

Mercantile Bank Limited
Profit and Loss Account
 For the year ended 31 December 2019

| | Notes | Amount in BDT | |
|--|-----------|-----------------------|-----------------------|
| | | Dec 19 | Dec 18 |
| Interest income | 20 | 23,081,814,816 | 20,381,113,173 |
| Interest paid on deposits, borrowings etc. | 21 | 18,116,167,297 | 16,277,034,618 |
| Net interest income | | 4,965,647,519 | 4,104,078,555 |
| Investment income | 22 | 3,828,901,293 | 3,558,859,901 |
| Commission, exchange and brokerage | 23 | 2,950,703,441 | 2,384,417,062 |
| Other operating income | 24 | 1,430,754,400 | 1,793,157,860 |
| Total operating income | | 13,176,006,653 | 11,840,513,378 |
| Salaries and allowances | 25 | 2,416,251,526 | 2,439,759,322 |
| Rent, taxes, insurances, electricity etc. | 26 | 365,373,181 | 796,225,237 |
| Legal expenses | 27 | 31,821,336 | 24,382,779 |
| Postage, stamps, telecommunication etc. | 28 | 66,492,547 | 70,745,731 |
| Stationery, Printings, Advertisements etc. | 29 | 265,782,748 | 296,864,216 |
| Chief Executive's Salary and fees | 30 | 13,191,210 | 17,658,710 |
| Directors' fees | 31 | 4,727,200 | 3,974,400 |
| Auditors' fees | 32 | 747,500 | 1,477,500 |
| Depreciation and repair of bank's assets | 33 | 895,185,906 | 442,859,729 |
| Other expenses | 34 | 1,760,682,601 | 1,400,992,287 |
| Total operating expenses | | 5,820,255,754 | 5,494,939,911 |
| Profit/(Loss) before provision | | 7,355,750,899 | 6,345,573,467 |
| Provision for loans and advances including off Balance Sheet items | 13.5 | 3,587,813,043 | 1,982,135,646 |
| Other provision | 13.2.1(V) | 287,441,000 | 12,500,000 |
| Total provision | | 3,875,254,043 | 1,994,635,646 |
| Total profit/(Loss) before taxes | | 3,480,496,856 | 4,350,937,821 |
| Provision for Current Tax | 13.4.1 | 1,346,540,534 | 1,403,709,864 |
| Provision for Deferred Tax | 13.4.2 | (41,540,535) | (53,709,159) |
| Net profit after taxation | | 2,175,496,856 | 3,000,937,116 |
| Appropriations | | | |
| Statutory reserve | 15 | 696,099,371 | 870,187,564 |
| General reserve | 15.1 | - | 900,000,000 |
| | | 696,099,371 | 1,770,187,564 |
| Retained surplus | | 1,479,397,485 | 1,230,749,552 |
| Earnings per share (EPS) | 35 | 2.32 | 3.20 |

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



Managing Director and CEO



Director



Director



Chairman

This is the Profit and Loss Account referred to in our separate report of even date.



Ahmed Zaker & Co.

Chartered Accountants