATWAK GROUP		8,091.00		8,177.90	
8	NAVANA GROUP		7,837.30	7,530.00	10,103.72	1,568.60
9	Jamuna E-bell Industries Ltd Ltd		2,617.30	3,798.00	13,898.60	8,788.00
10	ABUL KHAN GROUP*	4000.00-(7000)	16,500.00	16,500.00	13,111.64	275.00
11	S8 Group*	8450.00-(4000)	7,300.00	7,300.00	5,586.04	
12	Al-Fakh Steel & Rolling Mills Ltd*	7567.00-(3000)	5,136.00	5,136.00	8,465.36	
13	M. M. SHEP BAKKALING GROUP		9,640.00	797.00	1,162.11	797.00
14	Mandab Shuja Sangha		0.00	11,855.00		2,100.00
15	ISHANGIR & OTHERS*	7084.00-(7000)	8,000.00		8,517.46	
16	OMO INDUSTRY GROUP*	5189.00-(5000)	5,000.00		12,106.69	561.90
17	Computer Network System		6,500.00		1,515.40	784.00
18	Blue Planet		5,585.00	16,500.00	5,364.88	4,749.49
19	A. F. SYNTHETIC FILTD		6,500.00	3,000.00	5,150.07	1,182.00
20	ARAD Automobiles Ltd*	1179.00-(1000)	1,100.00		4,601.68	
21	Silver Apparel Ltd		8,801.00	18,800.00	1,565.61	13,171.00
22	Mahade Fashion Pvt. Ltd*	4623.00-(5000)	6,400.00		2,864.49	4,444.00
23	NORTHERN HATCHERIES		7,969.00	500.00	10,202.47	
24	Sambra Sama Textile Mills		7,747.00	0.00	7,749.61	
25	Sany Group		3,600.00	1,000.00	2,264.12	346.70
26	LS & V Apparel Ltd		4,840.00	3,500.00	2,228.83	105.00
27	Luchala Group		4,996.00		1,127.11	4,995.00
28	Grah Unnayan Karma IGUKI		500.00	10,500.00	1,171.00	5,250.00
29	ARODKATA'S PROPERTIES LTD. AND ASSOCIATE		1,800.00	11,000.00	568.00	1,175.00
30	Akya Foods Ltd & its associates*		1,200.00	1,200.00	8,041.17	1,440.00
31	Tarjee Fashion Limited		4,158.00	10,575.00	3,393.56	10,574.00
32	Blessing Network Limited*	5436.00-(7000)	5,584.00		6,782.88	2,496.00
33	ESRM		56,500.00	0.00		
34	Bulor Motors Ltd.		18,000.00	5,000.00	8,061.58	6,116.00
35	M/S. MD. Rashiduzzaman		3,575.00	11,500.00	1,651.17	9,862.00
36	Wisdom Engineering Pvt Limited & Associate		14,000.00	11,410.50	11,971.51	15,117.00
37	Srur Particlr Borden Milk Limited		8,451.00	4,000.00	8,140.71	15.60
38	POPULAR DIAGNOSTIC CENTRE LTD.		1,560.00	7,000.00	8,874.79	
39	RHS EPC Ltd - Mr Akter Hossain Limited P/		650.00	1,228.00	841.70	
40	MAX HCC JV		10,640.00	4,000.00	13,859.68	517.00
41	MAX INFRASTRUCTURE LTD.		0.00	0.00		
42	Ahmed Enterprise		700.00	8,755.00	139.42	87.50
43	SOUTH-BENGAL INTERNATIONAL TRADING		700.00	500.00	445.19	245.00
44	THREE ANGLE MARINE LTD*	1090.00-(1400)	4,136.00		1,924.16	14,191.00
45	S & S Foundation		0.00	5,000.00		4,515.00
46	Energypak Power Generation Ltd*	2000.00-(14500)	4,500.00		2,495.07	
47	Frappit Industries Ltd		23,000.00	0.00		749.00
48	Center for Development Innovation and Franchise		0.00	7,450.00		4,095.00
49	Chity Group		6,216.40	8,174.00	6,551.46	1,108.40
50	Suretech (sv) Ltd		7,500.00	0.00	6,075.54	
51	NRBC BANK SECURITIES LIMITED		8,000.00	0.00	8,022.36	
52	BANGLA TRAC POWER UNIT 1 LIMITED		2,000.00	0.00	1,618.88	
TOTAL					249,144.85	320,415.83

**Note: Inner limit exist in (*) mark customer's.

d) Industry wise loans including Bills purchased & discounted.

Sl	Industries	Taka	Taka
1	Agricultural Industry	501,384,272	789,580,956
2	Textile	2,136,789,167	2,607,327,229
3	RMG	9,256,043,839	6,710,510,000
4	NRFI	856,418,990	811,166,400
5	Food		211,505,467
6	Beverage	286,804,997	286,749,683
7	Pharmaceutical	10,274,642	296,314,440
8	Chemical		117,381,118
9	Electrical	929,214,679	276,799,923
10	Construction	8,116,200,811	1,858,121,586
11	House Building Residential	2,066,809,805	1,311,806,251
12	Leather	48,116,812	58,295,841

If you have any query about this document, you may consult the Issuer, Arranger and the Trust.

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 198
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Company Secretary
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Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

	at Dec 31, 2020	at Dec 31, 2019
13	Service Industry	
14	Transport	
15	Bank, Rental	
16	Capital Market	
17	Car Loan	
18	Insurance	
19	Consumer Finance	
20	Existing	
21	Loan Breaking	
22	SME	
23	Staff Loan	
24	Steel	
25	Trade Industry	
26	Card	
27	Other Manufacturing Industry	
28	Others	

	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
	4,920,801,927	5,706,342,195
		248,218,864
		121,373
	800,835,592	93,872,649
	3,785,248	3,248,950
	126,073,407	135,404,054
	3,142,118,156	2,521,182,588
	249,654,685	779,228,650
	1,055,953,469	437,241,681
	26,632,350,487	19,384,468,360
	639,411,785	502,412,970
	1,497,128,565	2,347,252,851
	6,024,909,338	11,102,823,115
	213,666,974	400,848,903
	6,115,890,277	8,577,807,200
	41,409,315	572,764,510
	74,835,733,314	62,015,021,854

7.8 Geographical location wise Loans and Advances

Urban Branch

Dhaka	Chattogram
Rajshahi	Sylhet
Rangpur	Khulna
Mymensingh	Sub total

49,982,134,196	59,932,752,798
7,795,112,129	7,385,619,468
2,846,086,566	3,079,377,990
1,267,308,879	1,206,510,717
1,167,814,121	515,995,180
22,086,424	258,436,076
675,006,458	776,748,835
46,592,181	172,589,261
64,824,938,548	53,076,169,664

Rural Branch

Dhaka	Chattogram
Rajshahi	Sylhet
Rangpur	Khulna
Mymensingh	Sub total

9,245,237,772	5,719,561,806
1,410,386,282	1,812,461,112
187,666,805,88	255,155,065,52
211,644,894	212,379,808
872,125,593	365,432,075
260,760,325	215,586,212
115,745,802	147,724,762
103,045,730,66	212,915,721,98
10,410,794,765	8,840,852,190
74,835,733,314	62,015,021,854

7.9 Classification of loans, advances and lease/finestments: Conventional & Islamic

Standard including Staff Loan	Special Attention Account (SAA)
-------------------------------	---------------------------------

30,732,254,543	57,596,563,895
1,812,399,224	2,432,343,100
72,644,653,938	60,028,931,005

Classified

Substandard	Doubtful	Bad/loss
-------------	----------	----------

181,395,833	502,564,441
202,068,674	1,15,911,200
1,807,714,849	1,30,931,202
2,191,079,376	1,985,090,340

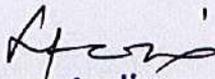
7.10 Particulars of required provision for loans and advances (for Funded facility)

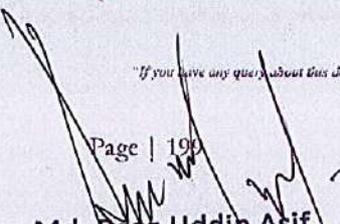
For Unclassified Loans	Standard including Staff Loan	Special General Provision COVID-19	Special Attention Account	Sub-Total (a)
------------------------	-------------------------------	------------------------------------	---------------------------	---------------

Rate for Provision	0%	1%	Various (1*)
--------------------	----	----	--------------

For Classified Loans	Various (2*)	Various (1*)
----------------------	--------------	--------------

824,603,503	417,704,086
264,637,268	245,581,804
395,377,552	245,581,804
1,504,418,822	663,287,969


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NRBC Commercial Bank Ltd.


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**Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million**

at Dec 31, 2020	at Dec 31, 2019
Taka	Taka

(*) General Provision is kept @ 2% on Credit Card Loan, 2% Loan for Professional, 1% on Housing Loan, 5% on Consumer Financing and 0.25% on small and medium enterprise financing and 1% on rest unclassified loans and advances.

However, as per BRPD Circular No. 04 dated 19th March 2020 the classification status of loan, lease or advance on January 01, 2020 will remain unchanged until Dec 31, 2020.

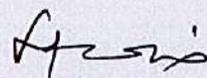
For Classified Loans	Base for Provision	Rate (%)		
Substandard loan (SS) (**)	66,680,847	20%	13,336,169	13,336,169
Doubtful (DF) (**)	61,655,982	50%	30,827,991	29,211,720
Bad/loss (BL)	1,014,991,851	100%	1,014,991,851	754,256,672
Sub-Total (b)			1,109,224,002	886,804,561
Required Provision for loan and advance (c)=(a+b)			2,606,648,592	1,510,203,099
Total Provision maintained (note-13.1 & 13.2)			2,606,648,592	1,510,203,099
Excess/(Shortfall) of provision as of 30 June 2020				

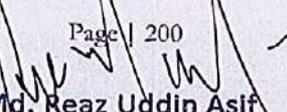
(**) Except Short term agricultural and micro credit where 5% provision has to be kept on base for provision under SS & DF stage

7.11 Particulars of Loans and Advances:

(i) Loans and advances considered good in respect of which the Bank is fully secured	9,936,872,802.42	24,851,069,859
(ii) Loans and advances considered good against which the Bank holds no security other than the debtor's personal guarantee	7,148,666,711.26	11,743,631,601
(iii) Loans and advances considered as good which is secured owing to personal liability of one or more parties in addition to debtor's personal guarantee	28,968,838,149	5,047,092
(iv) Loans and advances adversely classified, such a classified loans for which no provision has been left	39,554,439,616	37,327,104,268
(v) Loans and advances due by directors or officers of the banking company or any of them either separately or jointly with any other persons	11,841,570,137	12,201,827,111
(vi) Loans and advances due from companies or firms in which the directors of the Bank have interest as directors, partners or managing agents or in case of private companies, as members	11,201,926,624	
(vii) Maximum total amount of loans and advances, including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either separately or jointly with any other person	160,000,000	12,000,000
(viii) Maximum total amount of loans and advances, including temporary loans and advances granted during the year to the companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies, as members	1,053,000,000	1,473,401,000
(ix) Money Receivable/Due from different banking companies		
(x) The amount of classified loan on which interest has not been charged		
a. (Decrease)/increase of provision (Benefit)	1,094,605,522	126,178,454
b. Amount of loan write off		

T. I.
Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
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Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

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	at Dec 31, 2020 Taka	at Dec 31, 2019 Taka
C. Amount realized against loans previously written off		
D. Provision kept against classified loans as bad/loss account on the date of preparation of balance sheet.	1,064,905,522	754,250,872
E. Interest imposed in suspense account		814,780,207
(A) Movement of write off loan		
Opening balance		
Add During the period/year		
Less Amount realized against loans & advances previously written off		
Closing Balance		

7.13 Securities against Loans including Bill purchased and discounted

	48,999,248,216	43,627,000,000
Collateral of movable/immovable assets		
Local Banks & Financial Institutions Guarantee	1,800,100,000	1,605,130,000
Export Documents	580,400,000	529,510,000
Fixed Deposit Receipt	5,954,300,000	4,332,430,000
Personal Guarantee	9,235,600,000	9,305,400,000
Other Securities	6,285,490,297	5,455,622,854
	74,835,733,214	62,015,021,854

7.13 Direction of Court Order regarding Classified Loan (Details Description)

Stay order from the Honorable High Court Division of the Supreme Court of Bangladesh as of position 31.12.2019 for amount of Tk. 587.57 million has been quashed in 2020 and classified accordingly. At the same, no new stay order from the Honorable High Court Division of the Supreme Court of Bangladesh in 2020 that has been reported as classified at year end.

7.14 Loan and advance related with large loan restructuring

Following Loans and Advance has been restructured under large loan category:

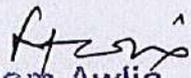
Borrowers Name	Nature of Facilities	Limit Amount	Validity	Outstanding as of 31.12.2020	Total Provision kept	CL Status
Saima Samad Textile Mills Ltd	Loan General	774,99,70,228	24 Dec 27	774,96,2,268	744,200,000	48

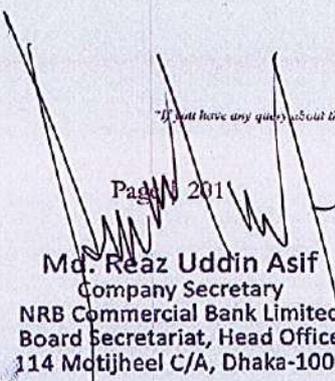
7.15 Suits filed by the Bank (Branchwise details)

As of the reporting Date, the Bank fund lawsuit against recovery of its default loans and advances as under:

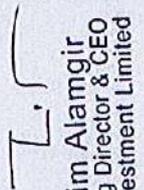
Principal Branch	365,210,755	1,82,045,000
Gulshan Branch	222,932,540	204,002,000
Rajshahi Branch		8,961,000
Mirasa Branch	7,454,527	
Christopol Branch	29,615,840	28,121,000
Uttara Branch	168,320,155	150,877,000
Dhanmondi Branch	461,727,801	208,609,000
Panchabati Branch	64,301,034	
Zagor Birsuh	115,581,189	
O.P. Nazim Road Branch	99,046,625	84,946,000
Barani Branch	20,827,248	75,655,000
Ajyabad Branch	280,164,411	
Nagason Branch	8,910,770	5,146,000
Katipul Branch	78,036,803	15,302,000

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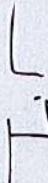

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

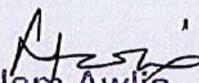

Md. Reaz Uddin Asif
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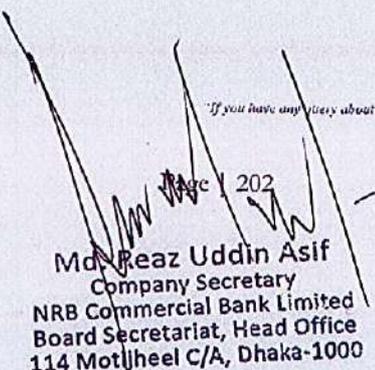

Harunur Raab
Deputy Managing Director & CFO
NRB Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
Hattampur Branch Mirpur Branch Sylhet Branch Sylhet Laxmore Branch Chattrali Branch Narayanganj Branch Khulna Branch Moulvibazar Branch Chandraona, Moulvi Branch	81,816,671 2,481,549 11,543,858 97,377,216 2,217,719 48,912,909 1,210,879 2,928,371 56,971,256	21,629,000 450,000 14,481,000 9,999,000 1,375,000 - - - -
X Bills purchased and discounted:	2,810,071,124	1,032,404,000
Subsidiary Islamic		
Repayable in Bangladesh	1,336,379,602	1,242,359,981
Repayable outside Bangladesh	473,691,522	824,902,194
	1,794,079,732	2,069,862,555
B1 Maturity grouping of Bills purchased and discounted		
Receivable within a period not exceeding 03 months	351,239,707	812,488,329
Receivable within a period exceeding 03 months but less than 06 months	287,434,747	745,510,798
Receivable within a period exceeding 06 months but less than 09 months	390,544,981	421,587,971
Receivable within a period equal to 09 months or exceeding that time	156,881,241	6,255,478
	1,794,079,732	2,069,862,555
B2 Consolidated Bills purchased and discounted:		
NRBC Bank Limited	1,794,079,732	2,069,862,555
NRBC Bank Securities Limited		
	1,794,079,732	2,069,862,555


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

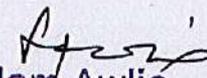

Golam Awlia
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NRBC Commercial Bank Ltd.

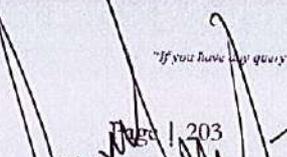

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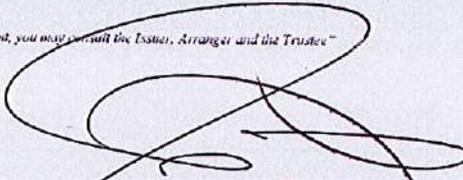
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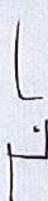

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRBC Commercial Bank Ltd.

	At Dec 31, 2020	At Dec 31, 2019
	Taka	Taka
9 Fixed assets including premises, furniture and fixtures of the Bank		
Conventional and Islamic banking		
Land, Building and Construction	550,467,071	407,898,478
Furniture & Fixtures	207,224,550	204,309,042
Machinery and Plant	228,553,306	142,293,679
Office Equipment	176,102,799	229,264,173
Computer and Computer Equipment		
Intangible Assets: Bangladesh Made Computer Software	172,474,464	184,599,063
Motor Vehicle Office Used	16,260,000	36,500,300
Motor Vehicles Transport	50,750,000	30,750,000
Professional and Reference Books	23,370	23,370
Leased Assets: Motor Vehicle	26,130,624	20,110,124
Right of use assets: Office space	242,347,647	
	1,775,798,414	1,215,463,551
Less: Accumulated Depreciation: Own Assets & Leased Assets	863,767,870	709,247,252
Less: Accumulated Depreciation: Right of Use Assets (RoU)	76,971,582	
Book Value	835,058,961	506,216,300
9.01 Right of use assets (Lease assets)		
Present value of lease liabilities (obligation)	202,085,447.34	0.00
Initial payment (advance rent)	40,262,600.00	0.00
	242,347,947.34	0.00
A schedule of fixed assets for accounting purpose and Tax Purpose Annexure G		
9a Consolidated Fixed assets including premises, furniture and fixtures		
At 06/01		
NRBC Bank Limited	1,775,798,414	1,215,463,551
NRBC Bank Securities Limited	14,654,489	14,024,454
	1,790,452,903	1,229,488,005
Accumulated depreciation:		
NRBC Bank Limited	863,767,870	709,247,252
NRBC Bank Securities Limited	8,641,021	6,946,159
	872,408,891	716,193,411
Net Book Value	918,044,012	513,294,594
10 Other assets		
I. Income Generating Equity Investment		
90% equity shareholding of NRBC Bank Securities Limited	300,000,000	300,000,000
NRBC Bank formed the subsidiary company NRBC Bank Securities Limited on 20 September 2015 bearing certificate of incorporation no. C-125504/2015 under the Companies Act 1994 wherein Bank has 90% shareholding of the company.		
II. Non Income Generating		
Advance Security Deposit	4,914,548	4,517,029
Stock of Stationery and printing items [Note -10.3]	23,599,116	12,448,500
Supplier Account [Note -10.4]	180,424,629	121,808,114
Deferred Tax Assets [Note -10.5]	450,307,160	156,817,790
Stamps in Hand	4,254,793	2,879,876
Advance Office Rent [Note 10.3 and Note - 10.6]	116,884,825	174,629,512
Interest Receivable on Overdraft Special Deposit	7,301	
Interest Receivable on balance with Banks & FIs	26,402,142	10,587,691
Interest Receivable on Call Loan & Short Notice Loan	56,325	826,678
Interest Receivable on Treasury Bonds	485,613,820	260,401,695
Interest Receivable on Coupon Bond	25,858,769	24,729,829
Prepaid Insurance Premium	1,303,240	1,406,514
Prepaid Expense Others		1,095
Prepaid for House Furnishing cost & Passage for Train (LFA)	15,802,527	28,084,699
Interest Receivable COVID Block Account	127,397,974	
Advance Income Tax [Note -10.6]	2,566,904,077	2,175,887,828
Membership with Visa Worldwide F&C Ltd.	2,381,500	2,402,500


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Aug 1, 2023

Md. Reaz Uddin Asif
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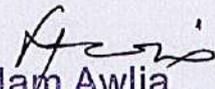

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

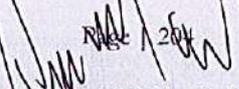
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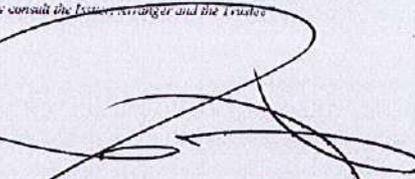
	at Dec 31, 2020	at Dec 31, 2019
Profit receivable on Mudaraba	Taka	Taka
Dividend Receivable on Share/Performance Share	2,298,750	6,324,750
Inter-Bank - General Account (BGA) Debt Balance (Note 10.7)	2,616,604	2,895,118
	4,914,035,053	3,211,873,622
	4,914,035,053	3,211,873,622
10.1 Aging of Others Assets		
Up to 6 months	1,369,583,938	838,152,095
Over 6 Months to 1 Year	57,504,474	666,261,724
Over 1 Year to 4 Years	5,601,755	888,861,606
Above 4 Years	1,067,244,912	1,204,506,748
	4,914,035,053	3,211,873,622
10.2 Classification Status of Others Assets		
Unclassified	4,914,035,053	2,895,118
Bad/Loss		
	4,914,035,053	2,895,118
** No provisioned bill and legal expenses included in the Other Assets		
10a Consolidated Other assets		
NRBC Bank Limited	4,914,035,053	3,211,873,622
NRBC Bank Securities Limited	86,711,998	40,675,650
Less: Inter-company transaction	(4,040,747,282)	(1,612,899,472)
	959,999,769	639,649,799
10.3 Stock of Stationery and printing items		
Printing Stationery (Conventional & Islamic)	12,792,684	10,677,620
Security Papers	514,611	876,550
Security Stationery - CARD	328,520	694,485
	13,635,815	12,248,655
10.4 SUSPENSE ACCOUNT		
Cash Incentive agst Foreign Remittance by Government		
Advance against New Branches	22,150,000	48,320,600
Advance Against Suppliers	9,904,147	9,895,577
Receivable against payment for Principal of Govt. Securities (BSP/PSP/MSB)	72,382,401	20,982,901
Advance against TA/BA		200,000
Cash Remittance - Banking Booth/Other Bank	17,070,000	25,956,000
Suspense A/C Bank POS and NPSB TAN Dispute amount	478,767	
Suspense Others	6,910,965	2,907,645
Interest Receivable Against payment for interest of Govt. Securities (BSP/PSP/MSB)	10,767,799	11,854,724
Favourable Against expense of Defaulter/CL		1,051,506
Stamp for utility Bill Collector	855,660	185,160
	140,479,628	121,838,123

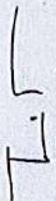
Head of Account	Aging of Suspense Account (31 December, 2020)			
	Up to 6 Months	Over 6 Months to	Over 1 Year to 4 Years	Above 4 Years
Advance against New Branches**	22,150,000			
Advance against TA/BA				
Advance against Suppliers	9,904,147			
Cash Incentive agst Foreign Remittance by Government				
Advance against Govt				
Cash Remittance to Other Bank	17,070,000			
Suspense A/C Bank POS and NPSB TAN Dispute amount	478,767			
Interest on Govt Securities (BSP/PSP/MSB)	10,767,799	21,906,000	861,000	
Suspense Others	6,910,965	20,000		
Receivable Against expense of Defaulter/CL				
Stamp for utility Bill Collector	855,660			
	85,660			

**This includes the amounts that are held in temporary parking accounts shown under other assets. These balances are in the process of regular monitoring so that it remains within a risk-neutral level.


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Harunur Rasht
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NRB Commercial Bank Ltd


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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	At Dec 31, 2020	At Dec 31, 2019
	Taka	Taka
10.5 Deferred Tax Assets		
Opening Balance	356,917,790	295,810,616
Additional provision during the year	201,559,180	61,007,354
Less: Adjustment of Settlement		
	460,007,169	356,817,970

Deferred tax assets/liabilities have been recognized and measured as per IAS 12, Income Taxes and BFR Circular BFR/1 dated 22 December 2011.

As per Bangladesh Bank, BFR Circular no. 11 dated December 22, 2011, deferred tax assets may be recognized but restrictions are to be followed if deferred tax assets is calculated and recognized based on the provisions against classified loan, advances, such as L amount or the net income after tax increased due to recognition of deferred tax assets as such provision will not be distributed as dividend. If the amount of deferred tax assets recognized on such provisions should be reduced while calculating the Regulator's Eligible Capital, a description should be provided regarding deferred tax assets recognized on such provisions in the notes to the financial statements. On the other hand, deferred tax liabilities must be recognized for those items which are mentioned in schedule in this annex. The bank recognized both deferred tax assets and deferred tax liabilities for Carrying vs Tax base for Fixed Assets as well as provision for Classified loan. Furthermore, comply the standard (i) regarding distribution of dividend.

	2,175,867,826	1,892,275,361
10.7 Advance Income Tax		
Advance income tax represents the tax payment to the government cash/cheque.		
Opening Balance	2,175,867,826	1,892,275,361
Add: Advance Corporate Tax and withholding Tax during the year	870,491,281	753,612,669
Less: Withholding Tax during the year		
	3,046,359,107	2,645,888,030
Less: Settlement during the year*	870,491,281	753,612,669
	2,175,867,826	1,892,275,361

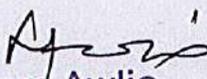
* Tax Audit completion of Financial Year 2020 and Assessment Year 2017-18 under section 110P(6)(2)(b)(iii) of Income Tax Ordinance 1984.

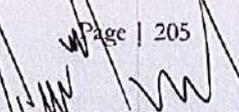
10.6 Advance Office Rent		
Advance Rent (Out of threshold level set by Bank and Low value for IFRS 16)	116,883,325	0.00
Advance Rent (Consideration of IFRS 16 as initial payment)	30,262,000	0.00
Portion of advance rent to landlord considered as initial payment for IFRS 16 as Right of Use of Asset.	147,145,325	0.00

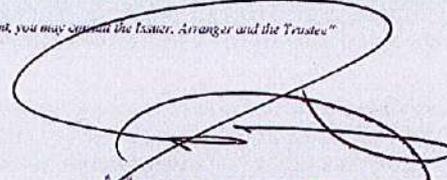
10.7.1 Advance Corp. Tax @ With Holding Tax in details		
Advance Corporate Tax (Under section 110 of ITO, 1984)	2,199,919,068	1,455,648,377
TDS @ 10% & 15% on Interest Income from FDI and Balance with Bank & FIs	144,804,002	855,182,895
TDS @ 20% on Cash Dividend received from Quoted Share	16,547,914	11,708,094
Tax deducted @ 5% on commission on LC	14,059,754	11,588,742
Uprtant @ 5% on Interest of T Bills/Warrent REPO declared by Bangladesh Bank		40,402,895
Advance Tax to City Corporation/Purabara under section 529	141,675	56,250
Advance Tax on Interest on Securities of Bill and Bond (U/S 11)	49,564,464	4,250
Advance Tax on Other Income	1,260,000	
Advance Tax for Bank's Fork Vehicles		1,100,000
	2,506,904,077	2,479,887,828

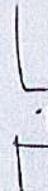
III B Inter Branch General Account Balance		
Inter Branch General Account Debit Balance		2,895,368
Inter Branch General Account Credit Balance		1,746,536
		2,895,368

Note: Aging of Outstanding amount of Inter Branch General Account Balance is less than 01 Month.


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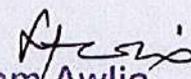

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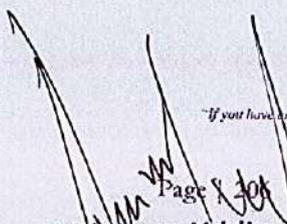

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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

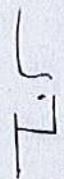
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	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
11 Borrowings from other Banks, Financial Institutions and Agents		
In Bangladesh (Note 11.1)		
Outside Bangladesh	4,133,970,569	1,290,232,047
4,133,970,569	1,290,232,047	
11.1 In Bangladesh		
Bangladesh Bank (Refinance under SPL/SAV/WLI)*	1,044,970,569	50,232,047
Borrowing Short Notice from Bank		
Bangladesh Bank (CV (GBP/USD/USD))		
Borrowings Call and Short Notice from Banks & FIs	1,200,000,000	1,280,000,000
4,133,970,569	1,290,232,047	
* Detail of Refinance from Bangladesh Bank under Branches and Product wise in the Annexure 4		
11.2 Analysis by Security		
Borrowing with Security		
Borrowing without Security	4,133,970,569	1,290,232,047
4,133,970,569	1,290,232,047	
11.3 Repayment pattern		
Repayable on demand	1,200,000,000	1,280,000,000
Repayable on maturity/terms	2,933,970,569	50,232,047
4,133,970,569	1,290,232,047	
11a Consolidated Borrowings from Bangladesh Bank, other Banks, Financial Institutions and Agents		
NRBC Bank Limited	4,133,970,569	1,290,232,047
NRBC Bank Securities Limited		
4,133,970,569	1,290,232,047	
12 Deposits and other accounts		
Deposit from Inter Bank (Note-12.1)	4,559,000,000	2,000,000,000
Deposit from Customers (Note-12.2)	86,027,358,652	69,857,899,976
90,586,358,652	71,857,899,976	
12a Consolidated Deposits and other accounts		
NRBC Bank Limited	90,586,358,652	71,857,899,976
NRBC Bank Securities Limited	212,988,890	121,114,664
Less: Inter company transaction	30,840,257,841	21,979,011,660
	375,951,227	99,220,421
90,674,305,616	71,879,791,228	
12.1 Deposits from Inter Bank and NBFs		
Fixed Deposit		
Agrani Bank Limited	3,000,000,000	300,000,000
One Bank Limited	500,000,000	500,000,000
Sonali Bank Limited		500,000,000
Uttara Bank Limited	500,000,000	
Banka Asia Limited		600,000,000
IPBC Finance Limited	1,500,000,000	
6,500,000,000	2,000,000,000	
12.2 Deposits and other accounts		
<u>Current accounts and other accounts</u>		
Current Deposit/At Wadiah Current Deposit Account	8,659,708,131	4,018,584,851
Non-Resident Taxa Account (NRTA)	575	
Foreign Currency Deposit	1,42,450,797	68,514,839
Sundry for Retail Business	7,672,363	7,117,524
Sundry Deposit for retailer Point	80,788	19,129
Sundry Deposit	5,468,860,842	3,057,926,896
12,140,613,686	6,172,583,839	


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UCB Investment Limited

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	31 Dec 31, 2020	31 Dec 31, 2019
	Taka	Taka
ii. Payable		
Pay Order (Conventional & Islamic)	7,526,819,896	7,185,610,845
Savings Bank Deposit/Mudaraba Savings Deposit (Mudar)	8,050,721,261	5,238,797,700
iii. Term Deposit/ Fixed Deposit		
Fixed Deposit/Mudaraba Term Deposit Receipt Account (MTDA)	16,702,988,186	11,797,849,708
Short Term Deposit/Mudaraba Term Deposit Receipt Account (MTDA)	10,272,221,555	7,306,874,965
Schemes Deposit/Mudaraba Scheme Deposits	11,272,848,898	28,556,439,566
	56,306,801,790	53,265,249,549
	66,027,258,652	69,857,899,976

12.2.1 Sundry Deposit

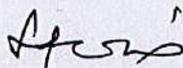
Margin on Letter of Guarantee	1,678,506,711	762,855,500
Margin on Letter of Credit (Conventional & Islamic)	710,271,040	540,155,177
Margin on Bill	163,685,787	170,593,954
Margin on IBC/IBK Collected Bills	11,890,264	11,121,498
Margin on IBC/IBK Collected Bills	200,000	
Margin on Interest Money Scheme	170,511,419	166,858,295
Proceeds of Govt. Savings Certificates	11,825,000	52,429,000
Land Registration Collection (Parking CU)	7,476,643	
Security Deposits	2,875,576	3,309,174
Risk Fund on Loans and Advances	4,531,754	6,756,486
NRBC Employees Welfare Fund	2,871,134	3,650,747
VAT, License Duty and Withholding Tax (Conventional & Islamic)	271,733,695	159,147,596
Value Added Tax (VAT) on Utility Bills Collection	37,661,801	25,584,814
Sundry Creditors	2,451,175	1,112,915
Proceed from Lottery Sale	500	700
Bill Fees Collection Agent Point	7,600	29,764
Sundry Creditors Forex MTN TAN	2,059,211	1,042,747
Sundry NPSB Tax, Dispute A/C	2,474,120	871,081
Sundry VISA Tax, Dispute A/C	75,023	71,114
Dividend Payable	37,014,777	21,620,274
Sundry Ten Term G Cash/NPSB/Van for Settlement	798	322
Sundry Deposit Agent Point	1	100,659
Other Sundry Deposits	117,802,129	187,274,626
	3,360,340,832	2,057,926,894

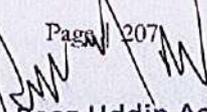
12.3 Maturity Analysis of Deposit from Bank and Fis

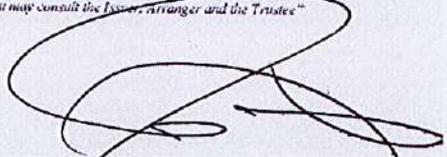
Repayable on demand	1,670,000,000	600,000,000
Payable within 2 months		500,000,000
Over 2 months but within 3 months		500,000,000
Over 3 months but within 6 months	500,000,000	500,000,000
Over 6 months but within 1 year		
Over 1 year but within 5 years		
Over 5 years but within 10 years		
Over 10 years		
	4,150,000,000	2,000,000,000

12.4 Maturity Analysis of Other Deposit

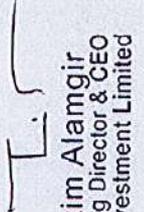
Repayable on demand	1,821,225,967	1,241,507,240
Payable within 2 months	10,941,013,699	10,592,466,959
Over 2 months but within 3 months	27,438,199,323	13,377,266,514
Over 3 months but within 6 months	25,698,540,175	17,276,810,975
Over 6 months but within 1 year	11,933,054,720	9,571,129,467
Over 1 year but within 5 years	16,549,087,811	12,084,373,853
Over 5 years but within 10 years	5,049,132,186	5,713,242,248
Over 10 years		
	86,027,261,772	69,857,899,976


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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

12.3 Demand and Time Deposits

A. Demand Deposits
Current Accounts and Other Accounts
Savings Deposits (1%)
Sundry Deposit
Foreign Currency Deposit
Deposit Under Q Cash
M-Pay Deposit Account
Bills Payable

at Dec. 31, 2020	at Dec. 31, 2019
Taka	Taka

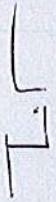
8,619,708,200	4,055,944,411
724,654,415	471,481,593
1,340,921,230	2,052,926,894
112,100,787	68,313,838
7,472,964	7,887,524
7,529,159,896	7,185,420,658
20,393,388,497	13,829,476,380

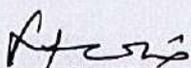
B. Time Deposits

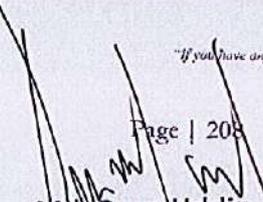
Savings Deposits (12%)
Short Notice Deposits
Fixed Deposits
Deposit Under Schemes

7,327,966,805	4,767,224,007
10,171,120,559	7,306,871,465
23,911,988,436	11,799,839,718
11,271,628,919	12,158,477,085
69,783,820,115	58,029,413,596
90,177,258,652	71,857,890,976

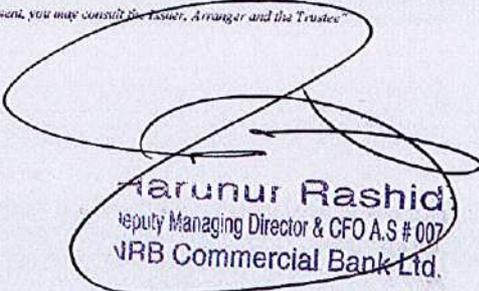
Total Demand and Time Deposits


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
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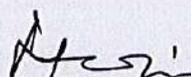
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Md. Reaz Uddin Asif
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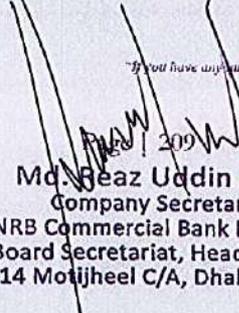
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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
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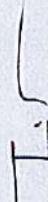
	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
13 Other Liabilities		
Conventional and Islamic banking		
Accumulated Provision against unclassified loans and Advances (Note 13.2)	1,504,211,822	143,287,969
Accumulated Provision against Classified Loans and Advances (Note 13.2)	1,102,211,720	846,915,180
Accumulated Provision against off-Balance Sheet (OBS) items (Note 13.4)	189,096,420	230,140,069
Payable to Recognized NRBC Bank Employees' Gratuity Fund (Note 13.5)		
Provision for diminution of Share of listed Company and Securities (Note 13.6)	1,440,655	140,596,522
Accrued Interest Payable (Note 13.7)	8,940,579,212	2,687,890,856
Coupon Interest Payable		15,589,434
Current Income Tax Payable (Note 13.8)	4,421,599,688	4,102,480,326
Interest Suspense of classified Loans & Advances (Note 13.10)	741,456,551	495,578,179
Payable/Provision for Incentive Bonus Employees	316,049,450	61,464,496
Provision for Office Rent	7,900,558	2,795,400
Lease liabilities (present value of lease payments) (Note 13.11)	141,847,585	
Provision for Telephone Bill Office		54,042
Provision for Power and Electricity Expense		614,302
Unearned Income Murabahah		
Unearned Income Local Documentary Bill Purchase	5,374,595	
Compensation Account	1,400,261	
Provision for Printing Stationery	76,037	20,538
Provision for Other Expenditure		22,302
Provision for Water, Gas and Sewerage Bill		26,435
Provision for Postage		22
Payable-Provision for Taka Security and Cleaning support Staff	12,000,000	10,114,212
FC Held Against BTA Bills, LDF Loan and Others	1,599,257,348	1,899,822,727
Start Up Fund (Note : 17.3)	15,428,300	
Corporate Social Responsibility (CSR) Fund (Note : 17.2)	13,428,300	
Audit Fees payable	669,000.00	612,500
Accrued Revenue for Disbursement Cards Business	2,110,888	737,428
Inter Branch General Account (IBGA) Credit Balance (Note 13.12)	147,157	
	12,511,638,186	8,790,016,585
13.1 Provision against Unclassified of loans, advances and lease/investments		
Conventional and Islamic banking		
Standard including MRF Item	826,602,503	417,704,065
Special General Provision COVID 19	264,617,268	
Special Mentioned Account (SMA)	493,177,052	245,598,946
	1,584,416,822	663,297,969
i. General Provision for Standard Loans		
Provision held at the beginning of the period	417,704,065	496,809,475
Add: Special General Provision COVID 19	397,417,268	
Add: Provision During the period General	430,898,417	27,889,585
	1,245,819,720	417,704,069
ii. General provision for Special Mentioned Account (SMA)		
Provision held at the beginning of the period	245,598,946	19,016,276
Add: Provision during the period	193,177,052	245,581,934
	438,775,998	264,617,268
13.2 Provision against classified of loans, advances and lease/investments		
Subordinated	8,646,756	67,326,788
Non-bifol	26,979,451	25,529,720
Bad/Loss	1,064,005,522	754,256,672
	1,102,231,720	846,915,180

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NRB Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

at Dec 31, 2020 at Dec 31, 2019

13.3 Movement of Provision against Classified Loans and Advances/Investments

The movement in specific provision for Bad and Doubtful Debt:

Provision held at the beginning of the period
Less: Fully provisioned/declared/written off loan during the period
Add: Recovery of amounts previously Depreciated /Written off Loan
Add: Special provision kept for the period for other Accounts
Add: Transferred to general provision of Unclassified Loans
Add: Transferred from general provision of Unclassified Loans
Less: Recoveries and such provision which are no longer required
Add: Net charge to Profit and Loss Statement (Note 36)
Provision held as on 31 December, 2020

	846,915,139	225,736,676
	255,326,640	121,278,854
	1,102,241,779	846,915,130

13.4 Movement the Provision against Off Balance Sheet (OBS) items

Provision held at the beginning of the period
Less: Transfer to regulatory reserves
Add: Provision made during the period
Less: Adjustment during the period
Provision held as on 31 December, 2020

	220,160,069	160,056,914
	68,936,251	99,700,116
	289,096,320	220,160,069

13.4.1 Particulars of required provisions for off balance sheet items

Particulars	Outstanding Amount (Tk.)	% of Required Provision	Required Provision December 2020	Required provision 2019
Acceptances and endorsements	4,721,942,632	1.00%	47,219,826	58,494,805
Letters of guarantee	16,364,959,148	1.00%	163,649,591	104,374,756
Irrevocable letters of credit	7,026,738,221	1.00%	70,267,882	97,252,647
Bills accepted for collection	4,540,835,692	-	-	-
Required Provision			289,136,120	220,160,069
Previous Year Balance			220,160,069	160,056,914
Required charged to Profit and Loss account		(Note: 36)	68,936,251	59,700,116

13.5 Recognized NRBC Bank Employees' Gratuity Fund

Opening Balance
Add: Contribution made by Bank during the year
Less: Release from Bank to the Fund
Closing Balance

	12,500,000	6,500,000
	12,500,000	6,500,000

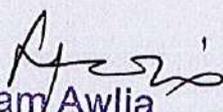
National Board of Revenue approved "NRBC Commercial Bank Limited Employees' Gratuity Fund" on 21 September 2014, (Ref: DB:01/0000/0190/0021/2014/127) as per clause 2, 3, 4 of Part C of First Schedule, Income Tax Ordinance 1988. "The Trustee" will manage the fund and settle the liabilities of employees.

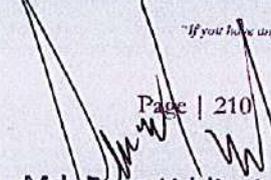
13.6 Provision for diminution of Share of listed Company and Securities

Opening Balance
Add: Provision kept for devaluation of share value of DSI & CSI invested by Bank
Less: Decrease of devaluation of share value of DSI & CSI invested by Bank
Provision requirement for quoted and unquoted share (Asset E)
Provision maintained
Excess/(Shortfall)

	140,596,522	12,401,536
		108,354,966
	147,125,867	
	1,400,655	140,596,522
	1,400,655	140,596,522
	1,400,655	140,596,522

Provision for diminution (gain net of) of value of quoted shares has been made as per DOS circular no. 4, dated 24 November 2018 and for mutual funds (closed-end) as per DOS circular letter no. 04 dated 22 March 2015 of Bangladesh Bank.


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Harunur Rashid
Deputy Managing Director & CFO
NRB Commercial Bank Ltd.

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13.7 Accrued Interest/Profit Payable
Conventional and Islamic Banking

Interest/Profit Payable on SA-A/C
Interest Payable of FDR Day basis
Interest/Profit Payable of FDR 1 month
Interest Payable of FDR 3 months Agent
Interest/Profit Payable of FDR 6 months
Interest Payable of FDR 9 months Agent
Interest/Profit Payable of FDR 12 months
Interest Payable of FDR 12 months Agent
Interest Payable of FDR 18 months Agent
Interest Payable of FDR 24 months Agent
Interest Payable of FDR 36 months
Interest/Profit Payable on Deposit Under Scheme
Interest Payable on borrowing from Bangladesh Bank
Interest Payable on borrowing from Other Banks & FIs
Interest Payable on Keba borrowing from Other Banks & FIs
Interest Payable on borrowing from Call Money and Short Notice

At Dec 31, 2020 At Dec 31, 2019

	US	
Interest/Profit Payable on SA-A/C	1,261,226	5,884,049
Interest Payable of FDR Day basis	821,977	412,469
Interest/Profit Payable of FDR 1 month	10,440	14
Interest Payable of FDR 3 months Agent	48,968,898	87,929,156
Interest/Profit Payable of FDR 6 months	50,006	11,400
Interest Payable of FDR 9 months Agent	49,707,251	77,761,242
Interest/Profit Payable of FDR 12 months	17,242	39,331
Interest Payable of FDR 12 months Agent	106,117,958	208,516,481
Interest Payable of FDR 18 months Agent	228,992	193,149
Interest Payable of FDR 24 months Agent	9,162,678	6,802,387
Interest Payable of FDR 36 months	90,161	80,219
Interest/Profit Payable on Deposit Under Scheme	29,706,809	29,822,548
Interest Payable on borrowing from Bangladesh Bank	1,236,675,615	2,289,057,272
Interest Payable on borrowing from Other Banks & FIs	29,430,636	224,875
Interest Payable on Keba borrowing from Other Banks & FIs	11,945,187	85,969,278
Interest Payable on borrowing from Call Money and Short Notice	65,315	2,849,849
		355,556
	1,540,579,112	2,687,390,189

13.8 Current Income Tax Payable

Opening balance
Add: Provision during the period
Less: Adjustment during the period
Less: Payment

Note: 19

	At Dec 31, 2020	At Dec 31, 2019
Opening balance	8,202,980,126	2,147,730,261
Add: Provision during the period	800,588,586	959,246,563
Less: Adjustment during the period	479,425,034	
Less: Payment		
	8,423,593,688	3,107,980,126

13.9 Deferred Tax Payable

Opening balance
Additional expenses during the year
Less: Adjustment/Settlement

	At Dec 31, 2020	At Dec 31, 2019
Opening balance		
Additional expenses during the year		
Less: Adjustment/Settlement		

Deductible temporary differences may be incurred due to application of different depreciation method from third schedule of ITO 2008 and classified loan loss provision. Inception of company, temporary difference in respective accounting depreciation was lesser than tax depreciation which already been revert. At the same, BRPD circular no 06 dated 01 July 2012 requirement of loan assets claimed for deferred tax purpose unless it will be expense while write off from Books of account and will be charge in the profit & loss account.

13.10 Movement of Interest Suspense Account:

Opening balance
Add: Amount of interest transferred/credited as suspended in the year
Less: Amount of suspended interest recovered during the year
Less: Amount of suspended interest depreciated/Waived during the year

	At Dec 31, 2020	At Dec 31, 2019
Opening balance	473,975,179	156,766,993
Add: Amount of interest transferred/credited as suspended in the year	524,879,218	2,052,416,331
Less: Amount of suspended interest recovered during the year	996,422,396	1,249,205,282
Less: Amount of suspended interest depreciated/Waived during the year	421,829,072	777,824,899
	42,986,167	177,177
	741,656,187	471,523,179

13.11 Lease liabilities

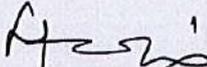
Balance as at 1 January
Add: Interest charge during the year
Less: Payment made during the year

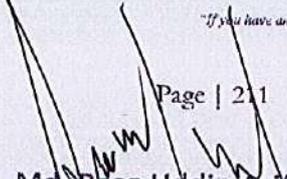
	At Dec 31, 2020	At Dec 31, 2019
Balance as at 1 January	202,085,147	
Add: Interest charge during the year	35,394,131	
Less: Payment made during the year	217,479,461	
	76,011,876	
	141,447,585	

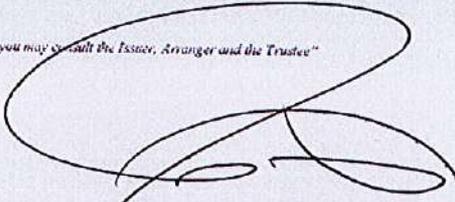
Lease Liability - Current Portion
Lease Liability - Non Current Portion

	At Dec 31, 2020	At Dec 31, 2019
Lease Liability - Current Portion	59,954,802	
Lease Liability - Non Current Portion	81,492,783	
	141,447,585	

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Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

The lease liabilities represents the present value of the lease payments discounting using the incremental borrowing rate (IBR) of 5 year weighted Treasury Bond rate on January 2020 as per 1165.14 against which right of use assets has been arisen (ref: Annex G)

at Dec 31, 2020 at Dec 31, 2019

13.12 Inter Branch General Account Balance

Inter Branch General Account Credit Balance
Inter Branch General Account Debit Balance

No. of Entry		
62	555,946	
17	238,726	
	347,257	

13a Consolidated Other liabilities

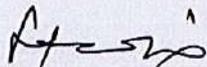
NRBC Bank Limited
NRBC Bank Securities Limited
Less: Inter company transaction

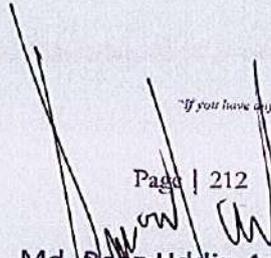
12,521,638,186	8,780,056,585
45,399,132	8,556,846
12,557,037,317	8,826,573,431
1,294,279	1,294,278
12,555,753,039	8,815,289,153

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
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Harunur Rashid
Deputy Managing Director & CFO A.S #007
NRB Commercial Bank Ltd

Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

	31 Dec 31, 2020	31 Dec 31, 2019
	Taka	Taka
14 Share Capital		
14.1 Authorized Capital		
100,00,00,000 ordinary shares of Taka 10 each	10,000,000,000	10,000,000,000
14.2 Issued, Subscribed and Paid up Capital		
582,516,998 ordinary shares of Taka 10 each - listed for cash	5,825,169,980	5,730,951,240
14.3 Movement of Paid up Capital		
Opening Balance	5,710,951,240	5,345,001,440
Addition during the Year by issuing Stock Dividend	114,218,740	385,949,800
	5,825,169,980	5,730,951,240

** on 07 June 2020, The shareholder approved 2% stock dividend (2 Bonus Share for every 100 Shares) in the 7th AGM
*** Paid up capital will be stood at Tk. 7,025.00 million through IPO subscription of the bank from February 3 and February 9, 2021 followed on Bangladesh Securities Exchange Commission, consent letter no.BSEC/CF/PO/307/2020/164, dated January 4, 2021 and subsequently listing with DSE and CSE.

14.4 Breakdown of Share Capital

Particulars	Shareholding as of 31.12.2020		Shareholding as of 31.12.2019	
	In Number	In Percentage	In Number	In Percentage
Sponsors/Institutions	515,048,214	88.42%	512,828,542	89.80%
Shareholders	67,468,784	11.58%	58,264,552	10.20%
Others				
Total	300,000,000	100.00%	571,093,126	100.00%

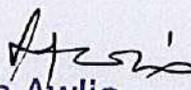
14.5 Movement of Paid Up Capital

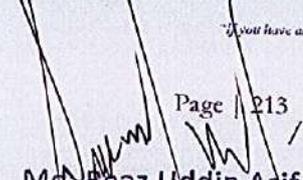
Year	Declaration	Number of Shares	Value (Tk)	Cumulative
2011	Initial	444,605,900	4,446,059,000	4,446,059,000
2014				4,446,059,000
2015				4,446,059,000
2016	Bonus @ 2% for the year 2015	14,818,177	148,181,770	4,594,240,770
2017	Bonus @ 2% for the year 2016	12,056,068	120,560,680	4,714,801,450
2018	Bonus @ 5% for the year 2017	24,699,939	246,999,390	4,961,800,840
2019	Bonus @ 10% for the year 2018	56,594,890	565,948,900	5,527,749,740
2020	Bonus @ 2% for the year 2019	11,421,874	114,218,740	5,641,968,480

14.6 Name of the Directors and their shareholdings according to Form XII along with Schedule X and Form XV

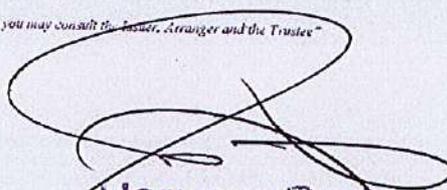
Sl.	Name of the Directors	Status	As of 31 December 2020		
			No. of Shares held	Taka	holding %
1	Mr. SM Tamez Faruqi	Chairman	11,007,564	110,075,640	1.96%
2	Mr. Mohammad Asadul Karim, FCCA	Director	16,414,117	164,141,170	2.92%
3	Mr. Bahul Islam Mia Arrou	Director	10,403,624	104,036,240	1.85%
4	Mr. Mohammed Ovais Rahman	Director	24,640,199	246,401,990	4.37%
5	Mr. Abu Bakr Chowdhury	Director	20,303,750	203,037,500	3.61%
6	Mr. Ismail Khalil	Director	20,666,547	206,665,470	3.67%
7	Mr. Mohammed Nazim	Director	20,215,842	202,158,420	3.59%
8	Mr. ASM Mosharraf Karim, Chairman	Director	16,797,245	167,972,450	2.98%
9	Mr. Abu Mohammad Saadur Riphata	Director	16,558,446	165,584,460	2.93%
10	Mr. Chief Marshal Abu Far, BSC, ncr (Retd.)	Independent Director			
11	Dr. Khan Muhammad Abdu Mannan	Independent Director			
12	Mr. Kaad Mozib Laton, PhD	Independent Director			

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
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"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

at Dec 31, 2020	at Dec 31, 2019
Taka	Taka

The Board of Directors represent hold 33.20% share of the company.

14.7 Capital to Risk Weighted Assets Ratio (CRAR) as per BASEL III for period end on December, 2020

In terms of section 15(2) of Banking Companies Act, 1991 and Bangladesh Bank BRPD Circular No. 07 N. 18 dated March 31, 2010 and December 21, 2014 respectively, required capital based on RWA (Solo and Consolidated Basis) of the Bank are shown below.

Common Equity (Tier I) (Gone Concern Capital)

	Amount in Million Solo Basis	Amount in Million Consolidated Basis
Tully Paid up Capital	5,825.17	5,825.17
Statutory Reserve	1,866.79	1,866.79
Retained Earnings	1,294.95	1,112.85
Non Controlling Interest in Subsidiaries		44.13
	8,986.91	8,848.94

Regulatory Adjustment from Tier 1

Deferred Tax Assets (DTA)	192.87	192.87
Admissible Tier I Capital	9,179.78	9,041.81
Additional Tier 2 Capital after adjustment		
Total Admissible Additional Tier 1 Capital	9,179.78	9,041.81

Tier 2 Capital (Gone Concerns Capital)

General Provision	1,796.99	1,796.99
-------------------	----------	----------

Regulatory Adjustment from Tier 2

Admissible Tier II Capital	1,796.99	1,796.99
Total Regulatory Capital (Tier I + Tier II)	10,976.77	10,838.80

A. Total Assets including off balance sheet items

	150,104.80	150,127.36
--	------------	------------

B. Total Risk Weighted Assets (RWA)

Credit Risk on

Balance Sheet Exposure	50,906	50,872
Off balance sheet Exposure	10,529	10,609
	61,435	61,481

Market Risk

Operational Risk	7,157	7,117
	8,271	8,325
	69,706	69,806

C. Required Capital based on Risk Weighted Assets (12.5% of RWA for December 31, 2020)

	10,337	10,341
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D. Capital Surplus / (Shortfall)

	16.74	105.93
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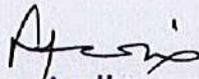
F. Capital to Risk Weighted Assets Ratio (CRAR) (%)

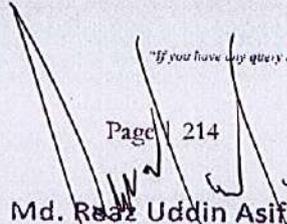
	12.52%	12.03%
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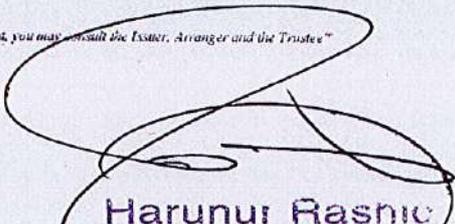
Calculation Basis of Risk Weighted Assets in the Appendix H (A) Solo and Appendix H (B) Consolidated

Capital Requirement (Percentage of Capital on Risk Weighted Assets)

	Solo		Consolidated	
	Required	Hold	Required	Hold
Core Capital (Tier I) incl. Con. Conservation Buffer	7.000%	19.85%	7.000%	13.47%
Supplementary Capital (Tier II)		2.17%		2.17%
Total Capital to Risk Weighted Assets Ratio (CRAR)		12.62%		12.64%
Minimum Total Capital plus Capital Conservation Buffer for 2020		12.50%		12.50%
Excess of CRAR for December 31, 2020		0.02%		0.14%


Golam Awlia
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NRB Commercial Bank Ltd.


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Harunur Rashid
Deputy Managing Director & CFO A.S.#00
NRB Commercial Bank Ltd

at Dec 31, 2020	at Dec 31, 2019
Taka	Taka

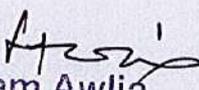
14.3 Capital to Risk Weighted Assets Ratio (CRAR) - as per BASEL III for period end on 31.12.2019

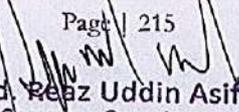
in terms of section 13(2) of Banking Companies Act, 1991 and Bangladesh Bank BPO/CN/SL/No.07/S/18 dated March 31, 2014 and December 31, 2014 respectively, required capital based on RWA (Solo and Consolidated Basis) of the Bank are shown below:

	Amc in Million	
	Solo Basis	Consolidated Basis
Common Equity (Tier II) (Gone Concern Capital) as per 31.12.2019		
Fully Paid up Equity/Funds from Profit/Dividend for the purpose of Adjusting the Capital Adequacy	5,216.95	5,216.95
Statutory Reserve	1,458.84	1,458.84
Reserved Earnings	1,015.11	1,015.94
Dividend Equalization Account		
Non Controlling Interest in Subsidiaries		45.26
	8,691.91	8,736.99
Regulatory Adjustment from Tier I (Core Capital)		
Deferred Tax Assets (DTA)	801.71	801.71
	801.71	801.71
Admissible Tier I Capital	7,890.20	7,935.28
Tier 2 Capital (Gone Concern Capital)		
General Provision	1,024.04	1,041.93
Revaluation Reserve, as on 31 December 2014 (50 % of Fixed Assets & Securities)	17.49	17.49
	1,041.54	1,059.42
Regulatory Adjustment from Tier 2		
Revaluation Reserve, for Fixed Assets, Securities and Equities Securities (Phase in)	17.49	17.49
	17.49	17.49
Admissible Tier II Capital	1,059.03	1,076.91
Total Regulatory Capital (Tier I + Tier II)	8,949.23	8,992.19
A. Total Assets including off Balance Sheet Items		
	117,524.28	117,615.46
B. Total Risk Weighted Assets (RWA)		
Credit Risk on		
Balance Sheet Exposure	50,910.01	50,845.74
Off Balance Sheet Exposure	8,254.66	8,254.66
Market Risk	59,195.17	59,100.40
Operational Risk	2,354.53	2,415.51
	4,942.96	4,972.80
	66,412.20	66,518.71
C. Required Capital based on Risk Weighted Assets (12.50% of Total RWA for 2019)		
	8,301.77	8,314.84
D. Capital Surplus / (Shortfall)		
	599.46	604.32
(E) Capital to Risk Weighted Assets Ratio (CRAR) (%)		
	13.40%	13.50%

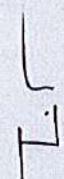
Capital Excess (Percentage of Capital on Risk Weighted Assets)

	Solo		Consolidated	
	Required	held	Required	held
Core Capital (Tier I) plus Cap. Conservation Buffer	7.000%	11.36%	7.000%	11.91%
Supplementary Capital (Tier II)		1.52%		1.52%
Total Capital to Risk Weighted Assets Ratio (CRAR)		13.40%		13.50%
Minimum Total Capital plus Capital Conservation Buffer for 2019		12.52%		12.50%
Excess of CRAR for 2019		0.88%		1.00%


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

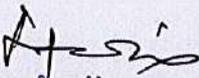
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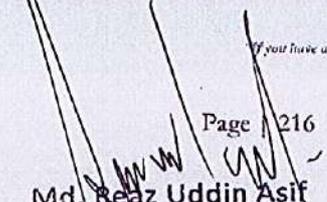

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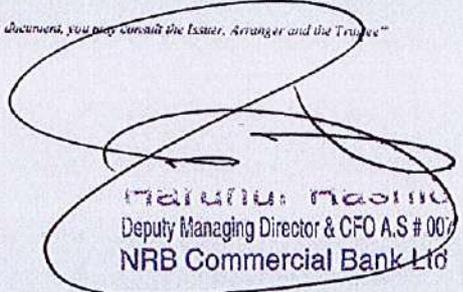

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
15 Statutory Reserve		
Opening Balance at the beginning of the period	1,458,841,144	1,050,381,869
Add: Addition during the year*	507,845,845	438,531,272
Less: Plus Adjustment for Foreign Exchange Rate Fluctuation		
Closing Balance at the end of the period	1,966,786,989	1,488,913,141
* As per Section 24 of Banking Companies Act 1991, 20% of the Tax Profit has been transferred to statutory Account.		
16 Other Reserve:		
General Reserve (Note 20.2)		
Assets Revaluation Reserve (Note 16.2)		
Investment Revaluation Reserve (Note 16.3)		
Foreign Currency Translation Gain/ (Loss) (Note 16.4)		
	810,630,704	5,009,947
16.1 General Reserve		
Opening Balance at the beginning of the period		
Add: Addition during the year	(*)	
Closing Balance at the end of the period		
As per rule, Bonus/ Share/ Cash Dividend may be issued out of surplus of the profit of the year, if there is any short fall, that may be covered from General Reserve Account, as per approval of Board of Directors of the Bank.		
16.2 Assets Revaluation Reserve		
Opening Balance at the beginning of the period		
Add: Addition during the year	(*)	
Less: Adjustment during the year	(-)	
Closing Balance at the end of the period		
16.3 Investment Revaluation Reserve:		
Revaluation Reserve for HFT Securities (a)		
Opening Balance at the beginning of the period	977,534	8,775,810
Add: Addition during the year	(*) 835,122,151	
Less: Adjustment during the year	(-) 7,832,266	
Closing Balance at the end of the period	834,099,885	977,534
Revaluation Reserve for HTM Securities (b)		
Opening Balance at the beginning of the period	4,332,419	3,165,529
Add: Addition during the year	(*) 498,696	1,566,884
Less: Adjustment during the year	(-) 4,531,619	
Closing Balance at the end of the period	4,531,619	4,932,413
Total Revaluation Reserve for HFT & HTM Securities (a+b)	810,630,704	5,009,947
16.4 Foreign Currency Translation Gain/ (Loss)		
Opening Balance at the beginning of the period		
Add: Addition during the year	(*)	
Closing Balance at the end of the period		
16a Consolidated Other Reserve:		
NRBC Bank Limited	810,630,704	5,009,947
NRBC Bank Securities Limited		
	810,630,704	5,009,947


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Md. Masum
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

17 Retained Earnings/Movement of Profit and Loss Account

		at Dec 31, 2020	at Dec 31, 2019
		Taka	Taka
Opening Balance		1,015,181,111	841,116,178
Add: Post Tax Profit during the period	(+)	1,642,630,000	1,148,264,352
Less: Transfer to Statutory Reserve	(-)	409,805,845	428,515,272
Less: Cash Dividend	(-)	519,985,612	
Less: Stock Dividend	(-)	114,284,740	545,408,400
Less: Payment the Fraction of share to shareholder	(-)		247
Less: Start Up Fund	(-)		25
Less: Corporate Social Responsibility (CSR) Fund	Note - 17.1		27,428,875
Less: Transfer to General Reserve	Note - 17.2		11,426,300
Add: (Less): Foreign Exchange Transaction Loss	(+)		
		1,794,954,040	1,015,181,111

17.1 Start Up Fund

According to SMESPD Circular no. 04 dated March 29, 2021 and SMESPD Circular letter no. 05, Dated April 26, 2021, Schedule Bank will form start up fund for extending loan/refinance facilities view to creation of New Entrepreneur and self employment in the country. The basis of Start Up is the 2% of net profit of that concern year and bank will extend credit to that amount for prospective client as mentioned in the circular. Though, above mentioned circular para khaj(2) is also instructed to site aside and will be shown in other liabilities, which is paradox of BASE III account of BRPO Circular No. 02 & 15 dated March 31, 2014 and December 21, 2014. Site aside from retained profit will reduce to Capital to Risk Weighted Assets Ratio (CRAR) meaning that loan/investment will be contraction. The Retain Profit will work as investment facilities and bank will ensure loan/refinance facilities of that 1% of net profit. This SMESPD Circular no. 04 dated March 29, 2021 and SMESPD Circular letter no. 05, Dated April 26, 2021 are also paradox of the section 10G of Income Tax Ordinance, 1984 [50% tax shall be payable on the total amount so transferred more than 70% of that income year in form retained profit, Reserve, etc.]

	Basis of Fund	Net Profit	at Dec 31, 2020	at Dec 31, 2019
	% of Operating Profit		Taka	Taka
Opening Balance				
Addition during the year	2%	1,842,630,000	23,428,800	11,426,300

17.2 Corporate Social Responsibility (CSR) Fund

According to BRPD Circular no. 09 dated April 26, 2021 Schedule Bank must allocate for Corporate Social Responsibility (CSR) Fund amid of combating corona virus effect of the economy.

	Basis of Fund	Net Profit	at Dec 31, 2020	at Dec 31, 2019
	% of Operating Profit		Taka	Taka
Opening Balance				
Addition during the year	1%	1,842,630,000	11,428,300	

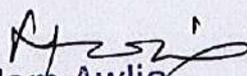
17a Retained Earnings/Movement of Profit and Loss Account

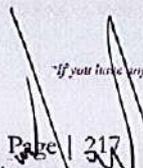
NRBC Bank Limited	1,794,954,040	1,015,181,111
NRBC Bank Securities Limited	41,692,735	12,005,932
	1,836,646,775	1,027,187,043
Less: Minority Interest	4,189,211	1,200,993
	1,832,457,564	1,025,986,050

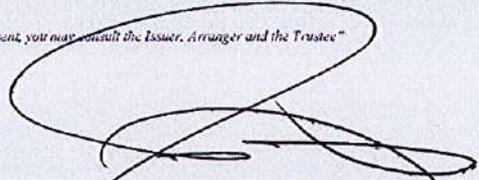
17b Non Controlling Interest

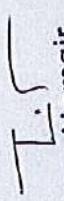
NRBC Bank Securities Limited	40,000,000	40,000,000
Equity Capital of Minority Group	4,189,211	1,200,993
Add: Retained Earnings(Loss)	44,189,211	41,200,993

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

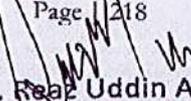
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000

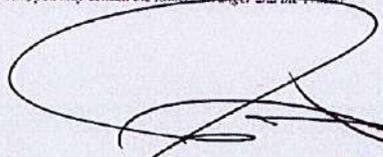

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

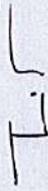

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

	at Dec 31, 2020	at Dec 31, 2019
	Taka	Taka
18 Contingent liabilities	39,659,240,270	37,408,198,566
18.1 Acceptances and Endorsements		
Accepted Bills Against BTL/C - Local	2,569,270,757	2,604,459,444
Accepted Bills Against BTL/C - Foreign	179,731,401	712,475,475
Customer Liability against BTL/C	186,711,741	171,951,956
Accepted Bills Against BTL/C E/P2	1,995,290,461	1,361,204,000
Accepted Bills Against LC Cash - Local	61,145,144	2,188,257,148
Accepted Bills Against LC Cash - Foreign	1,182,821,523	
Accepted Bills Against LC Cash E/P2	51,273,619	
	6,718,231,592	7,210,588,526
18.2 Letters of Guarantee		
Money for which the bank is contingently liable in respect of guarantees issued in favour of:		
Directors		
Government		
Banks and other Financial Institutions		
Others (Note 18.2a)	16,406,215,762	20,617,378,649
	16,406,215,762	20,617,378,649
18.2a Letters of Guarantee - Others		
Shipping Guarantee Against Cash/Bid Bond Local	61,093,443	69,952,202
Performance Guarantee Local	1,777,544,556	2,481,212,744
Advance Payment Guarantee Local	11,551,197,440	6,651,257,460
Shipping Guarantee against BTL/C	1,411,784,151	2,870,476,141
Performance Guarantee Foreign		
	16,406,215,762	20,487,378,649
18.3 Irrevocable Letters of Credit	7,638,718,221	5,729,243,714
18.4 Bills For Collection	4,540,705,662	4,030,987,678
18.5 Liability for Sale of Govt. Securities	175,153,000	175,850,000
18.6 Workers' profit participation fund (WPPF)		
As per Bangladesh Labour Act 2006 and SRO no. 899/Law/2010, all companies falling within the scope of WPPF are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time. Bank and Financial Institution Division, Ministry of Finance, vide their letter no 51.00/COO/311/21/002/17/10 dated 28 February 2017 covered that Chapter 15 "Participation in company Profit by Worker" of Bangladesh Labour Act, 2006 and amendments made in the July 21, 2013, is not applicable for Bank & Financial Institution. As such the Bank did not make any provision for WPPF.		
19 Income statement		
Income :		
Interest, discount and similar income (Note 19.1)	8,591,885,876	7,998,029,960
Dividend Income (Note 22)	16,889,149	21,528,236
Fees, commission and brokerage (Note 23)	742,298,254	778,124,509
Gains less losses arising from dealing in securities (Note 19.2)	1,577,326,736	287,194,492
Other operating income (Note 24)	274,093,039	211,161,000
	11,222,982,085	9,298,818,215
Expenses :		
Interest & profit paid on deposits, borrowings, etc. (Note 21)	4,921,527,439	4,435,125,258
Salaries and bonus, directors' and staff's emoluments		
Administrative expenses (Note 19.3)	2,359,544,830	2,756,674,760
Other operating expenses (Note 25)	740,905,503	321,242,955
Depreciation on banking assets (Note 14)	154,529,620	141,968,285
	8,076,015,389	6,715,074,667
Operating Profit of the Bank	3,146,966,696	2,583,743,548


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
ICD Investment Limited

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19.1 Interest, discount and similar income

Interest Income (Note 20)
Interest on Treasury Bills (Note 22)
Interest on Treasury Bonds (Note 22)
Interest on Coupon Bonds (Note 22)
Interest on Reverse Repo (Note 22)
Interest on Zero Coupon Bonds
Interest on Bangladesh Bank Bill (Note 22)
Gain on Sale of Assets, Properties and Others (Note 22)

at Dec 31, 2020	at Dec 31, 2019
Taka	Taka
6,320,951,518	7,024,973,518
42,256,954	111,833,045
17,122,566	47,259,371
1,720,441,572	682,249,886
145,079,380	131,837,028
12,466	54,260
	99,809
8,293,885,856	7,956,405,900

19.2 Gains less losses arising from dealing in securities

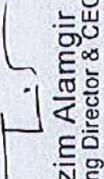
Gain on Sale of Shares and Securities listed with DSE/CSX (Note 22)
Gain on Sale of Bonus Shares listed with DSE/CSX (Note 22)
Gain on Sale of Foreign Bond
Gain on Sale of Aporous Govt. Securities (Note 22)
Less: losses arising from dealing in securities

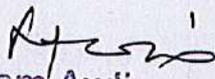
	718,091
10,000	
3,577,316,756	286,475,280
1,577,326,756	287,191,172
528,181,651	369,551,732
1,849,145,093	117,241,642

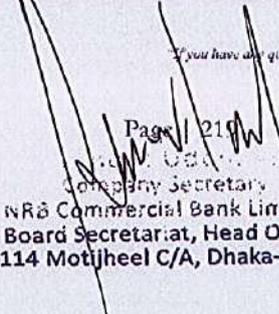
19.3 Administrative expenses

Salaries and Allowances (Note 25)
Rent, Taxes, Insurance & Medicals, etc. (Note 26)
Regulatory and Legal Expenses (Note 27)
Printing, Stationery, Telecommunication, etc. (Note 28)
Stationery, Printing, Advertisement, etc. (Note 29)
Chief Executive's salary and fees (Note 30)
Directors' Fees & Meeting Expenses (Note 31)
Auditors' Fees (Note 32)
Purchased or Spares parts/Accessories for Replacement of Bank's Assets (Note 34)
Repairs of Bank's Assets (Note 34)

1,668,775,529	1,252,180,079
275,529,408	821,529,969
11,362,262	2,511,888
14,045,451	35,361,488
205,118,848	99,290,787
11,445,704	16,880,000
14,628,445	11,998,400
862,500	573,000
41,994,517	15,739,429
3,911,530	3,875,936
2,259,661,829	2,750,645,459


Tanzim Alamgir
Managing Director & CEO

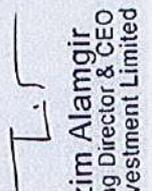

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

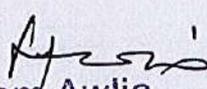
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Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

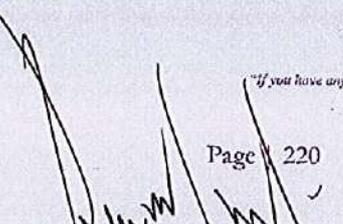
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Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd.

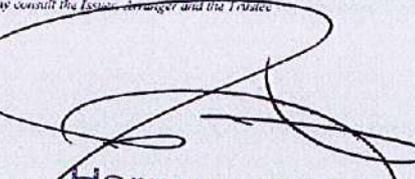
	2020 Taka	2019 Taka
20 Interest Income/profit on investments		
<u>Interest/Profit on Loans and Advances, Leases and Advances</u>	6,257,624,387	6,727,624,206
<u>Bills Purchased and Discounted</u>	34,949,742	17,729,261
<u>Interest on Balances with</u>	6,292,574,129	6,745,353,466
<u>Bangladesh Bank</u>	195,132,993	226,909,862
<u>Bank & Financial Institutions in Local Currency (LCI)</u>	146,584,957	42,656,710
<u>Foreign and Domestic Bank & Financial Institutions in Foreign Currency (FCI)</u>	328,877,069	259,562,072
	6,620,951,918	7,024,971,518
20.1 Product wise Interest/profit on investments		
Interest Income on Overdraft	1,476,783,810	1,494,704,534
Interest Income Term Loan	911,619,403	921,281,561
Interest Income Lease Finance	85,334,519	75,900,442
Interest Income New Purchase	228,555,273	216,576,845
Profit received from Bar Murabahah	480,853	
Profit from New Purchase Shikharul Meeq (HPM)	559,040	
Interest Income Trade Loan	209,251,750	219,830,540
Interest Income from Working Capital	34,130,077	
Interest Income from Home Loan	89,681,327	25,904,189
Interest Income ITR	824,369,599	311,889,373
Interest Income Packing Credit	53,812,282	52,069,908
Interest Income ECF Loan	24,615,680	14,658,372
Interest Income SME Credit	698,004,036	705,304,679
Interest Income Consumer Loan	162,344,246	229,562,000
Interest Income from Agricultural Credit	93,224,679	61,523,893
Interest Income from Construction Finance	215,654,976	872,312,242
Interest Income from PFD	21,310,849	17,426,874
Interest Income from Staff Loan	16,810,444	14,476,047
Interest Income from Force Loan	273,786,691	179,207,719
Interest Income from Micro Credit	5,442	4,841
Interest Income from Cash Credit Hybrid	905,352,567	1,249,683,877
	6,257,624,387	6,727,624,206
Profit Paid from Bills Purchased and Discounted	2,274,824	
Interest Income from Documentary Bill Purchase	32,674,015	37,789,261
	6,292,574,129	6,765,413,466
20a Consolidated Interest Income/Profit on investments		
NRBC Bank Limited	6,620,951,918	7,024,971,518
NRBC Bank Securities Limited	41,259,986	14,373,250
	6,662,211,904	7,039,344,768
Less: Inter company transaction	24,676,287	1,344,713
	6,637,535,617	7,037,999,999
21 Interest Paid/profit shared on Deposits and Borrowings, etc.		
Interest Paid on Deposits (Note 21.1)	4,197,828,911	4,156,638,506
Interest Paid on Borrowings (Note 21.2)	426,098,488	311,596,752
	4,623,927,400	4,468,235,258
21a Consolidated Interest Paid/Profit shared on Deposits and Borrowings, etc.		
NRBC Bank Limited	4,331,927,433	4,488,235,258
NRBC Bank Securities Limited	24,676,287	1,344,713
	4,356,603,720	4,489,579,971
Less: Inter company transaction	24,676,287	1,344,713
	4,331,927,433	4,488,235,258


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

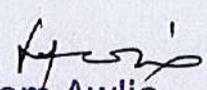

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

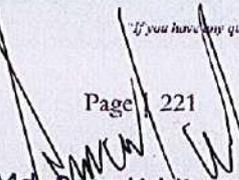

Md. Reaz Uddin Asif
Company Secretary
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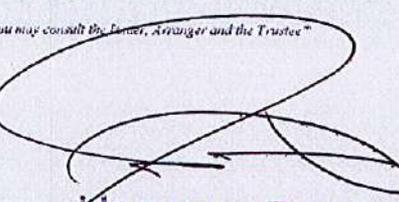
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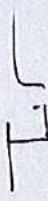

Harunur Rasheed
Deputy Managing Director & CFO A.S. 1007
NRB Commercial Bank Ltd

	2020 Taka	2019 Taka
21.1 Interest Paid/Profit shared on Deposits		
Current Account	24,444,720	23,493,882
Saving Scheme	64,552,748	41,632,718
Savings Account/Mudaraba Savings Deposit (MSDA) (Customer)	118,127,275	95,807,128
Savings Account (Staff)	1,895,772	11,291,451
Special Notice Deposits (SND)/Mudaraba Savings Deposit (MSDA)	276,225,835	94,651,504
Fixed/Mudaraba Deposit Receipts Schemes/Mudaraba Scheme Deposits	876,281,091	94,651,504
	4,897,828,951	4,356,638,506
21.2 Interest Paid/Expense on Borrowings		
Bangladesh Bank in Local Currency (LC)	7,166,237	16,411,088
Banks and NBFI in Foreign Currency (FC)	521,500	219,750
Borrowing from Call and Short Notice	124,617,438	19,127,530
REPO Borrowed from Other Banks and NBFI	211,577,858	36,977,210
Reference from Bangladesh Bank	29,625,930	4,491,257
Inter Bank Borrowing	89,500,140	214,907,747
	426,998,488	332,436,752
22 Investment Income		
Conventional and Islamic banking		
Interest on Govt. Treasury Bills	42,218,954	111,891,648
Interest Income Money at call and Short Notice Lending	45,124,586	47,216,051
Interest on Govt. Treasury Bond (Note 12.2.01)	1,700,443,952	682,245,896
Interest on Corporate/Sub or State Bond	165,078,385	141,817,018
Interest on Reverse Repo of Govt. Treasury Bond	32,469	56,260
Dividend Income	36,368,149	23,526,236
Gain on Sale of Shares and Securities Listed with DSE/CE	10,000	718,293
Prize Money from Winning of Prize Bond	10,000	
Gain on Sale of Approved Govt. Securities (Net)	1,577,316,786	286,475,280
	3,586,648,824	1,284,157,971
22.01 Interest on Treasury Bond (Net)		
Interest Income on Treasury Bond Through Auction and purchased from Secondary Security Interest paid on Treasury Security purchased (Net)	2,475,055,948	817,181,440
	1,720,443,552	682,245,386
22a Consolidated Investment Income		
NRBC Bank Limited	1,586,649,524	1,284,157,971
NRBC Bank Securities Limited	8,552,854	9,212,640
Less: Inter-company transaction	1,595,202,278	1,293,370,611
	3,595,201,478	1,293,370,611
23 Commission, Exchange and Brokerage		
Conventional and Islamic banking		
Commission on Letter of Credit including Deemed Exporters	65,996,130	54,719,408
Commission on Back to Back Letter of Credit	47,987,635	58,709,548
Commission on L/C Confirmation	5,085,039	2,043,738
Commission on Bank Guarantee	262,412,820	146,902,843
Commission on Export Bills	6,828,710	6,569,862
Commission on Clean (DP/SP Purchased) Bill	1,271,128	432,602
Commission on Accredited Bill/UC including Deemed Exporters	21,289,948	24,554,013.95
Commission on Accepted Back to Bank Bill/LC	5,976,041	56,647,121.52
Commission on Sale of FC Cash	54,798	176,123
Commission on Remittance including Foreign Remittance	24,567,641	11,968,411
Commission from Other Services	130,168	358,946
Underwriting Commission for Issuing of Govt. Securities	4,684,242	866,230
Commission on Agent Banking	156,900	82,441
Exchange gain for Trading of Foreign Currency through Export, Import, Banking Remittance (Net)	247,756,263	420,801,236
	742,298,294	778,123,509


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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2020	2019
Taka	Taka

Commission income arises on stake provided by the bank recognized on a cash basis. Commission charged the Customer on Letter of Credit and letter of Guarantee is recorded to income at the time of effecting the transaction.

23a Consolidated Commission, Exchange and Brokerage
Conventional and Islamic banking

NRBC Bank Limited	742,235,254	778,123,509
NRBC Bank Securities Limited	45,667,702	25,722,062
	787,902,956	799,845,571
Less: Inter company transaction	5,087,428	1,124,993
	782,815,528	796,720,578

24 Other Operating Income
Conventional and Islamic banking

Service Charges and Fees	91,436,514	51,005,172
Rental Income-Locker	614,500	396,000
Online Transaction Commission	8,291,651	1,676,261
Income from Card Services	19,475,841	11,857,099
Income from Insurance, Sewerage, Sewerage, Electricity, Gas, Water, Telephone, etc.	119,651,972	119,406,571
Miscellaneous Earnings	93,607,872	25,361,857
	374,087,650	211,563,000

24a Consolidated Other Operating Income

NRBC Bank Limited	274,681,069	211,563,000
NRBC Bank Securities Limited	270,297	1,128,213
	274,951,366	212,691,213
Less: Inter company transaction	3,450	228,217
	274,947,916	211,873,006

25 Salaries and Allowances

Basic Salary	539,252,071	422,525,553
Festival Bonus	62,688,320	60,535,903
Yearly Incentive Bonus	120,151,878	62,248,664
Leave Encashment/Retirement/Service Benefits on Resignation from bank	18,044,062	14,368,819
Contributed to Recognized NRBC Employees' Gratuity Fund (Payment) Expense	42,400,000	6,500,000
Bank Contribution To Recognized NRBC Employees' Provident Fund	82,564,112	33,216,555
Contractual staff Salary	15,155,432	14,850,937
Salary of Security and Support Staff	155,021,852	104,998,669
Gratuity/Bonus of Security and support staff	22,127,780	16,996,196
Special COVID-19 Duty Allowance during Holiday	29,335,048	
Utilities and Telephone payment (Allowances) for Support staff	155,956	364,217
Allowances and Passage for Travel/IFA	647,359,846	526,714,422
	1,668,779,629	1,252,370,075

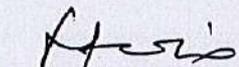
25a Consolidated Salaries and Allowances

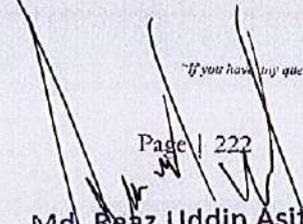
NRBC Bank Limited	1,668,779,629	1,252,370,075
NRBC Bank Securities Limited	35,114,551	16,218,968
	1,896,894,180	1,268,589,043
Less: Inter company transaction		
	1,896,894,180	1,268,589,043

26 Rent, Taxes, Insurance, Electricity, etc.

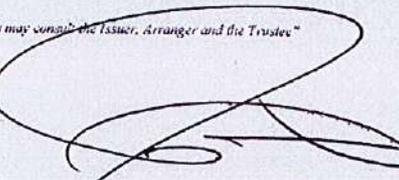
Office and Garage Rent (Note : 26.1)	172,826,927	221,042,471
Rates, Taxes and Duties (Note : 26.2)	4,121,360	10,551,442
Insurance Expenses including S&B Insurance to SB (Note : 26.3)	44,918,145	34,079,529
Electricity and Utility Expenses (A&A/Water supply by Dh. Porawala)	53,414,776	29,351,827
	275,281,208	295,025,269

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

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Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd.

25.1 Office and Garage Rent

Office Rent - Branch & HQ (Note - 26.1.1)
Office Rent - Sub Branch
Office Rent - ATM
Office Rent - Godown/Store Room
*Involvement of lease holders (instead of Rental Expense) (Note - 26.1.2)

2020 Taka	2019 Taka
141,026,594	221,042,071
14,776,181	
1,577,147	
60,490	
13,394,133	
172,835,527	221,042,071
218,860,670	

25.1.1 Office Rent - Branch & HQ (Rental expense as per contract with lessors)

*Total rent expenses for the year 2020 was Tk 249,880,509.25 as per IAS 17. To equipment "FRS 16: Lease" this rent expense had been adjusted with depreciation Tk 76,971,992.28 arising against right of use assets (ref. Annex G) and interest expense Tk 16,994,111.15 arising against lease liabilities.

26.2 Rates, Taxes and Duties

*Trade/Gen license and Patent Right Tax
Holding, Municipality, Sign Board Tax
Vehicle Registration, Taxation, Finance, etc.
Toll and Parking Tax/Charge
Excise/Supplementary Duty
NBR Fees & Charge (Tax and VAT)
Garage Rent for Car Parking
Other Rates and Taxes

1,405,410	1,049,293
638,356	264,817
187,461	219,882
569,750	489,047
854,120	992,370
1,000	11,225,043
202,300	82,510
67,654	61,050
4,133,950	16,833,942

26.3 Insurance Expenses including DMB Insurance to BB

Deposit Money Insurance to Bangladesh Bank *
Central Insurance Policy (Cash in safe, Courier & Transit)
Vehicle Insurance Premium
Insurance Premium for others
Fixed Assets Insurance Premium

19,194,917	28,920,456
4,119,211	3,404,873
865,110	719,254
1,075	
1,211,647	1,044,922
26,362,160	34,079,529

*Deposit Money Insurance Premium was paid to Bangladesh Bank as per DDB circular letter no. 1 dated 10 January 2007 and Circular no. DDB/02/2012 dated 02 October 2012 in exchange of coverage of deposits up to certain threshold in case the bank goes bankrupt.

26.4 Consolidated Rent, Taxes, Insurance, Electricity, etc

NRBC Bank Limited
NRBC Bank Securities Limited
Less: Inter company transaction

275,523,408	321,320,908
2,282,082	2,564,501
277,805,490	323,885,429
277,805,490	323,885,429

27 Legal, Regulatory Fees and Documentation Expense

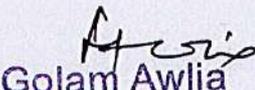
Consultancy/Professional Fees and Charges
Lawyer Fees and Charge
Power of Attorney/Court Fees with Stamp Charge
Notary Public Charge and Govt. Fees
SSE and CDRL Fees
SSE & BSL Fees

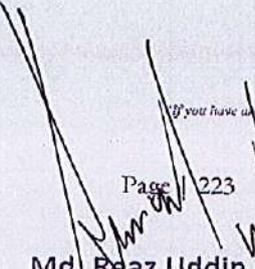
7,622,919	656,471
656,588	871,283
95,500	192,000
300	
122,000	15,000
4,467,184	122,154
13,164,511	2,017,808

27A Consolidated Legal, Regulatory Fees and Documentation Expense

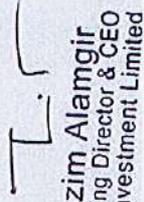
NRBC Bank Limited
NRBC Bank Securities Limited
Less: Inter company transaction

11,162,261	2,017,808
123,935	
11,286,196	2,017,808
11,286,196	2,017,808


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

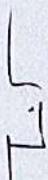

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited,
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

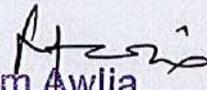

Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

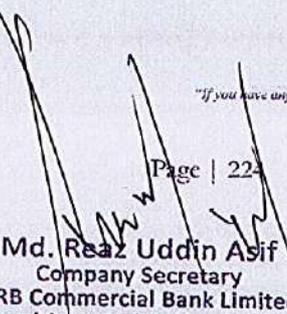

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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	2020 Taka	2019 Taka
28 Postage, Stamps, Telecommunication, etc		
Stamp and Cartridge Cost	240,000	31,997
Govt. Stamp/Registered Postal Service Charge	161,704	48,324
Courier Charges	4,292,642	1,251,649
Telephone and Mobile Expenses	8,011,296	9,185,556
Swift Charge, Internet & WiFi Expense and WAN/Bank Connection Charges	29,876,665	22,829,568
	34,035,697	35,361,488
28a Consolidated Postage, Stamps, Telecommunication, etc		
NRBC Bank Limited	34,035,697	35,361,488
NRBC Bank Securities Limited	955,043	1,245,732
Less: Inter company transaction	(34,990,730)	(36,467,240)
	34,990,736	36,467,240
29 Stationery, Printing, Advertisement, etc		
Stationery and Packaging/Printing Expenses (Note:29 01)	44,066,755	27,033,357
Advertisement and Sponsorship Expense (Note:29 02)	36,311,199	14,708,892
Computer Expenses including Toner, Ribbon, Other Computer Expenses (Note 29 03)	142,640,889	57,248,577
	205,118,843	99,049,787
29.01 Stationery and Printing Expenses		
Packaging/Printing Stationery/Expense	9,734,796	4,366,960
Security Paper/ Stationery/Expense	15,492,601	7,806,655
Office Stationery/Expense	17,265,207	11,265,135
Crockeries and Utensils Expense	676,933	795,208
Electric, Battery/Tube and Wire Purchased/Expense	877,221	809,000
	44,066,755	27,033,357
29.02 Advertisement and Sponsorship Expense		
Advertisement in News Papers and Magazine Exp	7,049,427	8,007,352
Advertisement for public Search (NAT) Expenditure in News Paper	29,584	75,030
Advertisement in Radio, Television and Online Media	5,351,250	702,130
Souvenir/ Calendar / Gair (Printing Exp.)	2,867,500	3,908,530
Sponsorship of Program, event and Sports	1,071,458	1,475,000
	16,370,169	14,708,892
29.03 Computer and Software related Expense		
Toner, Ribbon, Printer Ink Expenses	8,801,328	6,213,513
CBs Annual Maintenance Expense	17,592,499	17,268,912
Core Bank Software Annual Maintenance Expense		5,021,321
Software (Other) Maintenance Cost/Expense	6,735,785	12,496,000
DC and DPC Maintenance Expense	3,030,000	1,500,000
Parts purchased (Replacement) for DC and DPC		1,662,000
IT Enable Expenses	106,641,276	52,148,774
	142,940,889	57,248,577
NRBC Bank Limited	205,118,843	99,049,787
NRBC Bank Securities Limited	372,663	801,878
Less: Inter company transaction	(205,595,006)	(99,862,664)
	205,495,506	99,862,664
30 Chief Executive's salary and fees		
Basic Salary	3,897,047	6,450,000
Fixed Bonus	2,800,000	1,900,000
Allowances	8,548,626	5,548,000
	15,245,703	13,898,000


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A,S # 00/
NRB Commercial Bank Ltd.

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	2020 Taka	2019 Taka
31 Directors' Fees & Meeting Expenses		
Directors' Fees	1,535,460	1,442,000
Directors' House and Travel (including Travel Tax and Kinship duty) (BB Circular)	12,153,867	8,938,129
Directors' Meeting Stationery Expense	58,324	69,462
Board Meeting Expenses including refreshment and Tips to the Drivers	682,115	1,611,815
	14,629,766	12,061,406

Each Director is entitled to get honorarium of Tk. 8000 & traveling expenses as a dual for attending meeting of the board of directors, as per BRD Circular letter #11 dated October 04, 2015. There were no other financial benefits provided to the Directors of the Bank.

	2020 Taka	2019 Taka
31a Consolidated Directors' Fees & Meeting Expenses		
NRBC Bank Limited	14,629,766	11,468,400
NRBC Bank Securities Limited	286,889	59,830
Less: Inter-company transaction	(18,615,154)	(12,635,210)
	14,815,334	12,029,220

	2020 Taka	2019 Taka
32 Auditors' Fees		
Statutory	862,500	575,000
Others	662,570	575,000
	1,525,070	1,150,000

	2020 Taka	2019 Taka
32a Consolidated Auditors' Fees		
NRBC Bank Limited	862,500	575,000
NRBC Bank Securities Limited	575,000	575,000
	1,437,500	1,150,000

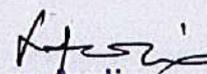
	2020 Taka	2019 Taka
33 Charges on Loan Losses		
Loan written off		
Interest waived		

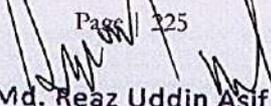
	2020 Taka	2019 Taka
34 Depreciation and Repairs of Bank's Assets		
Capitalized and Itemized		
Purchases of Spares parts/Accessories for Replacement of Bank's Assets (a)		
Items purchased for Replacement of Land, Building and Construction	66,975	25,321
Items/Accessories purchased (Replacement) for Furniture and Fixtures	11,204,425	14,513,407
Parts purchased (Replacement) for Office Equipment	8,215,939	7,346,159
Items/Accessories purchased (Replacement) for Rented Premises	1,242,606	811,422
Electricity Connection Fee, Installation & Replacement	5,231,132	2,295,964
Telephone Connection Fee, Installation & Replacement	122,924	83,827
Domestic/Internet Connection Fee & Installation	2,700	6,299
Parts/Accessories purchased (Replacement) for Computer and Computer Equipment	1,239,406	495,551
Parts/Accessories purchased (Replacement) for Vehicles	4,669,547	2,376,199
Parts purchased (Replacement) for Plant & Machinery	7,607	3,000
Parts purchased (Replacement) for Premises		4,053
	31,993,517	15,766,936

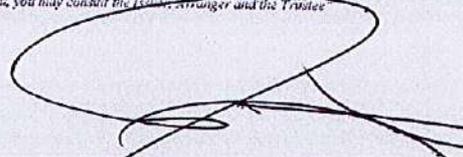
Repair, Reproduction & Maintenance of Bank's Assets (b)

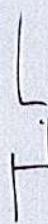
	2020 Taka	2019 Taka
Repair and Maintenance for Furniture and Fixtures	309,489	786,249
Repair and Maintenance for equipment & Machinery	4,439,978	1,609,147
Repair and Maintenance for Rented Premises	255,524	214,588
Repair and Servicing of Computer and Computer Equipment	182,713	92,995
Repair and Servicing of Vehicles	714,707	892,812
	5,982,411	3,395,891

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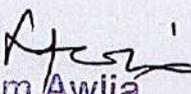

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

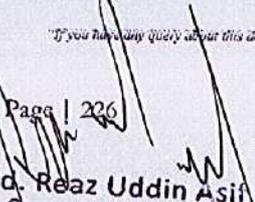
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motiheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

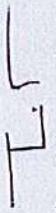

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

	2022 Taka	2021 Taka
Depreciation of Bank's Assets (Part Assets)		
Land, Building and Construction		
Furniture & Fixtures	49,675,515	16,971,030
Machinery and Equip	21,266,415	13,860,113
Office Equipment	27,521,226	27,368,027
Computer and Computer Equipment	24,187,816	12,828,574
History and Asset of Bangladesh: Major Computer Software	24,797,218	21,940,840
Motor Vehicle-Other Good	920,300	920,300
Motor Vehicle-Transport	4,110,829	5,144,432
Professional and Reference Books		1,141
	154,520,619	141,668,182
Depreciation of Bank's Assets (Other Assets) (Already been depreciated i.e. moved to Zero Value Equity 1% of Book Value)		
Land, Building and Construction		
Furniture & Fixtures		
Equipment and Machinery		
Motor Vehicle		2
		2
Depreciation of Bank's Assets (Right of Use Assets)		
Office space	76,973,582	
	76,973,582	
Depreciation has been charged from the month of purchased		
Total (a+b+c+d)	267,917,658	163,254,049
34) Consolidated Depreciation and Repairs		
NRBC Bank Limited	247,817,658	163,254,049
NRBC Bank Securities Limited	2,013,239	2,256,311
Less: Inter-company transaction	269,410,890	165,810,109
	299,430,890	285,810,360
35) Other Expenses		
Bank Charges (Note: 35.1)	5,556,514	1,011,259
Operational/Construction and Corporate Social Responsibility (CSR)	44,232,095	22,736,430
Car, Vehicles and Helicopters Expenses (Note: 35.2)	20,450,429	9,874,641
Brokerage/Commission to Bank, Fin Share Trading Co. (Note: 35.3)	1,472,736	789,413
Printing & Interimship Allowances (Note: 35.4)	1,680,844	4,123,704
Annual Subscriptions, Membership Fees, Regulatory/Govt. Institutions/Others	9,123,658	4,781,615
Entertainment and other Expenses (Note: 35.5)	2,340,340	10,121,769
Travelling Expenses (Home and Foreign) for official purpose (Note: 35.6)	5,970,835	6,761,455
Conveyance, Labor, Carriage and Freight Expense (Note: 35.7)	8,510,536	7,681,455
Development and Publicity (Note: 35.8)	13,225,025	12,094,216
First Aid/Medical Expenses	141,072	45,864
Newspaper, Magazine and Periodicals	460,383	697,248
Manpower/Security Service/Provident Commission & Charge (Note: 35.9)	51,799,180	26,739,057
Loss on Sale of Trading (Listed) Share and Securities	39,893,792	1,480,540
Loss on HT (Govt) Treasury Bills	73,382	
Card Output Fees, Charges and Expenses (Note: 35.10)	262,385	890,278
Miscellaneous Expenses (Note: 35.11)	30,627,581	26,098,718
Loss on HT (Govt) Treasury Bonds	488,724,918	168,874,192
	740,905,501	321,231,955
35.1) Bank Charges		
Cheque/ Cheque Charge (VAT incl.)	241,045	140,817
Online/SMS Banking Charge (VAT incl.)	8,426,158	1,136,870
Bank Charge incl. A/C Maintn./Cred. Issue (VAT incl.)	2,186,451	1,555,972
ATM Transaction Commission (VAT incl.)		170,024
	11,854,654	3,993,683


Golam Awlia
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NRB Commercial Bank Ltd.

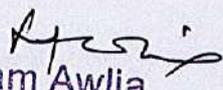
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Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

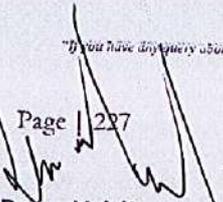

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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	2020 Taka	2019 Taka
35.2 Car, Vehicles and Helicopters Expense		
Car or Vehicles Fuel (Oil/Diesel/GP) Cost *	5,194,675	6,999,480
Car or Vehicles Hiring Charge	12,256,749	1,175,561
	17,451,424	8,175,041
* VAT exempted as per and SRO 187/AM/2019 dt. dated June 15, 2019 and SRO 149/AM/2020/900 dated June 11, 2020		
35.3 Brokerage/Commission and Discount paid to Bank/Fin		
Commission paid to Bank/Fin	1,472,796	4,219
Brokerage/Commission/Teles. Share Trading (JMT Exempted)	1,472,796	785,194
	1,472,796	789,413
35.4 Training, Scholarship and Allowance		
Training and Seminar Fees & Expenses	524,250	1,585,404
Recruitment/Training Allowance	112,960	815,187
Mentorship/Trainer Fees/Allowance	182,640	892,454
Scholarship and Higher Study Training	214,250	171,769
Annual In- and Development Exp./Allowance	80,200	300
Internship Allowance to University Graduate	212,474	1,292,704
Transport, Refreshment and Miscellaneous	215,800	1,442,700
	1,662,574	6,132,708
35.4.1 Training and Seminar Fees & Expenses		
Domestic Training & Seminar Fees	304,075	628,872
Other Training Arranging Fees & Expenses	394,850	668,427
Seminar and Awareness Program Expense by BPR/Fin/Instit	26,325	288,105
	625,250	1,585,404
35.5 Entertainment and Refreshment Expenses		
Process Food Items through Muzak, SS (M & S) or VAT Paid	2,858,240	5,818,586
Food Items from Street or open Market	1,845,240	8,149,066
Green Food Item from open Market	658,880	1,153,697
	5,362,360	15,121,349
35.6 Traveling Expenses (Inland & Foreign) for official purpose		
Foreign Travel - Bank Sponsored	123,929	491,161
Foreign Travel - Govt. Sponsored *	5,647,158	8,268,894
Inland or Domestic Travel by Staff	6,970,885	8,762,655
	12,742,072	17,522,710
* Section 10(3) of Income Tax Ordinance, 1994. Foreign Travel engaged in providing any service to the Government or Travel for Trade delegates of Govt. will not be considered for limited of expenses i.e. 1.25% of yearly Turnover.		
35.7 Conveyance, Carriage, Freight and Wagon Charge		
Local Conveyance by Staff	8,081,978	7,280,037
Plumber, Electrician and labor Charge	403,718	192,858
Physically Carriage and Freight Charge	24,493	10,600
	8,510,189	7,483,495
35.8 Payment for Development and Publicity Purpose		
Business Development (Gift of Price Band Goods/Items to valued clients of the Bank)	10,625,126	10,178,601
Promotion and Routine Expense (Promotional Items Distributed to Prospective Clients)	199,898	2,312,630
	10,825,024	12,491,231
35.8.1 Business Development		
Goods/Gift Items for Prospective Clients	1,858,861	8,095,717
Gift (Price Band) for clients	368,500	460,100
Event Management	5,517,058	1,481,095
Customer Gathering Expense	562,611	141,644
Actor/Address payment in Bank Occasion	285,075	
	10,625,126	10,378,606

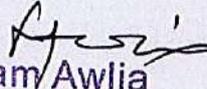

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

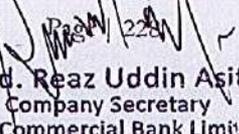
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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 06
NRB Commercial Bank Ltd

	2020 Taka	2019 Taka
35.08.2 Promotion and Routine Expense		
Promotional Fair by Bank or Govt. Invitation	66,487	37,774
Display/Distribution of Gift/Leather/Banner/Stationery	118,912	751,181
Actor/Actress/Professional payment in Bank Occasion	199,899	2,310,830
35.9 Mandates/Security Service Providers Commission & Charge		
Security Service Providers Commission & Charge	37,311,609	24,742,627
Mandates/Service Providers Commission & Charge	17,651,929	1,996,480
	54,963,538	26,739,107
35.10 Card Charges and Expenses		
Card Contract Point Verification	282,185	490,278
35.11 Miscellaneous Expenses		
Laundry and Cleaning	2,418,179	1,810,268
Binding, Photocopy and Photocopy	466,281	224,742
Cash Carrying/Remitting Charge to Security Service Provider	1,891,500	6,040,749
Nursery and Plantation Cost/Exp	581,049	751,401
COVID-19 (Epidemiology) Related Expenses *	19,718,457	-
Disinfectant/Cleaning/Saturday Banking Expense	2,192,629	4,617,440
N/D/Over-Head/Charge to Bangladesh Election Commission and VAT	897,898	201,558
Sundry Expenses	234,268	234,268
	36,623,344	26,990,718
* COVID-19 related expenses are VAT exempted as per SRO 42/MH/2020/1593/Union Dated March 22, 2020.		
35.11.1 Laundry and Cleaning Expenses		
Manual Laundry and Cleaning Expense	2,160,521	1,696,598
Auto Laundry and Cleaning Expense	257,658	113,670
	2,418,179	1,810,268
35a Consolidated Other Expenses		
NRBC Bank Limited	740,865,508	321,241,010
NRBC Bank Securities Limited	1,120,547	1,620,540
Less: Inter company transaction	742,236,011	322,861,550
	1,159	2,410
	740,222,601	322,859,045
36 Provision against loans and advances		
<u>i. Provision against unclassified loans and advances</u>		
Provision for <u>Unclassified/Standard</u> Loans and Advances	145,989,184	27,895,540
Special General Provision COVID-19	284,637,268	-
Provision for SMA Loans and Advances	410,898,437	225,667,628
	841,524,889	253,563,168
<u>ii. Provision against classified loans and advances</u>		
Provision for Sub-Standard Loans and Advances	158,481,940	18,970,776
Provision for Doubtful Loans and Advances	8,489,755	140,769,350
Provision for Bad & Loss of Loans and Advances	110,348,851	173,957,487
	277,320,546	333,797,613
36a Consolidated provision against loans and advances		
NRBC Bank Limited	1,096,445,493	376,741,671
NRBC Bank Securities Limited	1,096,445,493	376,741,671
37 Provision for Diminution in Value of Investments		
Provision for diminution of shares held with OSE	117,315,847	108,248,496
Others	117,315,847	108,248,496
	234,631,694	216,496,992

* Provision against quoted share was 143,576,522 as of 30.12.2019, but the said unrealized loss is reduced to Tk. 3,483,655.50 as of 30.12.2020 with dealing BO Account # 1205950012123279 maintained at NRBC Bank Securities Limited.


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.W. (C)
NRB Commercial Bank Ltd.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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**Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million**

2020 Taka	2019 Taka
--------------	--------------

**According to DOS Circular 01, Dated February 20, 2020, NRB Commercial Bank Limited maintained another SO # 1205960072059658 as NRBC Bank Securities Limited under scheme of Special Fund and investment to be made as per clause 2 of the said circular.

*** As per Clause 14 (2) of DOS Circular 01, Dated February 20, 2020, All kind revaluations will be suspended till February 2021, resulting no provision found to be provided in the above said period and financial statement will be finalized on cost basis.

37a Consolidated Provision for Diminution in Value of Investments

NRBC Bank Limited
NRBC Bank Securities Limited

1517,215,867	204,204,930
239,884,552	6,751,900
(157,000,416)	117,942,880

38 Provision for Off Balance Sheet Exposures

Conventional and Islamic banking

68,936,251	19,700,136
68,936,251	19,700,136

Basis of Calculation of Provision for Off Balance Sheet Exposures has been given in the Note No. 14.4.1

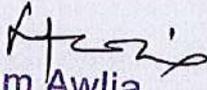
38a Provision for Off Balance Sheet Exposures

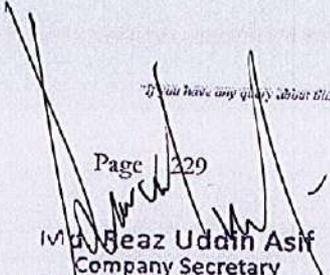
NRBC Bank Limited
NRBC Bank Securities Limited

68,936,251	19,700,136
68,936,251	19,700,136

x

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd.

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39 Current Tax Expense (Payable)

Sl.	Particulars	2020	2019
1	Taxable Income	1343	1343
2	Current Tax Payable @ 37.5% before considering extra ordinary items	2,325,595,114	2,600,806,243
3	Less: 10% Tax exempt on regular on actual expenditure of O&M (SRD 2019/2021)	790,241,173	852,802,355
4	Add: Dividend Income Tax (20% Tax as per Paragraph 2(2)(2) 2020-21)	(4,422,210)	(2,273,640)
5	Gain on sale of Assets (10% w/e 12/51 & Paragraph 2(1)(b))	7,277,630	4,305,847
6	Add: Gain on Sale of Shares and Debentures (10% Tax as per SRD no 2(4)/2019)		15,900
7	Current Tax Payable after considering extra ordinary items	806,028,566	955,249,362
8	Deferred Tax liability for the period	(212,129,345)	(151,607,854)
9	Tax Expense for the Period	606,899,221	804,242,508

39a Consolidated Current Tax Expense

NRBC Bank Limited	606,899,221	804,242,508
NRBC Bank Securities Limited	10,625,009	3,360,871
39b Consolidated Current Tax Payable	707,525,211	808,192,882

39b Consolidated Current Tax Payable

NRBC Bank Limited	606,918,536	955,249,362
NRBC Bank Securities Limited	10,606,875	3,360,871
	810,925,411	959,410,233

40 Deferred Tax Income/Expense

	Temporary Assets	Tax Rate	Temporary Differences	
Fixed Assets	600,642,596	704.130.611	(424,454,015)	(298,596,474)
Provision for Classified Loan			(184,454,015)	(130,458,474)
			1,802,242,770	(646,965,130)
			(12,262,241,770)	(869,604,120)
			11,220,295,790	(774,714,104)
			35,500,657,169	(136,817,789)
			(13,500,812,760)	(9,900,830,485)
			(200,268,380)	(142,067,324)

40a Consolidated Deferred Tax Income/Expense

NRBC Bank Limited	(104,589,180)	(61,067,354)
NRBC Bank Securities Limited	(212,145)	(2,000,488)
	(104,801,325)	(63,067,842)

41 Earnings Per Share (EPS)

Net Profit attributable to the shareholders of parent company	1,342,830,010	1,146,764,151
Number of Ordinary Shares outstanding	582,516,958	582,516,958
Earnings Per Share	2.305	1.971

41a Diluted Earnings Per Share (EPS)

Net Profit attributable to the shareholders of parent company	1,342,830,010	
Number of Ordinary Shares outstanding	700,516,468	
Diluted Earnings Per Share	1.917	

41a Consolidated Earnings Per Share (EPS)

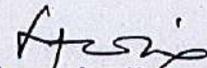
Net Profit attributable to the shareholders of parent company	1,380,161,662	1,151,079,068
Number of Ordinary Shares outstanding	582,516,958	582,516,958
Earnings Per Share	2.3697	1.979

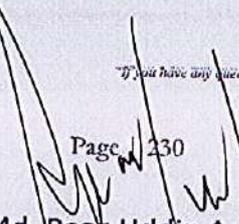
Earnings Per Share (EPS) is calculated by dividing Net Profit After Tax (including Minority Interest) with the number of ordinary shares outstanding as of 31 December 2020 as per International Accounting Standards (IAS) 41

41a Diluted Consolidated Earnings Per Share (EPS)

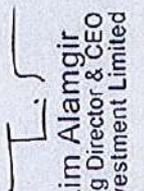
Net Profit attributable to the shareholders of parent company	1,380,161,662	
Number of Ordinary Shares outstanding	700,516,958	
Diluted Earnings Per Share	1.9688	

NRB Commercial Bank Limited is being listed as per Public Issue Rules, 2015 by issuing 10,000,000 Shares at par value of Tk 30. Public Issue will be conducted with the stock exchanges before submitting to the Board of Audited Financial Statements by Board of Directors which is under review. Investors will have the opportunity of being recorded for placement of Diluted Earnings Per Share is under review of International Accounting Standard (IAS) 33.


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
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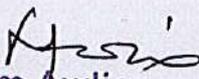

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

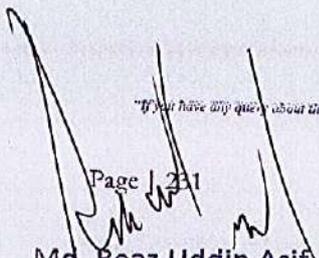

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

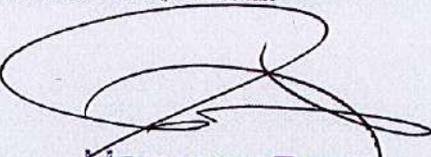
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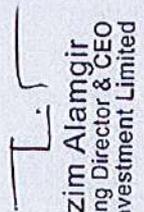
	At Dec 31, 2020 Taka	At Dec 31, 2019 Taka
42 Receipts from Other Operating Activities		
Interest on Treasury Bill	82,260,934	131,891,646
Interest on Money at Call	48,882,389	47,543,933
Interest on Treasury Bond	1,491,215,839	161,559,561
Interest on Coupon Bond	170,961,364	23,043,082
Gain on sale of Assets, Properties and Others		19,499
Gain on Sale of Shares and Securities listed with US6/CS		738,294
Prize Money from Winning of Prize Bond		
Interest on Reverse Repo	18,300	50,280
Gain on Sale of Approve Securities under section 12(7)	12,494	
Service Charges and Fees	1,077,816,736	286,479,290
Locker Rental Income	94,419,514	51,065,112
Divine Transaction Commission	614,500	496,300
Income from Card Services	4,293,653	1,670,265
Charges on Trade Finance	19,475,842	11,857,099
Miscellaneous Earnings	116,069,871	119,406,571
	19,607,872	25,161,892
3,605,767,475	1,345,908,152	
42a Consolidated Receipts from Other Operating Activities		
NRBC Bank Limited	3,605,767,475	1,345,908,152
NRBC Bank Securities Limited	1,098,004	8,817,690
3,606,865,479	1,354,725,842	
43 Payments for Other Operating Activities		
Rent, Taxes, Insurance, Electricity, etc	111,849,887	119,595,142
Legal, Regulatory Fees and Documentation Expense	11,362,265	2,017,888
Audit Fees	305,300	315,000
Postage, Stamp, Telecommunication, etc	15,464,156	36,244,892
Director's fees & Meeting Expenses	14,628,441	11,868,400
Purchase and for Replacement/Spares parts /Accessories of Banks Assets	11,993,517	1,275,916
Repair & Maintenance of Bank's Assets	1,611,930	15,709,828
Payment for Donation/Contributory/CSR	44,222,096	42,156,029
Other Expenses	696,705,507	317,959,263
1,172,541,230	819,861,296	
43a Consolidated Payments for Other Operating Activities		
NRBC Bank Limited	1,172,541,230	819,861,296
NRBC Bank Securities Limited	6,802,638	8,170,999
Cash Increase/(Decrease) through Intercompany Transaction	1,179,433,898	823,032,295
1,179,433,898	823,032,295	
44 Payment/(Settled)/Received for Other Assets		
Advance Security Deposit	897,522	528,897
Suspense Account	18,621,525	25,129,017
Advance Rent	(17,746,180)	(18,875,612)
Advance Rent for Initial Payment of Right of Use Assets	40,262,600	
Inter Branch General Account Balance (Dr Balance)	(2,893,180)	2,895,188
Interest Receivable COVID Block Account	627,807,976	
626,088,290	(10,122,580)	
44a Consolidated Payment/(Settled) for Other Assets		
NRBC Bank Limited	626,088,290	(10,122,580)
NRBC Bank Securities Limited	15,744,741	11,874,513
Cash Increase/(Decrease) through Intercompany Transaction	661,782,831	3,702,132
661,782,831	3,702,132	

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

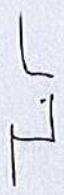

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
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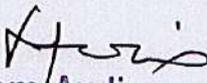

Harunur Rashid
Deputy Managing Director & CFO A.S.#00
NRB Commercial Bank Ltd

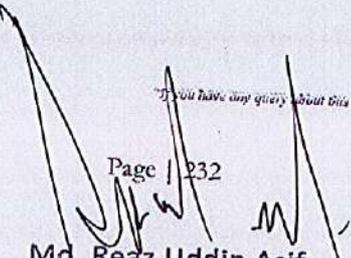

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

	At Dec 31, 2020 Taka	At Dec 31, 2019 Taka
45 (Payments)/Received of Other Liabilities		
FC Held Against BTD Bills, FDF Loan and Others	1,054,394,625	575,798,984
Inter Branch General Account Balance (G/A Balances)	347,137	42,697,028
Settlement of Current Tax Liability	(479,475,034)	
Received against service of Card Business (Accrued incomes)	1,963,560	(851,091)
Unearned Income Local (Documentary Bill Purchase)	5,174,598	
Compensation Account (Holistic)	1,400,205	
	20,817	
	563,809,140	172,560,833
46 (Purchase)/Sale of Government Securities		
Treasury Bills, HTM	(7,403,627,725)	(2,671,002,130)
Treasury Bills, HTM	(4,122,177,932)	(3,897,674,029)
Less: Decrease of Revaluation Gain on Treasury Bills which is non cash	305,620,797	(5,915,392)
	(10,620,184,860)	(6,569,613,532)


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
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Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd.

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47 Currency Conversion Rates

Assets and liabilities as at 31 December 2020 denominated in foreign currencies have been converted to local currency Bangladeshi Taka (BDT) at the following exchange rates:

Currency	Abbreviation	Unit	Equivalent BDT
US Dollar	USD	1	84.90
ACU Dollar	ACU	1	84.90
Japanese Yen	JPY	1	0.79
EURO	EURO	1	96.17
ACU EURO	ACU EURO	1	96.17
GBP	GBP	1	104.18

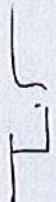
48 Highlights of overall activities of the Bank

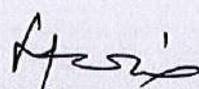
Sl	Particulars	Taka	
		30 Dec 20	31 Dec 19
1	Paid up Capital	5,725,348,880	5,725,348,880
2	Total Capital	10,478,929,430	9,627,256,537
3	Capital Surplus	26,525,026	399,810,079
4	Shareholders' Equity/Capital	9,879,236,487	9,200,744,377
5	Total Assets	126,685,265,670	95,227,259,800
6	Total Deposits	93,074,305,614	21,879,293,228
7	Total Loans and Advances	74,807,425,883	62,024,561,065
8	Total Contingent Liabilities and Commitments	35,485,895,270	27,408,268,506
9	Credit Deposit Ratio	78.66%	82.54%
10	Ratio of Classified Loans against Total Loans and Advances	2.93%	2.20%
11	Profit after Tax and Provisions	1,855,884,803	1,151,870,294
12	Loans Charged	2,292,079,876	1,985,050,849
13	Provision kept against Classified Loans	1,503,281,720	846,915,230
14	Provision Surplus/Deficit	-	-
15	Cost of Fund	8.93%	10.53%
16	Breakdown Earning Assets	268,337,819,872	81,460,009,322
17	Non-Interest Earning Assets	13,026,866,780	6,477,601,878
18	Net Interest Income (NII)	1,215,578,178	2,550,006,454
19	Return on Investment (ROI)	16.11%	25.04%
20	Return on Assets (ROA)	1.22%	2.47%
21	Income from Investments	1,586,688,824	1,240,320,055
22	Earnings Per Share	2.8021	2.02
23	Net Income Per Share	2.8708	2.02
24	Dividend Yield	14.96	14.36
25	Price-Earnings Ratio (Times)	N/A	N/A

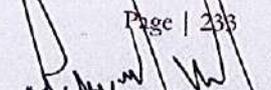
* Bank is not listed on reporting period.

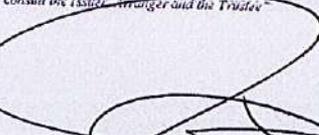
49 Events after Reporting Period

- Bank received 1.14 crore million as paid up capital through initial subscription of the bank from 1 February 2021 after getting letter of consent from Bangladesh Securities Exchange Commission into their letter no.BSEC/C/CPD/ 107/2020/104, dated January 4, 2021. Trading of share started on March 22, 2021 with DSE and CSE and, at the same time, Shareholder through IPO (underwritten) will receive dividend if so recommended by Board who hold share on Record Date.
- Bank has started its offshore banking operation on February 2, 2021 after getting approval from Bangladesh Bank approval # BRPD/04/144/128/2020-7788 dated September 22, 2020. Offshore banking is another avenue of diversification of Banking.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

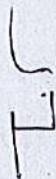

Ms. Neaz Uddin Asif
Company Secretary
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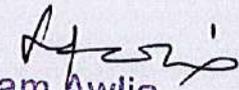

Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd

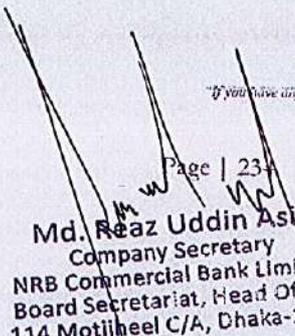
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1. The Board of Directors of NRB Commercial Bank Limited in its 119th Board Meeting held on April 29, 2021 recommended 0.25% comprising 7.5% Cash Dividend and 5% Stock Dividend for the year ended December 31, 2020. Eligible shareholders who hold NRB shares as the record date (i.e. 30 May 2021) will be entitled to get this dividend subject to shareholders' approval in AGM. The amount of recommended dividend is Tk. 8,781.46 lakh.
2. Second wave of COVID-19 pandemic spread all over the country at the end of March 2021 and govt. has taken different initiatives like as lockdown, strict to second wave of COVID-19. Government and Bangladesh Bank have responded with monetary (such as different stimulus packages) and fiscal incentives and policies to stabilize economic conditions since June 2020 which is underway implementation. There is also an indication authority of financial package by Government and Bangladesh Bank to stabilize and boost the economy. The Bank has determined that if the events are not adjusting subsequent events. Accordingly, the financial position and results of operations as of a balance to issue the audited financial statements on April 29, 2021 and therefore, for the year ended 31 December 2020 have not been adjusted. Furthermore, profitability and expansion enhanced in compare to year of 2020. Due to second wave of COVID-19 effect, there is no significant doubt about the entity's ability to continue as a going concern.

Except the pandemic (COVID-19), there was no material event occurred after the reporting period which could affect the values stated in the financial statements.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Page | 234
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NRB Commercial Bank Ltd.

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Annexure-A

NRB COMMERCIAL BANK LIMITED
as of 31 December 2020

A. Currency wise Balance position of FC Clearing Accounts With Bangladesh Bank

Sl.	Name of the Account	Location	Currency Types	As at 31 December 2020			As at 31 December 2019		
				Foreign Currency	Conversion	Equivalent Amount in Taka	Foreign Currency Amount	Conversion Rate	Equivalent Amount in Taka
1	Bangladesh Bank FC Clearing	Dhaka	USD	4,484,250	84.8000	380,377.836	527,497	84.9000	445,511
2	Bangladesh Bank FC Clearing	Dhaka	Euro	3,620	108.9747	394,984	2,071	64.8756	134,477
Total				4,488,870		380,652,919			580,000

B. Reconciliation between Bangladesh Bank statement and Bank's book

B-1 Foreign Currency	As per Bangladesh Bank Statement	As Per Bank's General Ledger		Reconciling Difference
		USD	BDT	
USD Clearing Account				
	4,777,440	4,484,250	380,277,936	292,220
	4,777,630	4,484,250	380,277,936	292,220
				272,864
				40,749
				19,361
				312,974

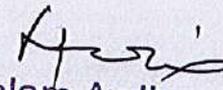
Bank credited but not debited by Bangladesh Bank
Bank debited but not credited by Bangladesh Bank
Bangladesh Bank credited but not debited by Bank
Bangladesh Bank debited but not credited by Bank

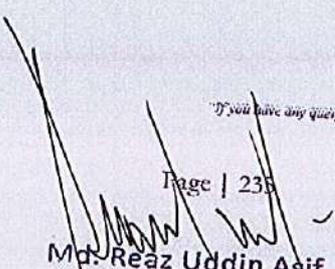
B-2 Foreign Currency	As per Bangladesh Bank Statement	As Per Bank's General Ledger		Reconciling Difference
		EUR	BDT	
EUR Clearing Account				
	3,620	3,620	394,984	
	3,620	3,620	394,984	

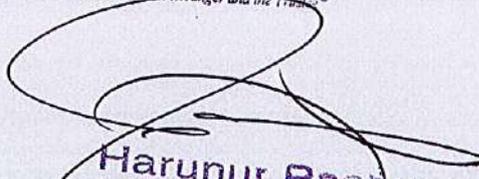
Bank credited but not debited by Bangladesh Bank
Bank debited but not credited by Bangladesh Bank
Bangladesh Bank credited but not debited by Bank
Bangladesh Bank debited but not credited by Bank

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
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Harunur Rashid
Deputy Managing Director & CFO
NRB Commercial Bank Ltd.

Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

Annexure B

NRB Commercial Bank Limited
Placement of Fund (FCR/TDR) with Banks/NBFI's
as of 31 December 2020

A. Placement of Fund (FCR/TDR) with Banks (FCY)

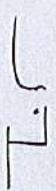
Sl.	Name of the NBFI	Period	Issue Date	Maturity Date	Principal Amount
1	National Credit and Commerce Bank Limited	7 Days	10/12/2020	04/01/2021	82,950,000
Sub Total(a)					82,950,000

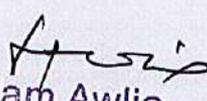
B. Placement of Fund (FCR/TDR) with NBFI (FCY)

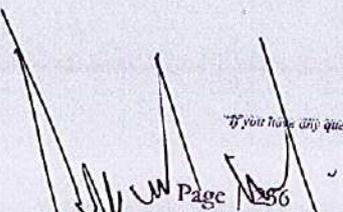
Sl.	Name of the NBFI	Period	Issue Date	Maturity Date	Principal Amount
1	Bangladesh Industrial Finance Company Limited	365 Daily	08/12/18	01/12/19	52,404,940
2	Bangladesh Industrial Finance Company Limited	365 Daily	04/14/18	04/14/19	33,073,329
3	Faisal Finance and Investment Limited	182 Daily	02/22/21	02/22/21	30,000,000
4	FSA Finance and Investment Limited	182 Daily	02/22/21	02/22/21	50,000,000
5	First Lease Finance and Investment Limited	95 Daily	16/04/20	01/07/21	17,500,000
6	GSP Finance Company (Bangladesh) Limited	91 Daily	12/30/20	03/31/21	150,000,000
7	Investment Corporation Bangladesh (ICB)	92 Daily	12/29/20	04/29/21	450,000,000
8	International Leasing & Financial Services Limited	365 Daily	05/29/19	04/19/20	40,000,000
9	International Leasing & Financial Services Limited	182 Daily	07/16/19	01/16/20	70,000,000
10	Morison Finance and Investment Limited	182 Daily	09/08/20	03/09/21	40,000,000
11	Morison Finance and Investment Limited	182 Daily	12/02/20	06/02/21	100,000,000
12	Phoenia Finance & Investment Limited	182 Daily	12/01/20	06/01/21	40,000,000
13	Phoenia Finance & Investment Limited	182 Daily	05/15/20	02/15/21	70,000,000
14	Phoenia Finance & Investment Limited	182 Daily	05/01/20	01/01/21	70,000,000
15	Prime Finance & Investment Limited	182 Daily	10/09/19	04/17/21	45,000,000
16	Prime Finance & Investment Limited	182 Daily	04/22/20	01/22/21	45,000,000
17	Prime Finance & Investment Limited	182 Daily	10/09/19	04/17/21	45,000,000
18	Union Capital Limited	91 Daily	01/09/20	04/20/21	17,500,000
19	Union Capital Limited	182 Daily	07/20/20	01/19/21	50,000,000
20	Union Capital Limited	182 Daily	07/20/20	01/24/21	50,000,000
Sub Total (b)					50,000,000
Total					1,562,425,329

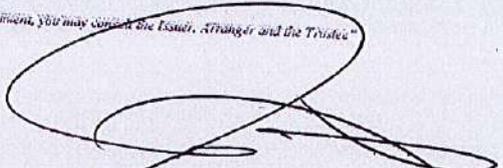
Due to pandemic situation of COVID-19, Placement of Fund with NBFI's were not renewing or renewal on account of close down or shut state of their operation. Hence no income was accrued during the period considering national and global business situation. In recent time, aforesaid placement has been renewed and servicing accordingly except few.

In addition to above, Bankers' Meeting held on January 14, 2020 (Ref: BRCP/21/748/2020) and February 09, 2020 (Ref: BRCP/21/748/2020) presiding by Hon'ble Governor decided that all Banks will continue placement of fund facility i.e. term deposit.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rasheed
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd.

"If you have any query about this document, you may contact the Issuer, Arranger and the Trustee."

Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

Annexure C

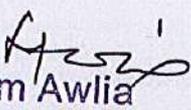
NRB Commercial Bank Limited

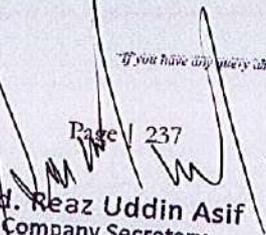
a. Balance with other banks Outside Bangladesh (Nostro Account) as at 31 December 2020

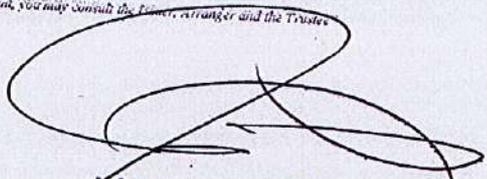
Sl.	Name of the bank	Location	Name of currency	As at 30 June 2020			As at 31 December 2020		
				Foreign Currency Amount	Conversion Rate	Equivalent to Taka	Foreign Currency Amount	Conversion Rate	Equivalent to Taka
1	Habit American Bank	New York	USD	5,843,638	84.8300	494,522,876	666,741	84.9000	564,007,596
2	Washington Bank PSC	New York	USD	8,849,751	84.8300	750,106,904	758,476	84.9000	643,993,142
3	AB Bank Limited	Mumbai	Acia Dollar	147,500	84.8300	12,518,569	20,925	84.9000	1,772,026
4	Washington Bank PSC	London	GBP			Account Closed	55	111,942.2	30,574
5	United Bank of India	Kolkata	Acia Dollar	3,324	84.8300	281,649	23,715	84.9000	2,027,196
6	United Bank of India	Kolkata	Acia Dollar			Account Closed	648	84.8758	91,874
7	Washington Bank PSC	London	Acia Euro	13,613	109.5767	1,491,567			
8	Ref Bank		EURO			Account Closed			
9	Washington Bank PSC	Singapore/Chennai	EURO			Account Closed			
10	National Bank of Pakistan	Mumbai	Acia Dollar	12,933	84.8300	1,096,755	8,246	84.9000	377,448
11	Coopers Bank	Tokyo	Acia Yen	4,493,900	0.8163	3,664,681	1,875,944	0.7108	1,331,441
12	Coopers Bank	Saudi	USD	86,722	84.8300	7,358,231	21,245	84.9000	1,975,537
13	Habit Money Bank Limited	Karachi	Acia Dollar	68,591	110.9475	7,602,066	1,883	111.0152	120,213
14	Bank of India	Kolkata	Acia Dollar	5,115	84.8300	433,781	62,671	84.9000	5,250,769
15	Bank of India	Kolkata	Acia Dollar			Account Closed			
16	Bank of India	Kolkata	Acia Dollar	35,315	109.5767	3,867,790	1,363	84.8758	181,230
17	Bank of India	Kolkata	Acia Dollar	25,307	84.8300	2,136,687	122,398	84.9000	1,031,587
				34,307	11.9708	406,617			
	Total			15,151,841		909,433,455	5,643,084		146,199,314

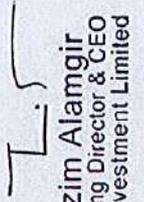
b. Statement of outstanding unrecorded entries (ostro account) as at 31 December 2020

Sl. No.	Period of Rectification	As per Local Book				As per Correspondent's Book			
		Debit Entries		Credit Entries		Debit Entries		Credit Entries	
		Number	Amount/USD	Number	Amount/USD	Number	Amount/USD	Number	Amount/USD
1	Less than one (01) Month			14	1,227,876			14	1,227,876
2	More than 1 Month, But less than 3 Months								
3	More than 3 Months, But less than 6 Months								
4	More than 6 Months, But less than 9 Months								
5	More than 9 Months, But less than 12 Months								
6	More than 12 Months								
				14.00	1,227,876.58			14.00	1,227,876.58


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
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Harunur Rashid
Deputy Managing Director & CFO
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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

If you have any query about this document, you may consult the Editor, arranger and the Trustee

Annexure-D

NRB Commercial Bank Limited
Disclosure regarding the Securities under Repo and Reverse Repo
as of 31 December 2020

a. (i) Disclosure regarding outstanding Repo as on 31 December 2020

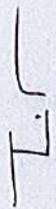
Sl. No.	Counter party name	Agreement Date	Reversal Date	Amount (list by each consideration)
1	Bangladesh Bank			
2	Bangladesh Bank			
3	Pabna Bank Ltd.			
4	Agrani Bank Ltd.			
5	Pabna Bank Ltd.			
Nil				

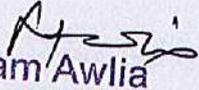
a. (ii) Disclosure regarding outstanding Reverse Repo as on 31 December 2020

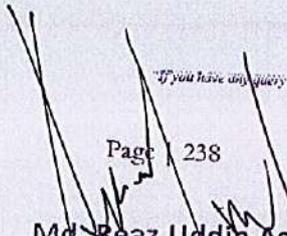
Sl. No.	Counter party name	Agreement Date	Reversal Date	Amount (list by each consideration)
Nil				
Total				

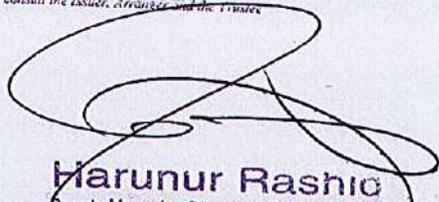
b. Disclosure regarding overall transaction of Repo and Reverse Repo for 2020

Sl. No.	Counter party name	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under repo				
I. With Bangladesh Bank				
a.		152,765,549	2,764,706,850	310,821,042
b.	With Other Bank & FIs	197,635,853	2,676,169,162	44,578,846
Securities purchased under reverse repo				
I. From Bangladesh Bank				
a.		835,693,081	8,469,661	8,14,275
II. From Other Bank & FIs				
b.				


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Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd.

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Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

Annexure 1

NRB COMMERCIAL BANK LIMITED
Investment in Share Portfolio, Preference Share and Bonds
as at 31 December 2020

a. Quoted shares & MFs

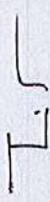
Sl. Industry Types	Market Value (Tk.)	Cost Value (Tk.)	Appreciation/(Depreciation)
1. Name			
6. Engineering	140,621,886	352,215,336	(211,593,450)
7. Financial Institutions	20,132,250	21,871,042	(1,738,792)
8. Food & Allied	51,205,140	51,256,075	(50,935)
9. Text & Power	18,182,956	17,228,043	954,913
10. Transport	46,448,201	48,433,269	(1,985,068)
11. Miscellaneous	6,519,818	6,728,765	(208,947)
12. Mutual Funds	1,774,296	3,857,419	(2,083,123)
13. Pharmaceutical & Chemicals	20,000,000	20,000,000	0
14. Services & Real Estate	64,410,041	62,287,305	2,122,736
15. Telecommunication	21,294,005	20,969,161	324,844
16. Transport & Logistic	19,404,184	45,507,507	(26,103,323)
Total	634,656,598	668,581,452	(33,924,854)

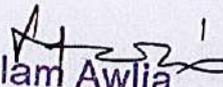
b. Own & Special Fund wise investment in Quoted shares & MFs

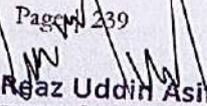
Fund Types	BO Amount	Market Value (Tk.)	Cost Value (Tk.)	Appreciation/(Depreciation)
Own Discretionary Fund	1205970072121200	178,252,582	252,253,218	(74,000,636)
Special Discretionary Fund	120597007208180	456,404,016	416,328,234	39,975,782
Total	634,656,598	634,656,598	668,581,452	(33,924,854)

c. Investment in Preference Share

Sl.	Issuer Name	Financial Product	Tenure	Intt. Rate/ Div.	Maturity Date	Amount (TKB.)	Major Feature
1	Regent Power Limited	Regent Power Preference Share	6 Years	11.00%	21 May 20	29,742,524	Preference Share with Floating Rate Feature
Total						29,742,524	


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
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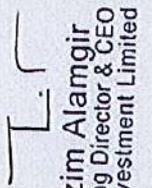

Harunur Rashid
Deputy Managing Director & CFO A.S.# 00
NRB Commercial Bank Ltd.

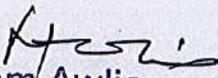
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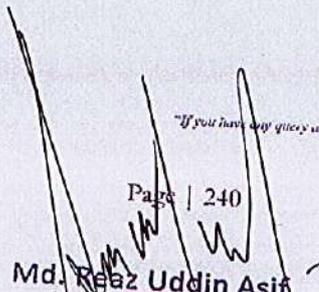
Annexure E

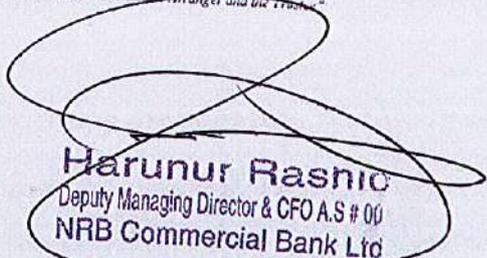
d. Investment in Bonds:

Sl	Issuer Name	Financial Product	Tenure	Int. Rate/Inv.	Maturity Date	Amount (Taka)	Major Feature
1	Mercantile Bank Limited	Mercantile Bank Subordinated Bond	7 Years	Floating rate	29 Jun 21	50,000,000	Subordinated Bond. Floating Rate Bond Ranging from 12% to 13% based on 6 month average FDR rate plus 2% mark up
2	UCB Bank Limited	UCB Bank Subordinated Bond	7 Years	12.50%	7 Sep 21	50,000,000	Subordinated Bond at fixed Rate
3	QIB Bank	QIB Bank Subordinated Bond	7 Years	Floating rate	9 Mar 21	500,000,000	Banking Float 7% to 9% based on 6 month average FDR rate of schedule Bank Plus 2.7% markup
4	United Commercial Bank Limited	UCB Subordinated Bond	7 Years	Floating rate	5 Dec 21	501,203,000	Constant Range 7% to 10.50% based on 6 month average FDR rate of schedule Bank Plus 2.3% markup
5	POC Finance	POC Finance Subordinated Bond	4 Years	Floating rate	15 Jul 21	150,000,000	Fixed 3% to 10.90% Ranging from 7.50% to 11% based on 6 month average FDR rate of schedule Bank Plus 1.5% markup
6	AB Bank Limited	AB Bank Subordinated Bond	7 Years	Fixed rate	26 Aug 21	20,000,000	Subordinated Bond. Floating Rate Bond Ranging from 8.82% to 12.52%. Based on 5 year Govt Treasury Bond
7	United Commercial Bank Limited	UCB Subordinated Bond	7 Years	Floating rate	29 Jul 21	45,300,000	Subordinated Bond having Floating Rate of Govt bond Ranging from 10.50% to 14.00% based on 6 month average FDR rate of schedule Bank Plus 1.5% markup
8	Mutual Trust Bank Limited	MTB Subordinated Bond	7 Years	Floating rate	20 Oct 21	80,000,000	Subordinated Bond having Floating Rate of Govt Bond Ranging from 12.50% to 15.50% based on 6 month average FDR rate of schedule Bank Plus 2.5% markup
9	AB Bank Limited	2nd AB Bank Subordinated Bond	7 Years	Fixed rate	29 Sep 21	120,000,000	Subordinated Bond having Floating Rate of Govt Bond Ranging from 10.50% to 13.50% based on 6 month average FDR rate of schedule
Total						1,550,000,000	


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
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Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

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Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

Annexure 4

Branch Code	Branch Name	Sl. No	Client Name	Fund Type	Tenor	Reference Amount/Principal Amount	Date of Disbursement by Refinancing Bank	Last Installment Payment Date	Total Principal Paid	Remaining Principal
0138	Uttara Branch	58	Shikha and Company Limited	Covid 19 Stimulus	1.5 Years	5,167,819.00	28/04/2021	28/05/2021		5,167,819.00
0139	Uttara Branch	59	Tanvir Rahman Limited	Covid 19 Stimulus	1.5 Years	8,240,014.00	28/04/2021	28/05/2021		8,240,014.00
0139	Uttara Branch	70	Tanvir & Farhan Limited	Covid 19 Stimulus	1.5 Years	4,576,257.00	28/04/2021	28/05/2021		4,576,257.00
0139	Uttara Branch	71	Arka Builders Limited	Covid 19 Stimulus	1.5 Years	9,870,971.00	28/04/2021	28/05/2021		9,870,971.00
0139	Uttara Branch	72	Shahjahan Khan Limited	Covid 19 Stimulus	1.5 Years	9,300,000.00	28/04/2021	28/05/2021		9,300,000.00
0139	Uttara Branch	73	Poligar Khatun Limited	Covid 19 Stimulus	1.5 Years	3,741,809.00	28/04/2021	28/05/2021		3,741,809.00
0139	Uttara Branch	74	Shamsi Builders Limited	Covid 19 Stimulus	1.5 Years	1,487,512.00	28/04/2021	28/05/2021		1,487,512.00
0139	Uttara Branch	75	Ujjwal Shikha Limited	Covid 19 Stimulus	1.5 Years	9,672,514.00	28/04/2021	28/05/2021		9,672,514.00
0139	Uttara Branch	76	Faruk Rahman Limited	Covid 19 Stimulus	1.5 Years	1,288,202.00	28/04/2021	28/05/2021		1,288,202.00
0139	Uttara Branch	77	BDI Bank Limited	Covid 19 Stimulus	1.5 Years	13,288,841.00	01/05/2021	28/05/2021		13,288,841.00
0139	Uttara Branch	78	Tanvir & Farhan Limited	Covid 19 Stimulus	1.5 Years	8,892,359.00	01/05/2021	01/06/2021		8,892,359.00
0139	Uttara Branch	80	Swadhin Limited	Covid 19 Stimulus	1.5 Years	16,787,222.00	01/05/2021	01/06/2021		16,787,222.00
0139	Uttara Branch	81	Shahjahan Khan Limited	Covid 19 Stimulus	1.5 Years	14,482,176.00	01/05/2021	01/06/2021		14,482,176.00
0139	Uttara Branch	82	Shahjahan Khan Limited	Covid 19 Stimulus	1.5 Years	26,872,301.00	01/05/2021	01/06/2021		26,872,301.00
0139	Uttara Branch	83	M. S. & Farhan Limited	Covid 19 Stimulus	1.5 Years	8,849,771.00	01/05/2021	01/06/2021		8,849,771.00
0139	Uttara Branch	84	Mahabub Limited	Covid 19 Stimulus	1.5 Years	9,157,978.00	01/05/2021	01/06/2021		9,157,978.00
0139	Uttara Branch	85	Mahabub Limited	Covid 19 Stimulus	1.5 Years	1,568,466.00	01/05/2021	01/06/2021		1,568,466.00
0139	Uttara Branch	86	Mahabub Limited	Covid 19 Stimulus	1.5 Years	17,415,770.00	01/05/2021	01/06/2021		17,415,770.00
0139	Uttara Branch	87	Shahjahan Khan Limited	Covid 19 Stimulus	1.5 Years	19,126,444.00	01/05/2021	01/06/2021		19,126,444.00
0139	Uttara Branch	88	Mahabub Limited	Covid 19 Stimulus	1.5 Years	8,145,433.00	01/05/2021	01/06/2021		8,145,433.00
0139	Uttara Branch	89	Mahabub Limited	Covid 19 Stimulus	1.5 Years	12,042,159.00	01/05/2021	01/06/2021		12,042,159.00
0139	Uttara Branch	90	Mahabub Limited	Covid 19 Stimulus	1.5 Years	5,166,728.00	01/05/2021	01/06/2021		5,166,728.00
0139	Uttara Branch	91	Mahabub Limited	Covid 19 Stimulus	1.5 Years	23,044,022.00	01/05/2021	01/06/2021		23,044,022.00
0139	Uttara Branch	92	Mahabub Limited	Covid 19 Stimulus	1.5 Years	4,170,871.00	01/05/2021	01/06/2021		4,170,871.00
0139	Uttara Branch	93	Mahabub Limited	Covid 19 Stimulus	1.5 Years	8,329,942.00	01/05/2021	01/06/2021		8,329,942.00
0139	Uttara Branch	94	Mahabub Limited	Covid 19 Stimulus	1.5 Years	8,191,021.00	01/05/2021	01/06/2021		8,191,021.00
0139	Uttara Branch	95	Mahabub Limited	Covid 19 Stimulus	1.5 Years	4,741,000.00	01/05/2021	01/06/2021		4,741,000.00
0139	Uttara Branch	96	Mahabub Limited	Covid 19 Stimulus	1.5 Years	1,487,526.00	01/05/2021	01/06/2021		1,487,526.00
0139	Uttara Branch	97	Mahabub Limited	Covid 19 Stimulus	1.5 Years	5,432,000.00	01/05/2021	01/06/2021		5,432,000.00
0139	Uttara Branch	98	Mahabub Limited	Covid 19 Stimulus	1.5 Years	6,074,308.00	01/05/2021	01/06/2021		6,074,308.00
0139	Uttara Branch	99	Mahabub Limited	Covid 19 Stimulus	1.5 Years	1,909,070.00	01/05/2021	01/06/2021		1,909,070.00
0139	Uttara Branch	100	Mahabub Limited	Covid 19 Stimulus	1.5 Years	1,376,861.00	01/05/2021	01/06/2021		1,376,861.00
0139	Uttara Branch	101	Mahabub Limited	Covid 19 Stimulus	1.5 Years	22,474,122.00	01/05/2021	01/06/2021		22,474,122.00
0139	Uttara Branch	102	Mahabub Limited	Covid 19 Stimulus	1.5 Years	8,267,865.00	01/05/2021	01/06/2021		8,267,865.00
0139	Uttara Branch	103	Mahabub Limited	Covid 19 Stimulus	1.5 Years	10,218,134.00	01/05/2021	01/06/2021		10,218,134.00
0139	Uttara Branch	104	Mahabub Limited	Covid 19 Stimulus	1.5 Years	4,158,816.00	01/05/2021	01/06/2021		4,158,816.00
0139	Uttara Branch	105	Mahabub Limited	Covid 19 Stimulus	1.5 Years	1,284,142.00	01/05/2021	01/06/2021		1,284,142.00
0139	Uttara Branch	106	Mahabub Limited	Covid 19 Stimulus	1.5 Years	12,424,347.00	01/05/2021	01/06/2021		12,424,347.00
0139	Uttara Branch	107	Mahabub Limited	Covid 19 Stimulus	1.5 Years	1,424,048.00	01/05/2021	01/06/2021		1,424,048.00

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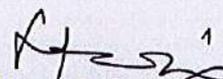
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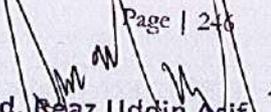
Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

Annexure 1

Branch Code	Branch Name	No	Client Name	Fund Type	Term	Outstanding Amount/Principal Amount	Date of Disbursement by Bangladesh Bank	Last Investment Purchase Date	Total Principal Paid	Remaining Principal
0120	Dhaka Branch	177	Amco Fisheries	Agri Working Capital	1 Year	1,340,000.00	22/04/2020	22/12/2021		1,340,000.00
0120	Dhaka Branch	178	Amco Agro	Agri Working Capital	1 Year	400,000.00	23/04/2020	23/12/2021		400,000.00
0120	Dhaka Branch	179	Amco Agro	Agri Working Capital	1 Year	2,260,000.00	23/04/2020	23/12/2021		2,260,000.00
0120	Dhaka Branch	180	Amco Agro	Agri Working Capital	1 Year	400,000.00	23/04/2020	23/12/2021		400,000.00
0120	Dhaka Branch	181	Amco Agro	Agri Working Capital	1 Year	4,490,000.00	23/04/2020	23/12/2021		4,490,000.00
0120	Dhaka Branch	182	Amco Agro	Agri Working Capital	1 Year	750,000.00	23/04/2020	23/12/2021		750,000.00
0120	Dhaka Branch	183	Amco Agro	Agri Working Capital	1 Year	100,000.00	23/04/2020	23/12/2021		100,000.00
0120	Dhaka Branch	184	Amco Agro	Agri Working Capital	1 Year	2,430,000.00	23/04/2020	23/12/2021		2,430,000.00
0121	Dhaka Branch	185	Amco Agro	Agri Working Capital	1 Year	46,948,423.00	23/04/2020	23/12/2021		46,948,423.00
0121	Dhaka Branch	186	Amco Agro	Agri Working Capital	1 Year	2,500,000.00	23/04/2020	23/12/2021		2,500,000.00
0121	Dhaka Branch	187	Amco Agro	Agri Working Capital	1 Year	7,500,000.00	23/04/2020	23/12/2021		7,500,000.00
0121	Dhaka Branch	188	Amco Agro	Agri Working Capital	1 Year	22,250,000.00	23/04/2020	23/12/2021		22,250,000.00
0121	Dhaka Branch	189	Amco Agro	Agri Working Capital	1 Year	18,000,000.00	23/04/2020	23/12/2021		18,000,000.00
0121	Dhaka Branch	190	Amco Agro	Agri Working Capital	1 Year	5,000,000.00	23/04/2020	23/12/2021		5,000,000.00
0121	Dhaka Branch	191	Amco Agro	Agri Working Capital	1 Year	20,000,000.00	23/04/2020	23/12/2021		20,000,000.00
0121	Dhaka Branch	192	Amco Agro	Agri Working Capital	1 Year	2,000,000.00	23/04/2020	23/12/2021		2,000,000.00
0121	Dhaka Branch	193	Amco Agro	Agri Working Capital	1 Year	3,000,000.00	23/04/2020	23/12/2021		3,000,000.00
0121	Dhaka Branch	194	Amco Agro	Agri Working Capital	1 Year	7,000,000.00	23/04/2020	23/12/2021		7,000,000.00
0121	Dhaka Branch	195	Amco Agro	Agri Working Capital	1 Year	7,000,000.00	23/04/2020	23/12/2021		7,000,000.00
0121	Dhaka Branch	196	Amco Agro	Agri Working Capital	1 Year	2,250,000.00	23/04/2020	23/12/2021		2,250,000.00
0121	Dhaka Branch	197	Amco Agro	Agri Working Capital	1 Year	17,000,000.00	23/04/2020	23/12/2021		17,000,000.00
0122	Dhaka Branch	198	Amco Agro	Agri Working Capital	1 Year	173,500,000.00	23/04/2020	23/12/2021		173,500,000.00
0122	Dhaka Branch	199	Amco Agro	Agri Working Capital	1 Year	5,000,000.00	23/04/2020	23/12/2021		5,000,000.00
0122	Dhaka Branch	200	Amco Agro	Agri Working Capital	1 Year	4,500,000.00	23/04/2020	23/12/2021		4,500,000.00
0122	Dhaka Branch	201	Amco Agro	Agri Working Capital	1 Year	17,400,000.00	23/04/2020	23/12/2021		17,400,000.00
0122	Dhaka Branch	202	Amco Agro	Agri Working Capital	1 Year	800,000.00	23/04/2020	23/12/2021		800,000.00
0122	Dhaka Branch	203	Amco Agro	Agri Working Capital	1 Year	22,400,000.00	23/04/2020	23/12/2021		22,400,000.00
0124	Chattogram Branch	204	Motilal	Agri Working Capital	1 Year	1,000,000.00	23/04/2020	23/12/2021		1,000,000.00
0124	Chattogram Branch	205	Motilal	Agri Working Capital	1 Year	400,000.00	23/04/2020	23/12/2021		400,000.00
0124	Chattogram Branch	206	Motilal	Agri Working Capital	1 Year	1,000,000.00	23/04/2020	23/12/2021		1,000,000.00
0124	Chattogram Branch	207	Motilal	Agri Working Capital	1 Year	200,000.00	23/04/2020	23/12/2021		200,000.00
0124	Chattogram Branch	208	Motilal	Agri Working Capital	1 Year	1,000,000.00	23/04/2020	23/12/2021		1,000,000.00
0124	Chattogram Branch	209	Motilal	Agri Working Capital	1 Year	400,000.00	23/04/2020	23/12/2021		400,000.00
0124	Chattogram Branch	210	Motilal	Agri Working Capital	1 Year	200,000.00	23/04/2020	23/12/2021		200,000.00
0124	Chattogram Branch	211	Motilal	Agri Working Capital	1 Year	250,000.00	23/04/2020	23/12/2021		250,000.00
0124	Chattogram Branch	212	Motilal	Agri Working Capital	1 Year	250,000.00	23/04/2020	23/12/2021		250,000.00

"If you have any query about this document, you may consult the Lawyer, Arranger and the Trustee."


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motilal C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Annexure 1

Branch Code	Branch Name	Sr No	Client Name	Fund Type	Tenor	Reference Amount/Pr. Includ Amount	Date of Disbursement by Bangladesh Bank	Last Installment Payment Date	Total Principal Paid	Remaining Principal
0211	Manufacturing Branch	244	Alghor Fisheries Limited	Large Industries & Services	1 Year	1,025,522.34	09/29/2020	09/29/2021		1,025,522.34
0211	Manufacturing Branch	245	Alghor Fisheries Limited	Large Industries & Services	1 Year	1,025,522.34	09/29/2020	09/29/2021		1,025,522.34
0214	Manufacturing Branch	242	Shy. Al Aron Enterprise	MSMEs	2 Year	21,887,468				21,887,468
0215	Manufacturing Branch	243	Abu Bakr Saeed Feed & Oilseed	MSMEs	1 Year	500,000.00	17/11/2020	06/11/2021		500,000.00
0217	District Road Branch	246	IGM Motors	MSMEs	1 Year	150,000.00	04/06/2020	18/05/2021		150,000.00
0217	District Road Branch	247	Farmu Choppers	MSMEs	1 Year	1,000,000.00	24/05/2020	11/10/2021		1,000,000.00
0217	District Road Branch	252	MS. Farm Machine Service	MSMEs	1 Year	1,000,000.00	17/11/2020	26/11/2021		1,000,000.00
0218	Industrial Branch	254	K. Faruk Pharmacy	Pharm. Retail & Wholesale	1.5 Years	5,500,000.00				5,500,000.00
0218	Industrial Branch	252	Commercial Nutrition & Protein Firm	Agri. Marketing Capital	1.5 Years	400,000.00	08/04/2021	07/01/2022		400,000.00
0219	Manufacturing Branch	251	Al-Jahid Construction Firm	Construction	1.5 Years	400,000.00	28/09/2020	21/04/2022		400,000.00
0219	Manufacturing Branch	254	Al-Jahid Construction Firm	Construction	1.5 Years	2,882,074.30	07/06/2020	07/11/2021		2,882,074.30
0219	Manufacturing Branch	255	Al-Jahid Construction Firm	Construction	1.5 Years	2,882,074.30	07/06/2020	07/11/2021		2,882,074.30
0219	Manufacturing Branch	256	Al-Jahid Construction Firm	Construction	1.5 Years	1,441,037.15	28/04/2020	28/06/2021		1,441,037.15
0219	Manufacturing Branch	257	MS. Hana Enterprise	Large Industries & Services	1 Year	1,442,500.00	05/05/2020	09/05/2021		1,442,500.00
0219	Manufacturing Branch	258	MS. Hana Enterprise	Large Industries & Services	1 Year	2,580,000.00	18/07/2020	18/05/2021		2,580,000.00
0219	Manufacturing Branch	259	Banika Bangladesh Limited	MSMEs	1 Year	1,500,000.00	17/11/2020	26/11/2021		1,500,000.00
0219	Manufacturing Branch	260	Shahin Dairy Farm	Agri. Marketing Capital	1 Year	7,500,000.00	17/11/2020	26/11/2021		7,500,000.00
0219	Manufacturing Branch	262	Shahin Dairy Farm	Large Industries & Services	1 Year	8,000,000.00	18/07/2020	26/07/2021		8,000,000.00
0240	Branch Branch	263	Sumit Finance	Insurance Underwriting	1 Year	500,000.00	04/01/2021	04/10/2021	275,000.00	225,000.00
0240	Branch Branch	264	Sumit Finance	Insurance Underwriting	1 Year	1,500,000.00	03/02/2021	03/02/2021	1,225,000.00	275,000.00
0241	Dubai Branch	264	MS. Bank Trade	MSMEs	1 Year	2,200,000.00			2,200,000.00	
0241	Industrial Branch	265	Mourad Azeem Limited	Construction	1.5 Years	250,000.00	04/02/2020	18/01/2021		250,000.00
0241	Industrial Branch	266	Mourad Azeem Limited	Construction	1.5 Years	1,177,890.00	07/06/2020	07/11/2021		1,177,890.00
0241	Industrial Branch	267	Mourad Azeem Limited	Construction	1.5 Years	1,177,890.00	28/04/2020	28/06/2021		1,177,890.00
0241	Industrial Branch	268	Mourad Azeem Limited	Construction	1.5 Years	3,959,569.00	09/02/2020	09/02/2021		3,959,569.00
0241	Industrial Branch	269	Mourad Azeem Limited	Construction	1.5 Years	1,686,945.00	09/02/2020	09/02/2021		1,686,945.00
0241	Industrial Branch	270	Mourad Azeem Limited	Construction	1.5 Years	1,686,945.00	09/02/2020	09/02/2021		1,686,945.00
0241	Industrial Branch	271	Mourad Azeem Limited	Construction	1.5 Years	1,686,945.00	09/02/2020	09/02/2021		1,686,945.00
0241	Industrial Branch	272	Mourad Azeem Limited	Construction	1.5 Years	1,686,945.00	09/02/2020	09/02/2021		1,686,945.00
0241	Industrial Branch	273	Mourad Azeem Limited	Construction	1.5 Years	1,686,945.00	09/02/2020	09/02/2021		1,686,945.00
0241	Industrial Branch	274	Mourad Azeem Limited	Construction	1.5 Years	1,686,945.00	09/02/2020	09/02/2021		1,686,945.00

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

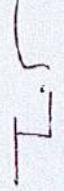
"If you have any query about this document, you may contact the Issuer, Arranger and the Trustee"

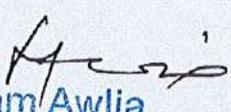
Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

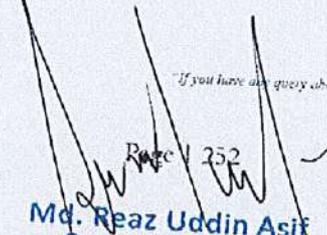
Md. Reaz Uddin Asif
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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
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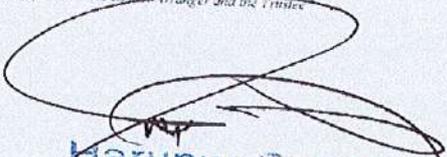
Branch Code	Branch Name	Sl. No.	Client Name	Fund Type	Term	Refinance Amount/Financing Amount	Date of Disbursement by Enclosed Bank	Last Payment Date	Total Principal Paid	Remaining Principal
110	Uttara Branch	64	Shahjalal Finance Limited	Fixed Deposit	1 Year	17,400,000.00	20/04/2017	26/01/2018		17,400,000.00
110	Uttara Branch	65	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	66	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	67	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	68	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	69	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	70	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	71	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	72	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	73	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	74	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	75	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	76	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	77	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	78	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	79	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	80	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	81	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	82	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	83	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	84	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	85	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	86	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	87	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	88	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	89	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	90	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	91	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	92	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	93	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	94	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	95	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	96	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	97	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	98	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	99	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00
110	Uttara Branch	100	Shahjalal Finance Limited	Fixed Deposit	1 Year	10,000,000.00	20/04/2017	26/01/2018		10,000,000.00


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

If you have any query about this Document, you may consult the Issuance Arranger and the Underwriter.


Harunur Rashid
Deputy Managing Director & CFO A.S # 001
NRB Commercial Bank Ltd.

Branch Code	Branch Name	Ac No. (Client Name)	Fund Type	Term	Substance Amount/Principal Amount	Date of Subsequent by Bangladesh Bank	Last Installment Payment Date	Total Principal Paid	Remaining Principal
001	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
002	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
003	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
004	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
005	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
006	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
007	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
008	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
009	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
010	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
011	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
012	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
013	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
014	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
015	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
016	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
017	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
018	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
019	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
020	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
021	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
022	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
023	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
024	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
025	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
026	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
027	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
028	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
029	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
030	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
031	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
032	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
033	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
034	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
035	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
036	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
037	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
038	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
039	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
040	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
041	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
042	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
043	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
044	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
045	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
046	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
047	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
048	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
049	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000
050	Dhaka Branch	242	NRBC	3 Year	500,000	17/11/2017	18/11/2017		500,000

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

Harunur Rasheed
Deputy Managing Director & CFO
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee

Annexure 1

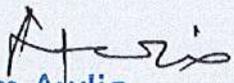
Product Code	Product Name	ISIN	Product Name	Bond Type	Tenure	Redemption Amount/Principal Amount	Date of Disbursement by Issuer/Issue Date	1st (Initial) Payment Date	Total Interest Paid	Remaining Principal
1001	Subordinated Debt Bonds	2771	Subordinated Debt Bonds	2771 Subordinated Debt Bonds	1 Year	200,000,000	2023/02/20	2023/02/20	0	200,000,000
1002	Subordinated Debt Bonds	2772	Subordinated Debt Bonds	2772 Subordinated Debt Bonds	1 Year	100,000,000	2023/02/20	2023/02/20	0	100,000,000
Total						300,000,000			0	300,000,000

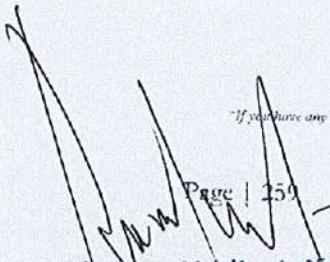
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Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
Managing Director & CEO
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NRB Commercial Bank Limited
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114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Annexure D

NRB Commercial Bank Limited
Schedule of Property, Plant & Equipment for Accounting Purpose
As at 31 December 2019

S/N	Properties & Assets	Assets				Rate of Depreciation	Depreciation				Book Value
		Opening Balance	Addition during the year	Disposal during the year	Closing Balance		Opening Balance	Addition during the year	Disposal during the year	Closing Balance	
1	Land & Buildings	67,498,479	18,228,515		85,726,994	18.00%	15,628,022	81,100,972	245,273,112	46,598,844	
2	Plant & Machinery	212,874,262	32,015,669		244,889,931	20.00%	49,000,174	215,889,757	740,200,000	45,489,683	
3	Office Equipment	489,291,329	46,325,497		535,616,826	10.00%	53,561,683	482,055,143	1,000,000,000	428,493,460	
4	Computer & Computer Equipment	173,443,373	32,019,820		205,463,193	33.00%	68,824,241	136,638,952	1,000,000,000	136,638,952	
5	Transportation & Communication Equipments	104,191,861	6,078,570		110,270,431	20.00%	22,054,086	88,216,345	1,000,000,000	76,162,259	
6	Leasehold Intangible Assets	25,201,000			25,201,000	20.00%	5,040,200	20,160,800	1,000,000,000	15,120,600	
7	Intangible Assets	15,371			15,371	20.00%	3,074,274	12,296,697	1,000,000,000	12,296,697	
8	Goodwill	2,137,000			2,137,000	20.00%	427,400	1,709,600	1,000,000,000	1,709,600	
9	Investment Property	1,183,224			1,183,224	20.00%	236,645	946,579	1,000,000,000	946,579	
10	Sub Total	1,215,463,931	117,668,911		1,333,132,842		209,247,212	1,123,885,630	863,797,810	623,945,136	
11	Right-of-use Intangible Assets	254,311,186			254,311,186			254,311,186	1,000,000,000	254,311,186	
12	Sub Total				254,311,186			254,311,186	1,000,000,000	254,311,186	
	Grand Total	1,469,875,117	117,668,911		1,587,544,028		209,247,212	1,378,296,816	1,863,797,810	878,256,322	
	Total December 2019	1,541,288,229	179,037,822	0.7%	1,720,326,051		577,053,024	1,143,273,027	6,775,079	1,065,217,948	

* Right-of-use Intangible Assets for the year ended 31 December 2019 are shown in the consolidated financial statements of NRB Commercial Bank Limited under the heading "Intangible Assets".

NRB Commercial Bank Limited
Schedule of Property, Plant & Equipment for Tax Reporting Purpose As at 31 December 2019

S/N	Properties & Assets	Assets				Rate of Depreciation	Depreciation				Book Value
		Opening Balance	Addition during the year	Disposal during the year	Closing Balance		Opening Balance	Addition during the year	Disposal during the year	Closing Balance	
1	Land & Buildings	67,498,479	18,228,515		85,726,994	18.00%	15,628,022	81,100,972	245,273,112	46,598,844	
2	Plant & Machinery	212,874,262	32,015,669		244,889,931	20.00%	49,000,174	215,889,757	740,200,000	45,489,683	
3	Office Equipment	489,291,329	46,325,497		535,616,826	10.00%	53,561,683	482,055,143	1,000,000,000	428,493,460	
4	Computer & Computer Equipment	173,443,373	32,019,820		205,463,193	33.00%	68,824,241	136,638,952	1,000,000,000	136,638,952	
5	Transportation & Communication Equipments	104,191,861	6,078,570		110,270,431	20.00%	22,054,086	88,216,345	1,000,000,000	76,162,259	
6	Leasehold Intangible Assets	25,201,000			25,201,000	20.00%	5,040,200	20,160,800	1,000,000,000	15,120,600	
7	Intangible Assets	15,371			15,371	20.00%	3,074,274	12,296,697	1,000,000,000	12,296,697	
8	Goodwill	2,137,000			2,137,000	20.00%	427,400	1,709,600	1,000,000,000	1,709,600	
9	Investment Property	1,183,224			1,183,224	20.00%	236,645	946,579	1,000,000,000	946,579	
10	Sub Total	1,215,463,931	117,668,911		1,333,132,842		209,247,212	1,123,885,630	863,797,810	623,945,136	
11	Right-of-use Intangible Assets	254,311,186			254,311,186			254,311,186	1,000,000,000	254,311,186	
12	Sub Total				254,311,186			254,311,186	1,000,000,000	254,311,186	
	Grand Total	1,469,875,117	117,668,911	0.7%	1,587,544,028		209,247,212	1,378,296,816	1,863,797,810	878,256,322	
	Total December 2019	1,541,288,229	179,037,822	0.7%	1,720,326,051		577,053,024	1,143,273,027	6,775,079	1,065,217,948	

Gulam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page | 260
Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

Farhanur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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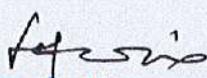
Related Party Disclosure

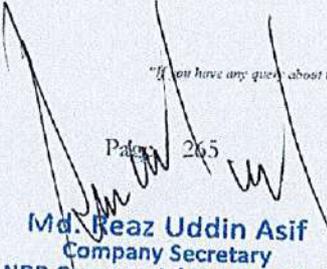
The parties are required to be included if the party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered related parties if they are subject to common control or significant influence. Related parties who are not related parties are also included in this table.

1. Directors' interest in different entities

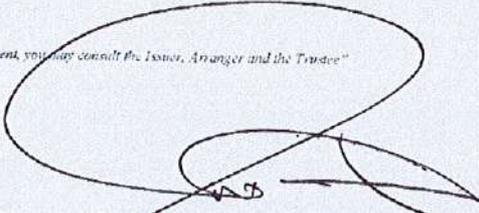
S/	Name of Director	Status with Bank	Experience	Name of the firms/companies in which interested as Proprietor, Partner, Director, Managing Agent, Guarantor, Employee, etc.	Status in Column 5	Percentage of Holding/Interest in the concern
1	Mr. M. M. Faruk, Tanzeem	Chairman	28 Years	1. Sheikh Inowad Investment Services, 22/21, Off. Sec. Mosque, Dhaka. 2. Inowad, Dhaka. 3. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka. 4. NRB Group Holdings Limited, 111 Motijheel, Dhaka. 5. Inowad Group Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 6. Inowad & Inowad Financial Services Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 7. Inowad Finance Limited, 111 Motijheel, Dhaka. 8. Inowad Development LLC Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 9. Inowad Bank Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 10. Inowad Services Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 11. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka.	A. Director B. Board Member C. Director/Chairman D. Managing Director E. Non-voting Director F. Chairman & Representative G. Director H. Managing Director I. Managing Director J. Non-voting Director K. Non-voting Director	0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00%
2	Mr. Muhammad Sahar Uddin, WCC	Director	15 Years	1. Inowad & Inowad Financial Services Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 2. Inowad Finance Limited, 111 Motijheel, Dhaka. 3. Inowad Development LLC Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 4. Inowad Bank Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 5. Inowad Services Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 6. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka.	A. Chairman & Representative B. Director C. Director D. Managing Director E. Non-voting Director F. Non-voting Director	0.00% 0.00% 0.00% 0.00% 0.00% 0.00%
3	Mr. Karim Uddin Haque	Director	28 Years	1. Inowad & Inowad Financial Services Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 2. Inowad Finance Limited, 111 Motijheel, Dhaka. 3. Inowad Development LLC Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 4. Inowad Bank Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 5. Inowad Services Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 6. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka.	A. Director B. Director C. Director D. Managing Director E. Non-voting Director F. Non-voting Director	0.00% 0.00% 0.00% 0.00% 0.00% 0.00%
4	Mr. A. M. Saikat Rahman	Director	5 Years	1. Inowad & Inowad Financial Services Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 2. Inowad Finance Limited, 111 Motijheel, Dhaka. 3. Inowad Development LLC Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 4. Inowad Bank Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 5. Inowad Services Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 6. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka.	A. Director B. Director C. Director D. Managing Director E. Non-voting Director F. Non-voting Director	0.00% 0.00% 0.00% 0.00% 0.00% 0.00%
5	Mr. Md. Arshadul Karim	Director	27 Years	1. Inowad & Inowad Financial Services Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 2. Inowad Finance Limited, 111 Motijheel, Dhaka. 3. Inowad Development LLC Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 4. Inowad Bank Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 5. Inowad Services Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 6. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka.	A. Director B. Director C. Director D. Managing Director E. Non-voting Director F. Non-voting Director	0.00% 0.00% 0.00% 0.00% 0.00% 0.00%
6	Mr. Akbar Khan Chowdhury	Director	18 Years	1. Inowad & Inowad Financial Services Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 2. Inowad Finance Limited, 111 Motijheel, Dhaka. 3. Inowad Development LLC Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 4. Inowad Bank Limited, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 5. Inowad Services Ltd, House # 4, Road 2/A, Block A, Sector 10/2, Dhaka. 6. NRB Bank Securities Limited, 111 Motijheel, D/O, Dhaka.	A. Director B. Director C. Director D. Managing Director E. Non-voting Director F. Non-voting Director	0.00% 0.00% 0.00% 0.00% 0.00% 0.00%

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Page 265
Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
14 Motijheel C/A, Dhaka-1000

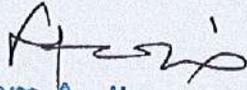
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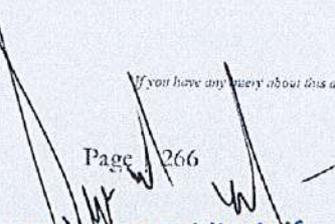

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Sl. No.	Name	Designation	Shareholding (%)	Other Interests (%)
1	Mr. Md. Masud Hossain	Director	0.00%	0.00%
2	Mr. Md. Masud Hossain	Director	0.00%	0.00%
3	Mr. Md. Masud Hossain	Director	0.00%	0.00%
4	Mr. Md. Masud Hossain	Director	0.00%	0.00%
5	Mr. Md. Masud Hossain	Director	0.00%	0.00%
6	Mr. Md. Masud Hossain	Director	0.00%	0.00%
7	Mr. Md. Masud Hossain	Director	0.00%	0.00%
8	Mr. Md. Masud Hossain	Director	0.00%	0.00%
9	Mr. Md. Masud Hossain	Director	0.00%	0.00%
10	Mr. Md. Masud Hossain	Director	0.00%	0.00%
11	Mr. Md. Masud Hossain	Director	0.00%	0.00%
12	Mr. Md. Masud Hossain	Director	0.00%	0.00%

- i. Significant contracts, were executed where the Bank is a party and wherein Directors have interest, Nil.
- ii. Shares to the Directors and Executives without consideration or exercisable at discount, Nil.
- iii. Related Party relationship and transactions, Nil.
- iv. Lending policies for granting loan to the Related Party, Related parties will also comply all the policies as per General Guidelines of the Bank.
- v. Business other than Banking Business with any related concern of the Directors as per section 18 (2) of the Banking Companies Act, 1991, Nil.
- vi. Investments in the security of Directors and their related concerns, Nil.

Tanzim Alamgir
 Managing Director & CEO
 UCB Investment Limited


Golam Awlia
 Managing Director & CEO
 NRB Commercial Bank Ltd.

Page 266

Md. Reaz Uddin Asif
 Company Secretary
 NRB Commercial Bank Limited
 Board Secretariat, Head Office
 114 Motijheel C/A, Dhaka-1000


Farukur Rashid
 Deputy Managing Director & CFO A.S # 007
 NRB Commercial Bank Ltd.

If you have any query about this document, you may consult the Issuer, Arranger and the Trustee.

Related Party Transactions

Related party transactions is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24 Related Party Disclosures. The Bank in normal course of business had transactions with other entities that fall within the definition of 'Related Party' as contained in International Accounting Standards (IAS) 24 (Related party disclosures) and as defined in the BRRP (provision no 14 dated 25 June 2013).

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

a. Credit (funded) Facilities (Disclosure as per BRRP 4, Dated February 23, 2014)

Name of the customer	Relationship	Category of related party (related to the company's financial interest)	Nature of the loan	Effective Date / Approval Date	Approved Amount (BDT 'Lacs')	Outstanding amount (BDT 'Lacs')	Balance Sheet (BDT 'Lacs')
Pandemic Exports Ltd. Customer ID: 0000479724	Mr. A. M. Sadiq Managing Director NRBC	Chairman	Term loan	July 05, 2020	800.00		508.85
	Mr. AKM. Mostafizur Managing Director	Managing Director	Over Draft	July 05, 2019	800.00		419.05

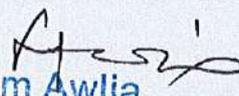
b. Transactions relating to office rent:

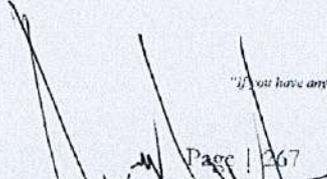
Name of the organization/employee	Relationship	Nature of transactions	Transacted amount (BDT)	Outstanding amount (BDT)
Mr. Akmal Islam Mia Anwar	Company Director	Rental payments for regionalized Sub-Branches	120,000.00	
Mr. Akmal Islam Mia Anwar	Company Director	Advance rent for building for Sub-branches		102,258.00

c. Inter company balances between NRBC and Subsidiary

Subsidiary	Credit Facilities		Security Type	Figure in Lakhs Taka	
	Limit	Outstanding		Transacted made in 2020	Balance as on 31/12/2020
NRBC bank Securities Limited	Term Loan	1000	100% Cash	246.75	1,712.65
	Over Draft	5000	Secured	26.44	0.04
			Total	273.19	1,712.69

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

NRB Commercial Bank Limited
Islamic Banking Operations

as at and for the period ended 31 December 2020

The operation of our Islamic Banking is totally different from the Bank's conventional operation as the former operates their business on the basis of Islamic Shariah. Accounting system is vital for ensuring Shariah compliance in such banking operation. Our Islamic Banking operation is committed to follow the accounting principles that refrain from interest. In a nutshell, we follow under noted principles for accounting under its Islamic banking umbrella, but through a separate Islamic Banking software namely Ulmus.

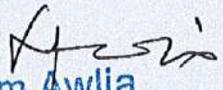
1. Deposit Collection and income Sharing Ratio (ISR) based Profit Distribution

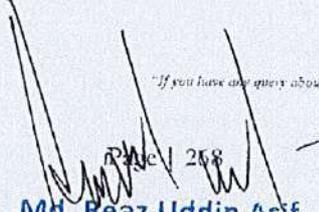
For procuring funds from depositors, our Islamic banking follows Al-Wadeah and Mudaraba principles. In case of Al-Wadeah Account, no profit is allowed at present. But for Mudaraba depositors, NRB follows Income Sharing technique in our Islamic banking operation.

Income sharing module of NRB has been appreciated by different quarters/institutions/ organizations, particularly by the Central Shariah Board for Islamic Banks of Bangladesh and Islamic Banks Consultative Forum. Our module offers pre-defined Income Sharing Ratio (ISR) for each type of depositor and the Bank. The ISR determines the portion of income for each type of depositor and the Bank. For example, the ISR of 75 : 25 would mean that 75% of distributable income is to be shared by the concerned depositors and the rest 25% to be shared by the Bank. The ISR between each type of Mudaraba depositors and the Bank (Mudarabi) are duly disclosed at the time of Account opening and/or beginning of the concerned period. Profit rate is emerged at actual, as derived from the income fetched from deployment of the concerned fund. As such our rate of profit on deposit under Islamic Banking is nothing but a post facto expression of the respective agreed sharing ratios. Our profit rate is an output based on the Bank's earning on investment.

Types of Mudaraba Deposit	Distributable Investment Income Sharing Ratio	
	Client	Bank
Al-Wadeah Current Deposit A/c (AWCCA)	0%	100%
Mudaraba Savings Account (MSA)	45%	55%
Mudaraba (Mudhar) Shanchay	50%	50%
Mudaraba Special Notice Deposit Account (MSND)	35%	65%
Mudaraba Term Deposit A/c (MTDR 1 Month)	60%	40%
Mudaraba Term Deposit A/c (MTDR 2 Months)	60%	40%
Mudaraba Term Deposit A/c (MTDR 3 Months)	70%	30%
Mudaraba Term Deposit A/c (MTDR 6 Months)	72%	28%
Mudaraba Term Deposit A/c (MTDR 1 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 2 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 3 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 4 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 5 Year)	72%	28%
Mudaraba Monthly Installment Scheme	75%	25%
Mudaraba Monthly Profit Scheme	75%	25%


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Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

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Despite of above mentioned sharing principle, Bank distributed the profit by making expenditure as per direction of Board in its Board meeting held on January 30, 2020.

2. Investment Operation and Return Thereon

Investments of our Islamic Banking are broadly categorized in the following two types in respect of charging (rate of) return:

- Fixed return based investment
- Variable return based investment

Fixed return based investment system is applicable for our Bai-Murabahah Muajjal investment mode. Under this mode, Bank sells the goods to a client at a fixed profit/mark-up on deferred payment including past import taxes. Hire Purchase Shirkatul Melk (HPSM) is also a fixed return based investment mode. In this case rate of rent is fixed but amount of rent becomes variable on the basis of diminishing balance method.

Variable return based income is applied for our Musaharaka mode of investment. In these cases, only ratio of Income Sharing is stated in the agreement. Bank bags income on the basis of the concerned venture according to the agreed ratio (comparable to our Musaharaba deposit products). Genuine loss, if any, is borne according to capital ratio of the client & the Bank.

3. Income/ Revenue Recognition Principle

The bank earns income from various sources such as charges, fees, commission and investment income. To recognize all sorts of income, Bank follows Shariah principle strictly. Usually charges, fees & commission etc. are recognized on actual basis. Recognition of income from investment follows principles as under:

For Bai-Murabahah Muajjal Investment

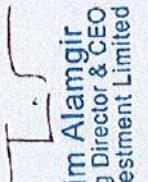
While creating each deal, in case of Bai-Murabahah Muajjal mode of investment, markup/profit is added to the bank's purchase cost with a credit to unearned income A/c. The latter time apportionment of profit is recognized out of the unearned income amount at the end of each month on accrual basis. Allowance (rebate) for early repayment, if any, may however be applied at Bank's discretion.

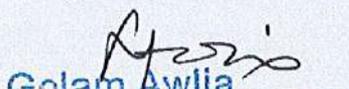
For Hire Purchase Shirkatul Melk (HPSM) Investment

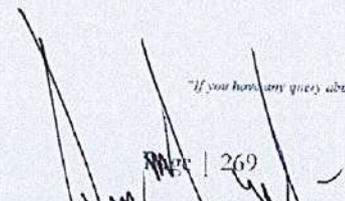
In case of HPSM mode of investment rent is charged and taken into income account at the end of each month on accrual basis.

If the account has a provision of gestation period, generally no income is earned during the period. In this case, income starts just after the end of gestation period. However rent is chargeable in spite of gestation, if the delivery of asset is completed in usable condition such as a machine or a set of machinery or building etc.

All accrual income is subject to prevailing classification and provisioning rules of Bangladesh Bank.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited,
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustees"


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

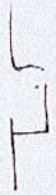
For Musharaka Investment

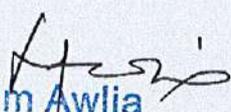
In recognizing the revenue from Musharaka Investment we follow the actual (cash/ realization) basis instead of accrual. No income is recognized until the result of the venture is arrived at.

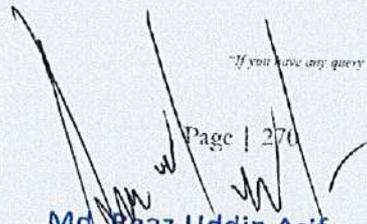
4 Cost Recognition Principle

Cost in respect of profit paid on deposit is recognized on accrual basis. Monthly accruals in this respect are calculated on the basis of Income Sharing Ratio. Other costs are also recognized on the accrual basis following the matching concept of Accounting.

To ensure/ supervise Shariah compliance in banking operation, NRBC has a knowledgeable Shariah Supervisory Committee comprising renowned Fuqaha, Islamic bankers and academicians conversant in Islamic Economics & Finance.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 001
NRB Commercial Bank Ltd.

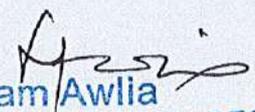
Annexure J

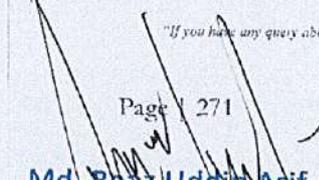
NRB Commercial Bank Limited
Islamic Banking Unit
Balance Sheet
As at 31 December 2020

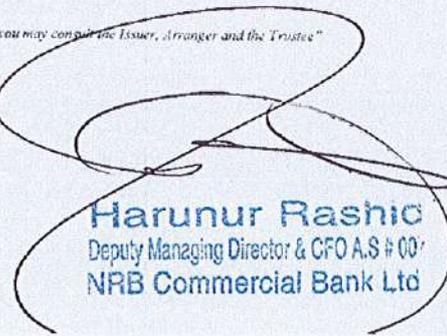
Particulars	At Dec 31, 2020	At Dec 31, 2019
	Taka	Taka
PROPERTY AND ASSETS		
Cash	27,976,863	
In Hand (including Foreign Currencies)	4,013,863	
Balance with Bangladesh Bank and its agent banks (including FC)	23,963,000	
Balance with other banks and financial institutions	80,608,799	
In Bangladesh	80,608,799	
Outside Bangladesh		
Placement with other banks and financial institutions		
Investments	46,400,000	
Government	46,400,000	
Others		
Investments	222,153,252	
General investments	122,114,992	
Bills purchased and discounted	100,038,260	
Fixed assets including premises, furniture and fixtures	7,128,170	
Other assets	145,143,950	
Total assets	529,500,952	
LIABILITIES AND CAPITAL		
Liabilities		
Placement from other banks, financial institutions and agents		
Deposits and other accounts	558,854,078	
Arablehah current accounts and other accounts	24,611,295	
Bills payable	10,000	
Mudarabah Shroq Shariyah	35,771,375	
Mudarabah savings bank deposits	28,064,681	
Mudarabah mortgage deposits	1,045,546	
Mudarabah fixed deposits	183,487,947	
Mudarabah Scheme Deposits	14,821,268	
Sundry Deposits	5,339,542	
Other liabilities	10,646,878	
Total liabilities	529,500,952	
OFF-BALANCE SHEET EXPOSURES		
Acceptances and endorsements	12,519,871	
Letters of guarantee		
Bill bank dishon	3,500,000	
Irrevocable letters of credit	99,804,836	
Bills for collection	124,773,312	
Other contingent liabilities		
Other commitments		
Total Off-Balance Sheet exposures including contingent liabilities	260,597,821	

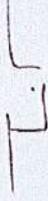
121

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reza Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd

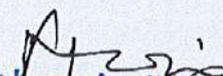

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

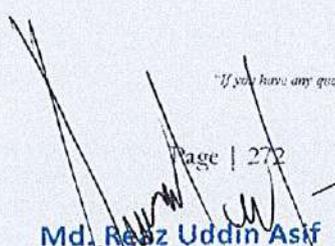
Annexure I

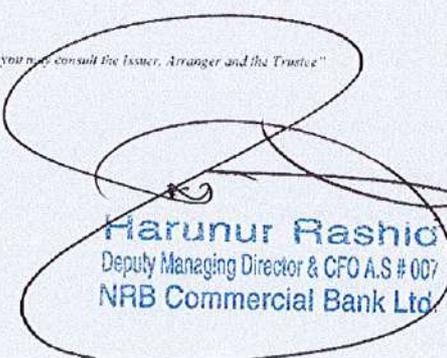
NRB Commercial Bank Limited
Islamic Banking Unit
Profit and Loss Account
For the Period ended 31 December 2020

Particulars	2020 Taka	2019 Taka
OPERATING INCOME		
Investment income	8,918,872	-
Profit paid on deposits and borrowings, etc	9,028,558	-
Net investment income	1,109,685	-
Profit on investment with bank and financial institutions	-	-
Commission, exchange and brokerage	1,373,358	-
Other operating income	568,667	-
Total operating income (A)	1,832,441	-
OPERATING EXPENSES (A)		
Salary and allowances	-	-
Rent, taxes, insurance, electricity, etc.	15,000	-
Legal expenses	-	-
Postage, stamps, telecommunication, etc.	-	-
Stationery, printing, advertisement, etc.	861,105	-
Chief Executive's salary and fees	-	-
Directors' fees & meeting expenses	-	-
Auditors' fees	-	-
Charges on loan losses	-	-
Depreciation and repairs of Bank's assets	750,123	-
Other expenses	1,691	-
Total operating expenses (B)	1,528,019	-
Profit before provision (C = A - B)	204,430	-
Provision for investments	-	-
General provision	2,221,532	-
Specific provision	-	-
	2,221,532	-
Provision for of balance sheet items	2,405,978	-
Total provision (D)	4,627,510	-
Profit before tax on (C - D)	(4,623,079)	-

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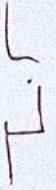

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reaz Uddin Asif
Company Secretary
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Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

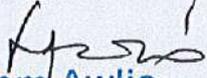

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

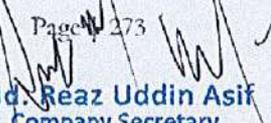
NRB Commercial Bank Limited
Segment Reporting
The Bank reports its operations under the following business segments along International Financial Reporting Standards (IFRS) "Operating segment"

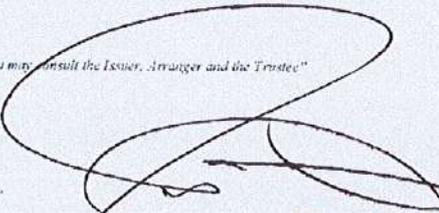
Particulars	NRBC BANK LIMITED		Total	NRBC Bank Limited's Subsidiary NRBC Bank Securities Limited	Inter Company Transaction	Consolidated
	Conventional Banking	Islamic Banking				
Call	6,083,932,567	27,970,893	6,111,903,460	19,200	0.00	6,091,945,121
Banks with other banks and financial institutions	1,420,148,294	80,498,199	1,500,646,493	176,876,421	711,071,121	1,389,121,957
Money at call and short notice	142,800,000	-	142,800,000	-	-	142,800,000
Accounts	29,124,470,880	46,405,000	29,170,875,880	359,178,505	0.00	29,529,994,285
Share and other financial assets	74,423,340,112	222,411,112	74,645,751,224	348,297,181	756,907,211	74,893,425,113
Financial assets at fair value through profit or loss	233,180,192	7,296,174	240,476,366	1,487,866	-	241,964,232
Other assets	4,328,891,122	145,243,960	4,474,135,082	58,711,305	631,218,216	4,471,626,071
Total Assets	116,090,920,145	124,505,192	116,215,425,337	1,046,065,673	1,387,196,549	116,848,224,359
Borrowings from other banks, financial institutions and clients	4,119,470,189	-	4,119,470,189	-	-	4,119,470,189
Deposits and other liabilities	896,48,404,326	118,818,074	915,302,400	212,998,070	115,754,727	913,074,025,699
Other liabilities	12,940,991,307	10,440,879	12,951,432,186	49,899,119	1,794,279	12,999,751,079
Total liabilities	100,200,365,495	129,258,953	100,329,624,448	1,075,895,199	1,112,849,123	101,518,373,770
Total Equity	9,890,554,650	1,246,239	9,891,800,889	38,170,474	274,347,426	9,920,298,669
Total Capital and Shareholders' Equity	116,090,920,145	124,505,192	116,215,425,337	1,084,036,147	1,456,543,855	117,341,475,391


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

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Golam Awlia
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NRB Commercial Bank Ltd.

Page No. 273

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

**Independent Auditor's Report
To the Shareholders of NRBC Bank Securities Limited
Report on the Audit of the Financial Statements**

Opinion

We have audited the financial statements of NRBC Bank Securities Limited, which comprise the Statement of Financial Position as at 31 December 2020, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 31 December 2020 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

Basis for Opinion

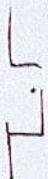
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with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

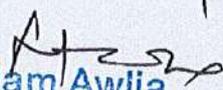
Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

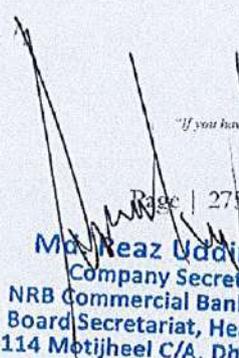
Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management functions of the company.

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

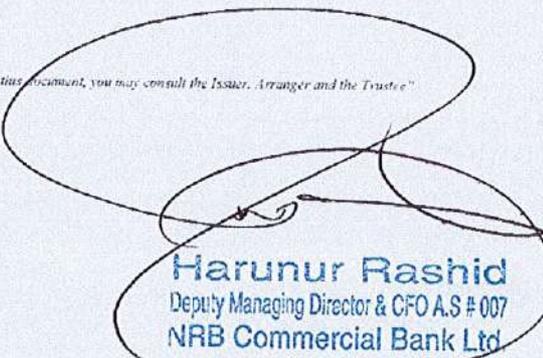
Those charged with governance are responsible for overseeing the financial reporting process.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page | 275

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

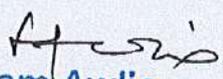
Auditors' Responsibilities for the Audit of the Financial Statements

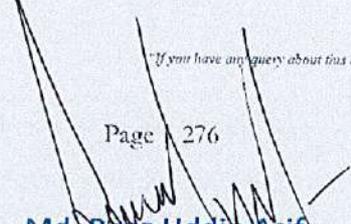
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 these financial statements.

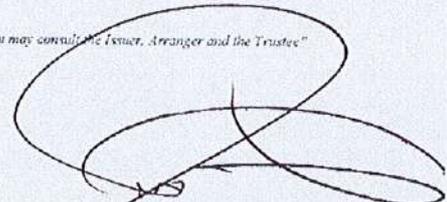
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 276

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

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Report on other Legal and Regulatory Requirements

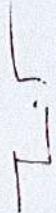
In accordance with the Companies Act 1994, we also report the following:

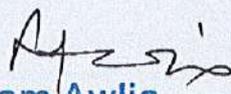
- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- (c) the statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account and returns;

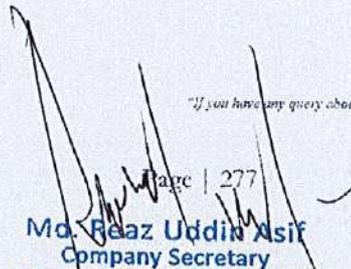
Dated, Dhaka
March 11, 2021

-SD-
Hoque Bhattacharjee Das & Co.
Chartered Accountants

Avijit Bhattacharjee, FCA
Partner
Enrollment No. 824
DVC : 2104270824AS897994


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page | 277

Mr. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustees"


Harunur Rashid
Deputy Managing Director & CFO
NRB Commercial Bank Ltd.

Hoque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited
Statement of Financial Position
As at December 31, 2020

Properties & Assets	Notes	At Dec 31, 2020 Taka	At Dec 31, 2019 Taka
Non-Current Assets:			
Property, Plant & Equipment	4	2,831,466	3,039,765
Investments:			
Investment in Share & Stock	5	159,159,105	161,492,113
Loan and Advances:			
Margin Loan	6	848,297,183	1,36,414,177
Current Assets:			
Advances, Deposits, Prepayments, Receivables	7	86,711,435	40,695,850
Cash and Cash Equivalents	8	196,475,938	113,902,004
		201,187,912	154,597,854
Total Properties & Assets		1,496,695,871	663,553,109
Shareholders' Equity:			
Share Capital	9	441,692,735	412,009,932
Retained Earnings	10	400,000,000	400,000,000
		41,692,735	11,600,912
Current Liabilities:			
Other Liabilities	11	555,003,136	251,543,177
Overdraft: NRBC Bank Ltd	12	258,197,823	157,670,531
		296,005,145	91,872,646
Long Term Liabilities:			
Long Term Loan	13	700,000,000	
Total Equity and Liabilities		1,496,695,871	663,553,109

The annexed notes form an integral part of the financial statements.

50
Chief Executive Officer

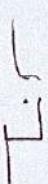
50
Director

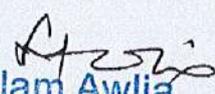
50
Vice-Chairman

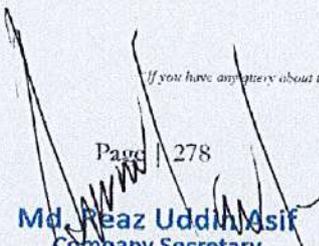
Signed as per annexed report on event date

Place: Dhaka
Date: March 11, 2021
DVC: 2104271021AM079942

50
Hoque Bhattacharjee Das & Co.
Chartered Accountants
Signed by
Avir Bhattacharjee, FCA
Partner
Enrollment No: 824


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 278

Md. Reaz Uddin
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office,
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 00:
NRB Commercial Bank Ltd

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Hoque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended December 31, 2020

Particulars	Notes	2020	2019
		Taka	Taka
Revenue	14	67,191,331	44,354,607
Less: Direct Expense/Cost of Revenue	15	29,743,715	3,264,754
Gross Profit		37,447,616	41,089,853
Operating Expenses			
Salary & Allowances	16	26,114,851	16,244,099
Rent, Taxes, Insurance, Electricity, etc.	17	2,292,681	2,934,561
Legal/Professional/Retainer/Expenditure	18	121,935	-
Stamp, Postage & Telecommunication, etc.	19	490,045	1,124,374
Stationery, Printing, Advertisement, etc.	20	377,068	402,838
Board of Directors' Meeting Expense	21	154,864	73,550
Audit Fees	22	17,533	17,500
Depreciation & Rental of Property, Plant & Equipment	23	2,184,242	2,564,121
Other Expenses	23	1,091,838	1,310,812
Total Operating Expenses		35,227,435	24,845,774
Operating Profit/(Loss)		2,220,181	16,244,079
Add: Other Financial Income	24	250,297	1,128,223
Less: Other Financial Expense	25	(228,709)	(125,888)
Operating Profit/(Loss) before Provision		2,241,769	17,246,414
Provision against Distribution of Share	26	(23,884,192)	6,773,936
Total Provision		(23,884,192)	6,773,936
Profit/(Loss) before Taxation		(21,642,423)	24,472,478
Provision for Taxation			
Current Tax	27	10,625,999	1,950,871
Deferred Tax	28	23,910,344	4,162,761
Profit/Loss after taxation		(34,926,768)	30,586,109
Other Comprehensive Income			
Total Comprehensive Income/(Loss)		(34,926,768)	30,586,109
Earnings Per Share (EPS)	29	1.04	0.11

The annexed notes form an integral part of the Financial Statements.

SD
Chief Executive Officer

SD
Director

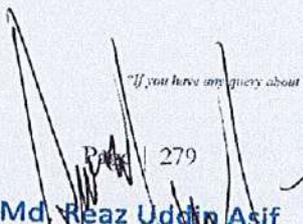
SD
Vice Chairman

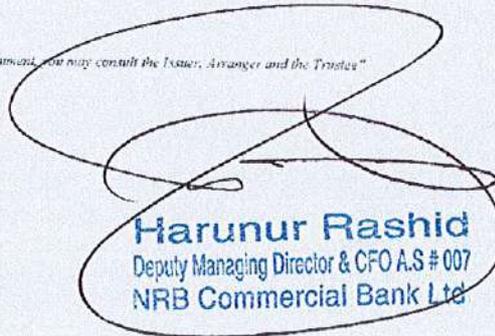
Signed as per annexed report on even date

Place: Dhaka
Date: March 31, 2021
D/C: 2104220821438697364

SD
Hoque Bhattacharjee Das & Co.
Chartered Accountants
Signed by
Amin Bhattacharjee, FCA
Partner
Enrollment No. 824


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Page | 279
Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd.

Majid Shafiqur Rahman & Co.
Chartered Accountants

NRBC Bank Securities Limited
Statement of Cash Flows
For the year ended December 31, 2020

Particulars	At Dec 31, 2020 Taka	At Dec 31, 2019 Taka
A. Cash flows from operating activities		
Cash received from:		
Share Issue Commission Charge Revenues	45,677,756	21,723,342
Interest Income Received on Margin Loan	6,229,386	13,177,725
Dividend Received	7,414,450	6,305,083
Gain on Sale of Shares and Securities	2,096,963	2,096,157
Interest on Deposit to a bank with Bank	257,267	1,024,324
	97,640,698	45,236,531
Cash payment to:		
Tax Charge to tax	1,130,044	1,926,121
Interest paid for (1) & 2 term loan	20,336,689	1,112,755
USA Charges paid for share trading Net	216,414	80,474
DSC, ESC, FMS, Fees & Charge paid for trading Trade	442,471	88,487
Paid to the Employee	24,031,727	14,244,099
Legal/Professional Expense	223,971	
Rent Fees	17,500	46,000
Payments to suppliers/Service providers	9,846,977	9,111,226
Paid for Other Operating Activities	3,043,600	
	47,429,357	17,495,751
Operating profit before changes in operating assets & liabilities	50,211,341	27,740,780
Increases/Decreases in operating assets and liabilities		
Increase/(Decrease) of Deposits from bank and share purchased	51,994,201	76,144,043
Increase/(Decrease) of Deposits from bank and security (FD) Loan	4,849	2,074
Decrease/(Increase) payable to Parents Company		
Increase/(Decrease) in Operating Assets	56,808,400	78,146,095
Net cash from/(used in) operating activities (A)	107,019,741	105,886,875
Cash used in Investing Activities		
Purchase of Property, Plant and Equipment	666,521	12,375,345
Investment in Shares Securities	4,224,305	3,300,412
Advances, deposits, prepaids, loans, receivables, loans and facilities	41,946,011	19,430,874
	46,836,837	35,106,631
Net cash used in Investing Activities (B)	(46,836,837)	(35,106,631)
Cash flows from Financing Activities		
Share Capital		
Share Issue Proceeds (Net of BDC Bank 30% Discount)	232,742,667	17,104,433
Dividend Paid	(22,000,000)	
Net cash flows from Financing activities (C)	210,742,667	17,104,433
Net Change in Cash and Bank Balance for the year (A+B+C)	170,925,561	73,884,677
Cash & Bank Balance at beginning of the year (*)	111,902,005	37,987,328
Cash & Bank Balance at the end of the year (**)	282,827,566	111,872,005

The enclosed information is true and correct to the best of our knowledge and belief.

19 Chief Executive Officer 20 Director 21 Vice Chairman

Signed as per authorized report on every date

Date: March 11, 2021
D/C: 22/42/38244/2021

Majid Shafiqur Rahman & Co.
Chartered Accountants
Address: 104/F, Shafiqur Rahman, 104,
Rajshahi,
Dhaka-1000

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Gulam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

Hoque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited
Statement of Changes in Equity
As at December 31, 2020

Particulars	Paid up capital	Retained Earnings	Total
Opening Balance at January 01, 2019	400,000,000	12,009,932	412,009,932
Net Profit after Tax for the year		41,652,808	41,652,808
Less: Dividend Paid for FY 2019		(12,000,000)	(12,000,000)
Balance at December 31, 2020	400,000,000	41,652,735	441,652,735
Balance at December 31, 2019	400,000,000	12,009,932	412,009,932

MD
Chief Executive Officer

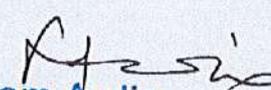
SD
Director

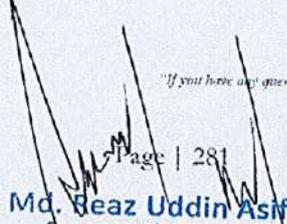
SD
Vice Chairman

Place: Dhaka
Date: March 31, 2021
DVC: 2104271e2455897954

HO
Hoque Bhattacharjee Das & Co.
Chartered Accountants
Signed by:
Avjit Bhattacharjee, FCA
Partner
Enrollment No. 803

Tanzim Alamgir
Managing Director & CEO
NRB Commercial Bank Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 16
NRB Commercial Bank Ltd.

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NRBC Bank Securities Limited
Selective Notes to the Preparation of Financial Statements
For the year ended December 31, 2020

1.1 Nature of Business Activities

NRBC Bank Securities Limited (the Company), a majority owned subsidiary company of NRBC Bank Limited was incorporated as a Public limited company in Bangladesh on 20 September 2015 bearing certificate of incorporation no. C-125504/2015. Under the Companies Act 1994 having its registered office at 114 Motijheel Commercial Area, Dhaka - 1000.

1.2 Nature of business

The main objective of the company is to carry on the business of a stock broker and stock dealer that is to buy, sell and deal in shares, stocks, debentures and other securities under stock exchange in Bangladesh and/or elsewhere as well as to carry on any business as permissible for a broker and dealer duly licensed by the Bangladesh Securities and Exchange Commission (BSEC).

As per Broker License # 1999/2015 and Stock Dealer License # 1999/2015 of Bangladesh Securities and Exchange Commission (BSEC) NRBC Bank Securities Limited continue its trading of Share & Securities on behalf Potential/Intendant investors of capital market. Hence Brokerage Commission/Charge are treated as revenue. Buying & Selling Stock of its own name, hence Capital Gain/Loss and Dividend of the holding Share & Securities are treated as revenue according to Securities and Exchange Ordinance, 1993 (XVII of 1993) and Securities and Exchange Commission (Stock Broker, Stock Dealer & Authorized Representative) Rule, 2000 Dated November 29, 2000. NRBCBSL issued margin loan to Potential/Intendant investors of capital market as per Margin Rules, 1999 Dated April 1999 whereas Interest Income is treated as Revenue.

2.0 Significant accounting policies and basis of preparation of financial statements

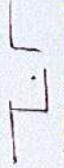
2.1 Statement of compliance

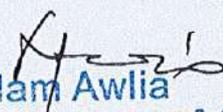
The financial statements of the Company are prepared on a going concern basis under historical cost convention in accordance with International Financial Reporting Standards (IFRS). The financial statements has also been made in accordance with the Companies Act 1994, the Securities and Exchange Rules 1987, the Listing Rules of Dhaka Stock Exchange, Guidelines from Bangladesh Bank, other applicable laws and regulations.

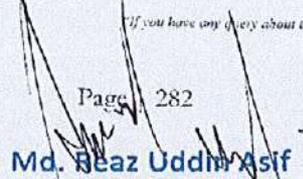
NRBC Bank Securities Ltd. was also registered with the Bangladesh Securities and Exchange Commission (BSEC) to act as Stock Dealer for carrying its own investment in the capital market.

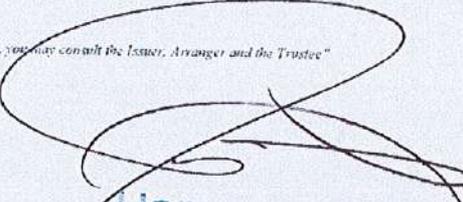
2.2 Use of estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates, estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the periods in which the estimate were made and in any future periods affected.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 282

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

Hoque Bhat Acharye Das & Co.
Chartered Accountants

2.3 Going Concern Assessment

The Company has adequate resources to continue in operation for foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the financial statements. The probable credit facilities from parents and others as well as adequate resources of the Company provide sufficient funds to meet the present requirements of its businesses and operations in the future.

2.4 The financial statements referred to here comprise :

- a. Statement of Financial Position
- b. Statement of Profit or Loss and Other Comprehensive Income
- c. Statement of Cash Flows
- d. Statement of Changes in Equity and
- e. Notes to the Financial Statements

2.5 Statements of Cash flows

Statement of cash flows is prepared in accordance with the International Accounting Standard-7 "Statement of Cash Flows".

2.6 Reporting period

These financial statements cover one calendar year from 1 January to 31 December.

2.7 Functional and presentational currency

The financial statements are presented in Bangladeshi Taka, which is the Company's functional currency.

3.0 Consistency accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 Property, plant and equipment

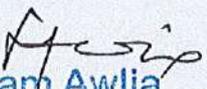
Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, as per IFRS /AS 16, Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

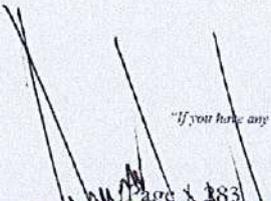
3.2 Depreciation policy

Full month's depreciation has been charged on additions irrespective of date when the related assets are put into use and no depreciation is charged for the month of disposal. Depreciation is provided at the following rates on straight-line basis in accordance with IAS 16 over the periods appropriate to the estimated useful lives of the different types of assets.

Categories of Assets	Rate of Depreciation (%)
Furniture and fixtures	10
Office Equipments	10
Computer and Accessories	20
Bangladesh Made Computer Software	20
Motor Vehicles	30
Professionals and Reference Books	10

Tanzim Alamgir
 Managing Director & CEO
 UCB Investment Limited


Golam Awlia
 Managing Director & CEO
 NRB Commercial Bank Ltd.

Page 1 of 33

Md. Reaz Uddin Asif
 Company Secretary
 NRB Commercial Bank Limited
 Board Secretariat, Head Office
 114 Motijheel C/A, Dhaka-1000

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Harunur Rashid
 Deputy Managing Director & CFO A.S # 007
 NRB Commercial Bank Ltd

3.3 Investment in TRFC (Membership)

Investment in Stock Exchanges for TRFC (Membership) are stated at cost. The cost of acquisition of a TRFC (Membership) is the purchase price paid to the previous holder. As per the Demutualization Act, 2013, Trading Right Entitlement Certificate (TRFC) has been allotted 7,215,106 no. of ordinary shares of Dhaka Stock Exchange Limited (DSEL).

In pursuance of Demutualization Act, 2013, Dhaka Stock Exchange sold 25% share holding of 7,215,106 to Strategic Partner: M/s. Shenzhen Stock & Shanghai Stock Exchange (STX) 21.00 in 2018 and, therefore, holding of is reduced to 5,411,330 shares.

3.4 Investment in Securities

Investment in listed securities are to be recognized at cost. Quarterly impairment test will be carried out by comparing cost with market price as a whole of its total holdings. In case of diminution of market value compared to cost, provision will be made on portfolio basis but no unrealized gain will be booked when market value exceeds cost.

3.5 Margin loan/Loan to customer

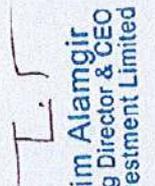
The Company extends margin loan to the portfolio investors at an agreed ratio (between investor's deposit and loan amount) of purchased securities against the respective investor account as per prescribe Guideline of BSEC. The investors are to maintain the margin as per set rules and regulations. The margin is monitored on daily basis as it changes due to change in market price of shares. If the margin falls below the minimum requirement, the investors are required to deposit additional fund to maintain margin as per rules otherwise the company take necessary steps to bring the margin to the required level within prescribed guideline of BSEC.

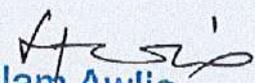
3.6 Advance, deposits and prepayments

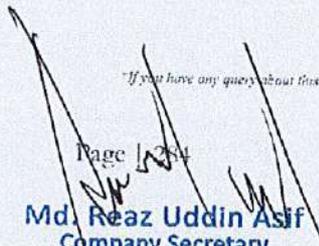
Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to income statement.

3.7 Deferred taxation

Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the reporting date. The impact on the account of changes in the deferred tax assets and liabilities have also been recognized in the statement of comprehensive income as per MD-12 "Income Taxes".


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Page 12/14

Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO LS # 04
NRB Commercial Bank Ltd

"If you have any query about this document, you may contact the Issuer, Arranger and the Trustee"

3.8 Provision for income tax

Provision for current income tax has been made in compliance with relevant provisions of income tax law 1984 along with Financial Act, 2020

3.9 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank, which are held and available for use by the company without any restriction and are readily convertible to a known amount of cash and their are subject to an insignificant risk of change in value.

3.10 Share Capital

Ordinary shares are classified as equity when there is no contractual obligation to transfer cash or other financial assets.

3.11 Payables

Trade and other payables will be stated at their nominal values.

3.12 Other Liabilities for Expenses

Liabilities are to be recognized for the goods and services received, whether paid or not for those goods and services. Payables will not interest bearing and are stated at their nominal values.

3.13 Revenue from Contracts with Customers

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the company in accordance with the International Financial Reporting Standard (IFRS) 15 "Revenue from Contracts with Customers".

3.13.1 Interest income

Income from margin loan/bank deposit are recognized on accrual basis. Such income is calculated considering daily margin loan balance of the respective parties or balances with the banks.

3.13.2 Brokerage commission

Brokerage commission is recognized as income when selling or buying order executed.

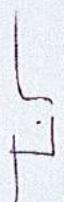
3.13.3 Other Business Income

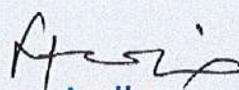
Other income, comprises of service charges and capital gain, is recognized when service rendered and sell process completed.

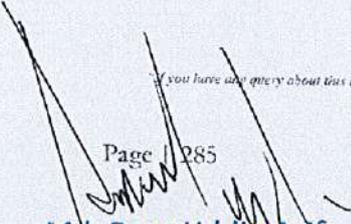
3.14 Risk and Uncertainty Management

The business activities of the Company expose it to a variety of risks, namely market risks, interest rate risk, liquidity risk and credit risk. The Company's risk management strategies focus on the unpredictability of these elements and seek to minimize the potential adverse effects on its financial performance.

The financial risk management for the Company is driven by the Company's Management, in close coordination with internal / external experts. The management periodically reviews the exposures to financial risks and the measures taken for risk mitigation and the effectiveness thereof.


Tanzim Alamgir
Managing Director & CFO
UCB Investment


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Page 285
Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
14 Motiljheel C/A, Dhaka-1000

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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

a) Market Risk

Market risk is the possibility of a specific business incurring losses due to factors affecting the market or the industry that the business belongs to. Some known causes of market risk include economic recessions, shifts in interest rates and political unrest.

(i) Interest rate risk

Interest rate risk primarily arises from floating rate borrowing. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. However, currently the company is not exposed to any borrowings with floating interest rate.

b) Credit risk

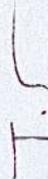
Credit risk refers to the risk of default on its obligation by the counterparty, the risk of deterioration of creditworthiness of the counterparty as well as concentration risks of financial assets, and thereby exposing the Company to potential financial losses. The Company is exposed to credit risk mainly with respect to margin loan.

c) Liquidity risk

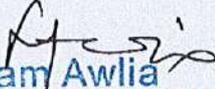
Liquidity risk arises from the Company's inability to meet its cash flow commitments on due dates. As a prudent liquidity risk management measure, the company closely monitors its liquidity position and deploys a robust cash management system. Accordingly, the company maintains credit facilities sufficient to honour its commitments. The company's treasury department monitors rolling forecast of company's cash flow position and ensures that the company meets its financial obligations at all times including contingencies.

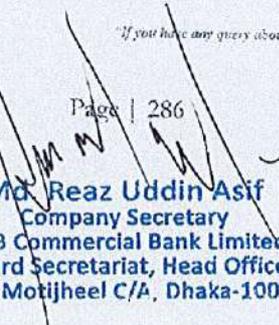
d) Risk impact on account of Covid-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

"If you have any query about this document, you may consult the Lender, Arranger and the Trustee"


Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Hudat Bhattacharyee Das & Co.
Chartered Accountants

3.15 Event after the reporting period

As per IAS - 10 "Events after the Reporting period", events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

(i) those that provide evidence of conditions that existed at the end of the reporting period (Adjusting events after the reporting period) and

(ii) those that are indicative of conditions that arose after the reporting period (Non-adjusting events after the reporting period).

There was no material events which have occurred after the reporting period which could affect the values stated in the financial statements **except mention in note 30**

3.16 Related party transaction

As per IAS 24 "Related Party Disclosures", a related party is a person or entity that is related to the entity (i.e. NRBCBL) that is preparing its financial statements. Related party transaction is a transfer of resources, services, or obligations between a reporting entity and a related party, regardless of whether a price is charged as per IAS 24.

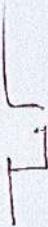
Related Parties include the Company's Directors, key management personnel, associates, companies under common directorship etc. as per IAS 24 "Related Party Disclosures". All transactions involving related parties arising in the normal course of business are conducted as arm's length transactions. Related parties disclosure given in the **Note-31**.

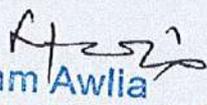
3.17 Authorization of the financial statements for issue

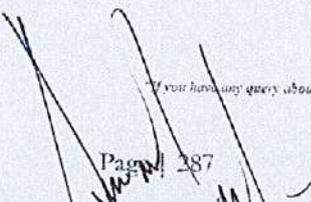
The financial statements of the company have been authorized for issue by the Board of Directors on March 31, 2021 of its 22th meeting.

3.18 General

- 1. Figures relating to previous year/period included in this report have been rearranged, wherever considered necessary, for comparison of current year.
- 2. The figures appearing in these financial statements are expressed in Taka currency and rounded off to the nearest Taka.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Page | 187
Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S # 00
NRB Commercial Bank Ltd.

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"

Private & Confidential - DIB & Co
Chartered Accountants

	At Dec 31, 2020	At Dec 31, 2019
	Taka	Taka
4.00 Property, Plant and Equipment		
At Cost		
Opening Balance	14,024,404	12,016,408
Add: Additions During the Year(s)	7,178,000	2,308,500
	21,202,404	14,324,908
Less: Accumulated Depreciations	9,310,000	7,500,000
Written Down Value	11,892,404	6,824,908
A Schedule of Property, Plant and Equipment is given in Annexure 1 for accounting & Tax Purpose		
5.00 Investment in Share & stocks		
Quoted Share (Publicly Traded listed with DSE)	22,141,900	20,476,314
Cost of Acquisition of DR, TRIC & Share Initial Public Offer	22,142,000	25,120,600
Unquoted Shares (Private Share & unquoted by DSE)	10,000,000	10,000,000
Investment in Share Strategic Investment Act (Note 5.01)	13,985,100	13,985,100
	68,269,000	69,582,014
A Schedule of Investments in Shares is given in Annexure 2		
5.01 Investment in Share Strategic Investment	13,985,100	13,985,100
According to Demerit Circular No. 2013, CFC was agreed to sell 25% share to Strategic partner to Sheraton Stock Exchange & Shanghai Stock Exchange. In this regard, National Board of Revenue (NBR) issued Circular No. 19/1999/000/10/000/0000/0000/0000 dated October 30, 2018 stating that all proceeds of selling to Strategic partner will be deposited in NBR Account 1201950000921012. Therefore, company could not recognize an capital gain due to all amount being block in the deposit NBR Account 1201950000921012 until completion of three years i.e. December 2021.		
6.00 Loan and Advances		
Margin Loan	848,297,183	1,09,414,177
	848,297,183	1,09,414,177
This represents amount of loan to the customer against shares purchased under the margin trading in DSE.		
7.00 Advances, deposits, prepayments, Receivables		
Security Deposit (Note 7.01)	200,000	200,000
Advance Income Tax (Note 7.02)	11,875,851	11,511,545
Advance Others (Note 7.03)	1,498,303	2,611,807
Accounts Receivable (Note 7.04)	32,086,607	14,229,202
Deferred Tax Assets (Note 7.04)	3,975,19	0
	48,776,060	28,552,554
7.01 Security Deposits		
Security Deposit with Central Depository Bangladesh Ltd. (CDBL)	200,000	200,000
	200,000	200,000
7.02 Advance Income Tax		
On Dividend	22,608,216	11,922,294
On Dividend Income	3,999,795	3,749,763
Advance Tax (Others)	7,766,839	6,126,386
Advance Tax Strategic Investment*	40,500	40,500
	34,385,350	21,838,943
Gain Tax on Sale of Share (25% i.e. 1,423,777,411 and Cost on Share sold to Sheraton Stock & Shanghai Stock Exchange)		
7.03 Advances		
Advance Office Rent (Head Office)	1,095,400	2,749,300
Advance Others	60,800	611,900
	1,156,200	3,361,200
7.04 Accounts Receivable		
Receivable from Merchant Bank	11,227,112	14,229,202
UBA Stock Exchange Ltd. (Settlement Bill) (Bank)	14,005,815	14,229,202
UBA Stock Exchange Ltd. (Settlement Bill) (Share)	15,851,450	14,229,202
	41,084,377	42,687,606

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

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Draft Information Memorandum
Subordinated Bonds of BDT 3,000 Million

Muzib Hossain Chowdhury & Co.
Chartered Accountants

7.05 Deferred Tax Assets

Opening Balance from Note 11.04
Add: Addition during the year
Less: Adjustment during the period

122,507	
222,245	
29,538	
29,538	

8.00 Cash and Cash Equivalents

Cash in hand
Cash in hand (Cheque on receipt)
Cash at bank (Note 08.01)

1,295	44,007,914
23,279,241	67,054,243
196,475,918	111,907,004

* Cash and cash equivalents are assets held for the purpose of making payments, which are readily convertible into cash and are subject to an insignificant risk of change in value.

8.01 Cash at Bank

NRB Commercial Bank Limited, Principal Branch (a)
NRB Commercial Bank Limited (S.A.C. 001) 358,000
NRB Commercial Bank Limited (S.A.C. 001) 360,000
NRB Commercial Bank Limited Operation A.C. 002 304,000
Al Bara Islami Bank Limited, Motiheel Branch (a)
Al Bara Islami Bank Limited (S.A.C. 001) 2,000,000
Al Bara Islami Bank Limited (S.A.C. 002) 22,000,000
Al Bara Islami Bank Limited (S.A.C. 003) 22,000,000
Total (a+b)

172,841,419	94,758,597
172,270,400	80,174,000
1,000	126,125
2,354,577	1,172,720
23,573,204	7,340,443
24,448,144	1,172,720
1,000	126,125
196,436,623	99,094,040

** Balance kept for Cheque and need Minimum Balance

9.00 Share Capital

Authorized Capital

20,000,000 Ordinary Shares of Taka 20.00 each

1,000,000,000	1,000,000,000
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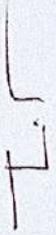
Issued, Subscribed and Paid up Capital

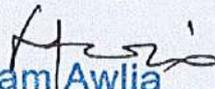
40,000,000 Ordinary Shares of Taka 10.00 each fully paid

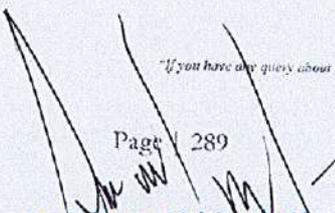
400,000,000	400,000,000
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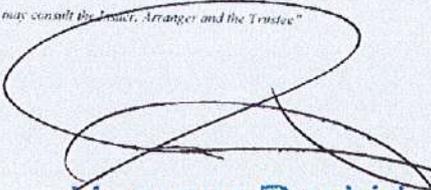
Shareholding structure at December 31, 2020 is as follows:

Name of Shareholders	No. of shares
NRB Commercial Bank Limited	36,000,000
Dr. Toufique Rahman Chowdhury	200,000
Mr. Md. Shaukat Ansari	200,000
Mr. Mohammed Mahabub Rahman	200,000
Mr. Asika Rafique	200,000
Mr. Md. Jannat Rahman	200,000
Mr. A. M. Soudur Rahman	200,000
Mr. A. K. M. Mustafizur Rahman	228,570
Mr. Abu barkat Chowdhury	200,000
Mr. Mohammed Shahid Islam	228,580
Mr. Javed Uddin	200,000
Mr. Tanvir S M Pervez	228,570
Mr. Rafiqul Islam Ma Anwar	228,570
Mr. Mr. Mohiuddin	228,570
Mr. Shahamuddin Nazim	200,000
Mr. Mohammed Sultan Imam	228,570
Mr. Mohammed Omer Hossain	28,570
Mr. Dr. Rafiqul Islam Khan	200,000
Mr. Mohammed Zakaria Khan	200,000
Mr. Aziz U Ahmed	200,000
Mr. Mohammed Masrurul Islam	200,000
Total	40,000,000


Tanzim Alamgir
Managing Director & CEO
NRB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

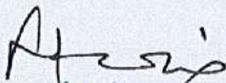

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

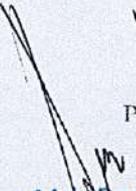

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd

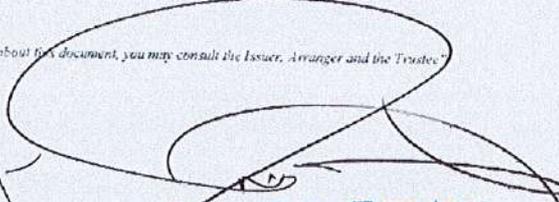
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Financial Statements for the Year 2019
Chartered Accountants

10.00 Retained Earnings		
Opening Balance	12,009,412	6,714,070
Add: Total Comprehensive Income (Loss) during the year	21,092,801	5,079,822
	33,102,213	11,793,892
Less: Dividend Paid for 2019	12,300,000	
	20,802,213	11,793,892
11.00 Other Liabilities		
Payable to stock exchanges (Note: 11.01)	27,219	136,592
Payable to Clients (Note: 11.02)	212,998,090	222,112,068
Current Income Tax Payable (Note: 11.03)	26,491,116	15,079,944
Deferred Tax Liability (Note: 11.04)		122,807
Contingent and other payables	57,500	57,500
US of source	2,497,016	51,540
US of source	62,287	116,067
Provision and contingent losses	3,444,471	485,450
Provision for Diminution of Shares/Investment (Note: 11.05)		19,884,500
Interest Payable on Term Loan	4,150,276	
Payable to Merchant Bank	6,652,822	60,820
Other payable	6,571	1,692
	258,397,822	157,675,820
11.01 Payable to Stock Exchanges		
Dhaka Stock Exchange (DSE) Broker	200,126	104,142
Dhaka Stock Exchange (DSE) Dealer	7,093	
	207,219	104,142
11.02 Payable to Clients		
	212,998,090	222,112,068
This represents a amount payable to customers against sale of shares and/or receipts for purchasing of shares.		
11.03 Current Income Tax Payable		
Opening Balance	25,046,944	23,017,481
Add: Addition during the year	23,015,344	4,894,367
	48,062,288	27,911,848
Less: Adjustment during the period		
	26,578,238	15,079,944
11.04 Deferred Tax Liability		
Opening Balance		114,499
Add: Addition during the year		596,499
Less: Adjustment during the year		212,668
		122,807
11.05 Provision for Diminution of Shares/Investment		
Opening Balance	19,884,500	24,120,650
Add: Addition during the year	14,894,550	4,751,900
Less: Adjustment during the year		
		19,884,500
12.00 Payable to Parent Company		
Nil Payable		
12.01 Contingent Liability from NRB Bank Ltd		
NRB bank provided an 100% covered overdraft facility from NRB Bank, limited (parent company), having limit of Tk. 10,00,00,000 (Ten Crores) per annum.	2,46,805,415	57,872,950
13.00 Long Term Loans		
NRB Bank, limited Ltd, provided term loan facility of 10 year tenure from NRB Bank, limited (Parent Company), having limit of Tk. 500,00,000 (Five Crores) with quarterly installment.	500,000,000	


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office:
114 Motijheel C/A, Dhaka-1000


Harunur Rashid
Deputy Managing Director & CFO A.S.# 01
NRB Commercial Bank Ltd.

TRUSTEE: Mottar Finance Ltd. & Co.
Chartered Accountants

2020	2019
Taka	Taka

14.00 Revenue

- Brokerage Commission Charge *
- Interest Income on Margin Loan**
- Dividend Income***
- Gain on Sale of Shares and Securities (Net)***

45,107,784	44,122,182
41,429,996	13,174,229
7,454,650	3,504,581
1,098,054	2,109,197
97,190,484	64,108,189

* NRBC Bank Securities Limited obtained Broker License # BK/17/11/14/15/16/17/18/19/20/21/22/23/24/25/26/27/28/29/30/31/32/33/34/35/36/37/38/39/40/41/42/43/44/45/46/47/48/49/50/51/52/53/54/55/56/57/58/59/60/61/62/63/64/65/66/67/68/69/70/71/72/73/74/75/76/77/78/79/80/81/82/83/84/85/86/87/88/89/90/91/92/93/94/95/96/97/98/99/100 from Bangladesh Securities & Exchange Commission (BSEC) issued the License for Trading of Share & Securities on behalf of Principal/Interim Investor of Capital Market Brokerage Commission/Charge identified as revenue according to Securities and Exchange Commission, 1993 Act of 1993 and Securities and Exchange Commission Order on Stock Broker & Authorized Representative Rule, 2000 Dated November 24, 2000.

** Broker License # BK/17/11/14/15/16/17/18/19/20/21/22/23/24/25/26/27/28/29/30/31/32/33/34/35/36/37/38/39/40/41/42/43/44/45/46/47/48/49/50/51/52/53/54/55/56/57/58/59/60/61/62/63/64/65/66/67/68/69/70/71/72/73/74/75/76/77/78/79/80/81/82/83/84/85/86/87/88/89/90/91/92/93/94/95/96/97/98/99/100 from Bangladesh Securities & Exchange Commission (BSEC) for margin loan to Principal/Interim Investor of Capital Market as per Margin Rules, 1999 Dated April 26, 1999 wherein Interest Income is treated as Revenue.

*** NRBC Bank Securities Limited obtained Broker License # BK/17/11/14/15/16/17/18/19/20/21/22/23/24/25/26/27/28/29/30/31/32/33/34/35/36/37/38/39/40/41/42/43/44/45/46/47/48/49/50/51/52/53/54/55/56/57/58/59/60/61/62/63/64/65/66/67/68/69/70/71/72/73/74/75/76/77/78/79/80/81/82/83/84/85/86/87/88/89/90/91/92/93/94/95/96/97/98/99/100 from Bangladesh Securities & Exchange Commission (BSEC) issued the license for buying & Selling Stock of the own name, Equity Capital (Dividend and Dividend of the holding Share & Securities are treated as Revenue according to Securities and Exchange Commission, 1993 Act of 1993 and Securities and Exchange Commission (Stock Broker, Stock Dealer & Authorized Representative) Rule, 2000 Dated November 24, 2000.

15.00 Direct Expense/Cost of Revenue

- Lease Charge Paid to USI for Trading
- Interest Expense on O/L & Term Loan (Note: 15.01)
- Lease Charges (Lease Trading Office) & Commission
- Cost of BSM/USI Fees & Charge (Note: 15.02)

4,124,040	2,986,422
24,879,267	1,124,755
124,924	65,181
242,473	354,607
29,743,715	4,269,754

15.01 Interest Expense for loan from Schedule bank

The Company loan an overdraft facility from ABC Commercial Bank Limited for margin loan facilities to the Principal/Interim Investor of Capital Market as per Margin Rules, 1999 Dated April 26, 1999.

15.02 O/S/BSEC/USI Fees & Charge

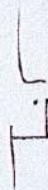
- O/S/BSEC/Trade Member Association Membership Fee
- BSEC Renewal Fees to USI
- Authorized Representative Fee to USI
- Member Registration Fee to USI
- O/S Establishment Fees to USI

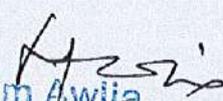
25,073	287,628
167,100	235,500
54,630	87,300
	1,479
	29,000
242,473	354,607

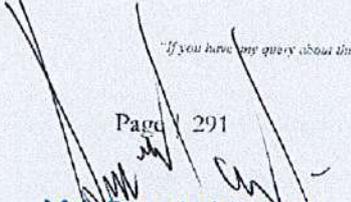
16.00 Salary and Allowance

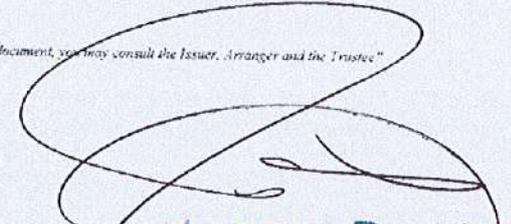
- Basic Salary
- Allowances
- Incentive/Performance Bonus
- Salaries & Allowances (Security & Cleaning Staff)
- Overtime to regular staff
- Contract Bonus
- Extra Security & Cleaning Staff
- Reserve & Recruitment Staff Welfare
- Company Contribution to Provident Fund
- Company Contribution to Retirement Welfare Fund

7,412,342	5,869,703
10,604,368	7,910,174
6,941,375	256,200
840,271	674,144
21,229	4,100
1,171,297	1,000,000
14,400	70,000
1,279,707	10,000
24,276,681	19,294,321
28,114,851	16,244,099


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

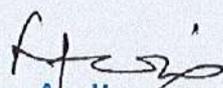

Harunur Rashid
Deputy Managing Director & CFO A.S.# 02/
NRB Commercial Bank Ltd.

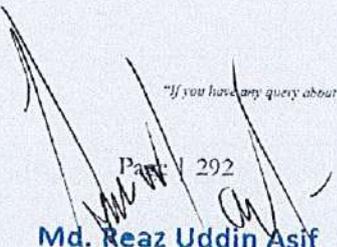
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Wong Jha & Associates, Chartered Accountants

17.00 Rent, Taxes, Insurance & Stationery, etc.		
Office Rent	1,440,000	1,571,580
Rent & Taxes (Note 18.01)	20,000	26,880
Insurance Premiums (Expenses) incl. VAT		5,800
Power and Electricity (incl. incl. VAT)	84,250	520,000
Water, Gas and Sewerage (Expenses) incl. VAT		73,900
Common Utility Bills (Electricity, Gas, Waste, Security Guard Salary, etc.)	273,200	273,600
	2,217,450	2,504,760
18.01 Rate & Taxes		
Patent, Trade License, Holding Tax, Jan Board Tax	20,000	20,000
18.00 Legal/Professional/Preliminary Expenses		
Notary Public and other Charge		
Legal & Consultancy Fee	123,000	
	123,000	
19.00 Stamp, Postage & Telecommunication, etc.		
Stamp and Courier Charge	4,000	
Postage & Courier Charge	3,400	13,200
Mobile and Telephone Charge	248,500	248,500
Networking and other Charge	70,000	80,000
	325,900	344,700
20.00 Stationery, Printing, Advertisement, etc.		
Office Stationery Expenses	177,000	300,000
Printing Stationery Expenses	31,500	130,000
Utility and Advertisement, etc.	10,000	10,000
Printing B2 Mail, Booking, Photography and Photocopy	40,000	2,000
Computer Accessories (Toner, Repositioner, etc.)	60,000	10,000
	318,500	452,000


Tanzim Alamgir
Managing Director & CEO
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Golam Awlia
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114 Motijheel C/A, Dhaka-1000

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Farunur Rashid
Managing Director & CFO A.S.#007
NRB Commercial Bank Ltd.

Haque Shafiqul Islam (Sr.) & Co.
Chartered Accountants

21.00 Board of Directors' Meeting Expenses

Board Meeting Attendance Fees
Other Board Meeting Expenses *

50,400	58,820
150,489	59,820

* Expenses include Tax, stationery etc.

22.00 Depreciation and Repair of the Property, Plant & Equipment

A. Depreciation of the Freehold Properties

Furniture & Fixtures
Office Equipment
Computer Accessories
Long term leasehold asset
Motor Vehicles

227,236	215,474
255,265	208,309
2,882,495	2,882,259
228,000	440,000
	514,630
1,878,004	2,260,450

B. Parts (Replacement), Repair & Maintenance of the Company's Assets

Parts (Replacement) of Office appliances/ items
Parts (Replacement) of Appliances and Fixtures
Sewaling and spare parts replacement of Vehicle
Annual Software Maintenance and IT enable Cost
Parts (Replacement) of Office Appliance & Equipment
Parts (Replacement) of Computer and Computer Equipment

50,560	517,224
25,480	
	118,527
57,273	96,189
4,756	1,141
136,368	335,815

Total (A+B)

2,033,232	2,556,311
------------------	------------------

23.00 Other Expenses

Office Maintenance
Local Conveyance
Traveling Expenses
AGM Expenses
Annual Software Maintenance and IT enable Cost
Uniform & Luncheon Allowance
P/L Replacement (Rent & LSC)
Entertainment
Program Expenses
Training fee
Newspaper and Periodical

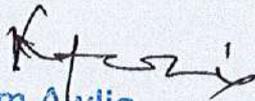
316,273	179,942
10,895	58,210
	141,910
258,760	347,039
19,867	52,422
40,000	15,000
324,266	578,437
157,680	392,572
	38,600
2,113	26,253
1,091,878	1,620,832

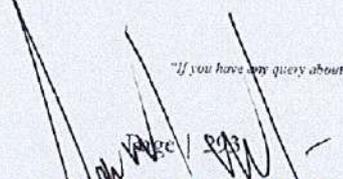
24.00 Other Financial Income

Interest on Deposit for amount with banks

250,297	1,128,227
250,297	1,128,228

Tanzim Alamgir
Managing Director & CEO
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NRB Commercial Bank Ltd.


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Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

Moque Chatterjee & Co.
Chartered Accountants

25.00 Bank/Financial Expenses

Expense Duty for Account with Banks
Expense Duty for DD Facilities from NRB Commercial Bank
Bank Charge & Commission (24% MCL) for Account with Banks
Bank Charge & Commission (24% MCL) for DD Facilities from NRB Commercial Bank

138,000	117,000
40,000	21,000
74,448	75,960
1,552	1,120
228,708	215,688

As per Section 33(a) of income tax Ordinance 1988 regarding interest income from account with NRB Commercial Bank. The Company named these income for payments of interest and Maintenance Charge as set forth in the table.

26.00 Provision for denotation of share/securities

Provision for unrealized loss of share/securities
Provision for Others

20,884,500	6,753,700
(19,884,500)	6,753,700

Provisions for denotation of value of investments have been maintained in accordance with IAS 37 and BSC/Circular # M.C.C.M/CC/2009-193/250 Dated December 08, 2015.

27.00 Current Tax Expense

a. Minimum Tax on Turnover as per sub 4(b) of section 22C with tax on D. Income
b. Tax on Regular Corporate tax basis
c. Tax on Trading volume of Trading Securities Basis

667,389	659,732
10,838,344	9,411,517
10,068,214	4,182,561

Current Expense for Financial Year 2020 (Max of a, b & c)

10,838,344	4,182,561
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28.00 Deferred Tax Expense

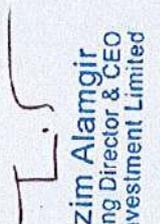
	Carrying Amt	Tax Rate		
Fixed Assets	5,851,466	6.126,769	(275,520)	(50,875)
Non-taxable temporary difference (i.e. Tax will be paid in future period)			(275,520)	(50,875)
Corporate tax @ 32.5% (i.e. Deferred Tax Liability as on 31.12.2020)			(89,538)	(22,407)
Less: Deferred tax liability in 2019			(22,807)	(54,436)
Deferred Tax Expense for the year end on 31.12.2020			(212,545)	(231,688)

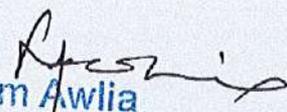
29.00 Earnings Per Share (EPS)

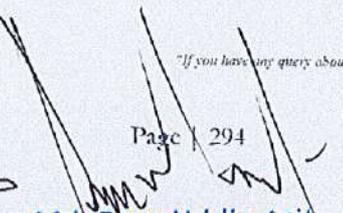
Profit after Taxation
Number of ordinary shares outstanding

41,692,891	5,490,812
80,000,000	80,000,000
1.04	0.13

Earnings per share (EPS) have been computed by dividing the basic earnings by the number of ordinary shares outstanding as on December 31, 2020 in accordance with IAS 33.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


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Harunur Rashid
Deputy Managing Director & CFO AS # 007
NRB Commercial Bank Ltd.

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31.04: Events after the reporting period

The Board of Director in its 10th meeting held on February 10, 2021 approved the audited Financial Statement.

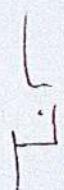
31.05: Nature and type of related party transaction of the company

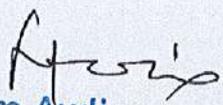
A. NRBC Bank Limited - Parents Subsidiary Relationship

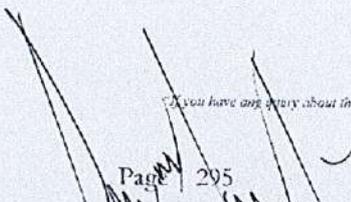
Nature of Transaction	Type	Note	2020	2019
Advance Income Tax & Tax on Interest	Assets - Inter Company	7	1,280,276	1,284,276
Bank Deposit	Assets - Inter Company	8	172,693,474	82,751,987
NRB Commercial Bank Limited A/C (0101-180-090)			172,235,259	82,671,897
NRB Commercial Bank Limited A/C (0101-980-098)			1,961	326,645
NRB Commercial Bank Limited A/C (0101-984-012)			1,548,957	1,152,925
Payable to NRBC Bank Ltd - Client Deposit	Liability - Inter Company	14	187,051,288	96,247,028
	(Floor 100/112-14)			
Overdraft Facility from NRBC Bank Ltd	Liability - Inter Company	13	29,305,115	91,872,641
Long Term Loan	Income - Inter Company	13	500,000,000	
Interest on OD Facility	Expense - Inter Company	15	24,976,267	1,344,755
Brokerage Commission	Income - Inter Company	16	2,764,070	1,603,969
Interest on Bank Deposit	Income - Inter Company	24		814,717
Office Rent	Expense - Inter Company	19		
Bank/Financial Expense	Expense - Inter Company	25	1,450	1,492

B. Other Related Parties with Directors

- i. No other transaction been occurred with stake holding of Directors of NRBC Bank Securities Limited.
- ii. Above transaction has been occurred under normal course of business.


Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited


Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

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Md. Reaz Uddin Asif
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

"If you have any query about this document, you may consult the Issuer, Arranger and the Trustee"


Harunur Rashid
Deputy Managing Director & CFO A.S.# 207
NRB Commercial Bank Ltd

NRBC Bank Securities Limited
Details of Property, Plant & Equipment for Accounting Purpose
As at December 31, 2020

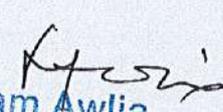
Annexure - 1

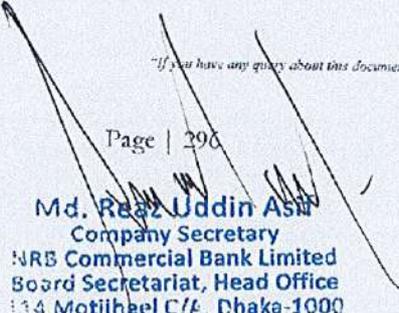
Sl. NO.	Properties & Assets	Assets			Rate of Depreciation	Depreciation			Book Value
		Opening Balance	Addition during the year	Disposal during the year		Opening Balance	Addition during the year	Disposal during the year	
1	Furniture and Fixtures	2,224,172	194,725		10.00%	284,222	227,235	512,029	1,806,868
2	Office Equipment	2,358,827	414,930		10.00%	377,832	295,262	643,090	2,129,557
3	Computer and Accessories	5,161,525	60,300		20.00%	2,563,525	1,044,385	3,607,910	1,554,015
4	Bank/Local Made Computer Software	1,800,000			20.00%	1,110,000	360,000.00	470,000	1,330,000
5	Motor Vehicles	2,480,000			30.00%	2,480,000		2,480,000	
6	Professional and Reference Books				10.00%				
	Total	14,024,524	669,955			6,946,159	1,696,884	6,843,023	5,931,456

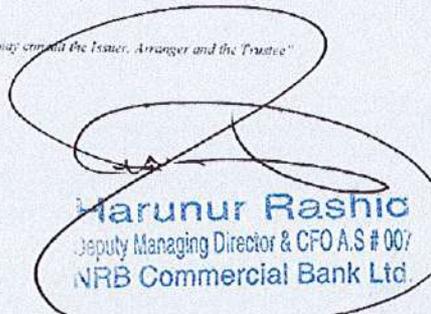
Details of Property, Plant & Equipment for Tax Purpose
As at December 31, 2020

Sl. NO.	Properties & Assets	Assets			Rate of Depreciation	Depreciation			Book Value
		Opening Balance	Addition during the year	Disposal during the year		Opening Balance	Addition during the year	Disposal during the year	
1	Furniture and Fixtures	2,224,172	194,725		10.00%	422,218	199,508	620,205	1,797,692
2	Office Equipment	2,358,827	414,930		10.00%	417,187	232,648	650,835	2,122,922
3	Computer and Accessories	5,161,525	60,000		20.00%	3,301,141	578,235	3,879,376	1,344,549
4	Bank/Local Made Computer Software	1,800,000			50.00%	1,087,500	58,250	1,145,750	654,250
5	Motor Vehicles	2,480,000			20.00%	1,664,702	263,912	1,928,614	551,386
6	Professional and Reference Books				10.00%				
	Total	14,024,524	669,655			7,257,627	1,279,483	8,567,520	6,126,969

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Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.


Md. Reza Uddin Ash
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
134 Motijheel C/A, Dhaka-1000


Marunur Rashid
Deputy Managing Director & CFO A.S.# 007
NRB Commercial Bank Ltd

Hussein Bhattacharjee Datta & Co.
Chartered Accountants

NRBC Bank Securities Limited
Investments in Shares
As at December 31, 2020

Annexure 2

A. Portfolio Invest Shares listed with DSE (quoted)

Particulars	Number of Shares	Market price per share	Market price	Cost per share	Total Cost
BBJ	100000	17.56	1,756,000.00	4.00	400,000.00
BRCC	20000	196.10	3,922,000.00	141.50	2,830,000.00
BRCC-ITP	40000	80.20	3,208,000.00	80.20	3,208,000.00
CASHMONEY	100000	54.70	5,470,000.00	54.70	5,470,000.00
FRM MFG BAN	200000	31.00	6,200,000.00	31.00	6,200,000.00
FRM MFG BAN	10000	4.950	49,500.00	204.25	2,042,500.00
FRM MFG BAN	50000	106.90	5,345,000.00	106.90	5,345,000.00
CAPITAL INC	10000	39.40	3,940,000.00	100.00	10,000,000.00
FRM MFG BAN	200000	20.70	4,140,000.00	20.70	4,140,000.00
FRM MFG BAN	40000	49.80	1,992,000.00	49.80	1,992,000.00
FRM MFG BAN	1000	79.10	79,100.00	79.10	79,100.00
Total			82,790,166.90		82,163,999.88

B. Invest in Shares (Unquoted)

C. Initial Public Offer

Particulars	No. of Share	Cost per share	At Cost
MINI ALTAIR	204500	51	10,435,500
ARISE	146000	1	146,000
Total		53,900.00	21,647,500.00

D. Cost of Acquisition of DSE TMIC & Share

213,769,909.50

This represents the original investment cost for DSE memberships in exchange of which shares at a face value of Tk. 10 each have been allotted in favor of the Company through window allotment on October 12, 2019 and subsequently it endorsed by Dhaka Stock Exchange in its 2019 offering letter on November 12, 2019. As per the provision of the Exchange Demutualization Act, 2015 and in compliance with the Bangladesh Securities Exchange Commission (BSEC) approved Demutualization Scheme, under stock exchange act, 2010 (noted total 22,95,000 ordinary shares at face value of Tk. 10 each and out of which the 146,000 shares of 100000 were applied in buying securities under the provisions of the Exchange Demutualization Act, 2015 and also with the value of these shares have been calculated as investment. Block's Value and consideration subject to interest as per the terms of agreement.

At the later time, out of the above DSE has transferred 2,00,000 shares directly credited to the minority owner's account of the Company which is 2% of the total holding of the shares and also shown as investment. Meanwhile, as per the section 12 of the Exchange Demutualization Act 2015 scheme, the DSE issued 20% company shares to the strategic partners to Dhaka Stock Exchange & Shanghai Stock Exchange.

Moreover, remaining 20% shares have not been shown in the monthly report on Net Capitalization as provided in rule 10 of the Exchange Demutualization Act 2015.

The Company recognized capital loss Tk. 18,133,843.50 for the year ended 2020 due to sale of 25% shares to the strategic partners to Shanghai Stock Exchange & Dhaka Stock Exchange as per the section 12 of the Exchange Demutualization Act, 2015 scheme.

Tanzim Alamgir
Managing Director & CEO
UCB Investment Limited

Golam Awlia
Managing Director & CEO
NRB Commercial Bank Ltd.

Mr. Reaz Uddin
Company Secretary
NRB Commercial Bank Limited
Board Secretariat, Head Office
114 Motijheel C/A, Dhaka-1000

Harunur Rashid
Deputy Managing Director & CFO A.S # 007
NRB Commercial Bank Ltd.

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