

Financial Statements
of
National Credit and Commerce Bank Limited
For the period ended 30 June 2023

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Balance Sheet (Un-audited)
As at 30 June 2023

PROPERTY AND ASSETS	30 June 2023	31 December 2022
	Taka	Taka
	Note	
Cash	3(a) 13,794,658,856	14,106,361,998
In hand (including foreign currencies)	2,485,694,905	3,032,786,846
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	11,308,963,951	11,073,575,151
Balance with other banks and financial institutions	4(a) 13,135,193,195	15,702,497,449
In Bangladesh	12,379,449,916	14,625,847,501
Outside Bangladesh	755,743,279	1,076,649,947
Money at call and short notice	5 -	413,590,858
Investments	6 (a) 57,093,705,950	53,871,611,820
Government	45,575,473,148	41,386,790,520
Others	11,518,232,802	12,484,821,300
Loans and advances	7(a) 219,038,240,808	212,312,641,277
Loans, cash credits, overdrafts, etc.	207,225,224,201	203,614,187,737
Bills purchased & discounted	11,813,016,607	8,698,453,540
Fixed assets including premises, furnitures and fixtures	8(a) 2,653,291,421	2,716,995,756
Other assets	9(a) 6,575,332,595	2,860,084,907
Non-banking assets	140,616,500	140,616,500
TOTAL ASSETS	<u>312,431,039,324</u>	<u>302,124,400,565</u>
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	10 (a) 31,073,168,783	29,091,159,959
Deposits and other accounts	11 (a) 220,753,898,738	215,147,843,892
Current deposits and other accounts	36,731,260,131	29,543,149,099
Bills payable	6,471,010,612	5,205,640,123
Savings bank deposits	31,009,668,232	30,757,395,055
Fixed deposits	94,470,185,899	88,576,034,103
Term deposits	52,071,773,864	61,065,625,512
NCC Bank Subordinated and Perpetual Bonds	12 6,600,000,000	7,400,000,000
Other liabilities	13(a) 29,671,277,664	27,323,814,516
TOTAL LIABILITIES	<u>288,098,345,185</u>	<u>278,962,818,366</u>
Shareholders' equity		
Paid up capital	14.2 10,575,458,050	10,575,458,050
Statutory reserve	15 10,575,458,050	10,575,458,050
General reserve	16(a) 11,476,895	10,382,063
Non-controlling (Minority) interest	14.3 209	209
Other reserve including assets revaluation reserve	17 371,634,811	541,465,602
Foreign currency translation gain/(loss)	19.3 20,106,779	12,779,089
Surplus in profit and loss account	19(a) 2,778,559,346	1,446,039,136
TOTAL SHAREHOLDERS' EQUITY	<u>24,332,694,140</u>	<u>23,161,582,198</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>312,431,039,324</u>	<u>302,124,400,565</u>
NET ASSETS VALUE PER SHARE	<u>23.01</u>	<u>21.90</u>

	<u>30 June 2023</u> Taka	<u>31 December 2022</u> Taka
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	48,870,346,824	52,816,946,795
Letters of guarantee	43,219,212,085	23,872,767,441
Letters of credit issued	27,847,057,404	21,272,905,938
Bills for collection	11,946,182,524	10,512,817,931
Other commitments		
Claims against the bank not acknowledged as debt	-	-
Capital commitments	-	-
Export development fund (EDF)	118,071,713	119,258,881
TOTAL OFF BALANCE SHEETS ITEMS	<u>132,000,870,550</u>	<u>108,594,696,986</u>


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director


Chairman

Dated, Dhaka
30 July 2023

National Credit and Commerce Bank Limited and its Subsidiaries

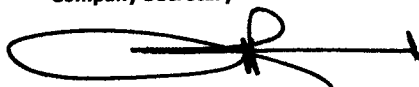
Consolidated Profit and Loss Account (Un-audited)

For the period ended 30 June 2023

		01 January to 30 June 2023	01 January to 30 June 2022	01 April to 30 June 2023	01 April to 30 June 2022
Note	Taka	Taka	Taka	Taka	Taka
Interest income	20(a)	8,154,432,496	6,829,939,794	4,140,556,190	3,448,164,685
Less: Interest paid on deposits and borrowings	21(a)	5,630,059,739	4,178,817,363	2,861,818,751	2,125,635,189
Net interest income		2,524,372,757	2,651,122,431	1,278,737,439	1,322,529,496
Income from investments	22(a)	2,474,976,528	1,577,809,504	1,319,017,216	752,691,177
Commission, exchange and brokerage	23(a)	1,057,233,155	1,805,427,544	618,827,201	1,041,697,243
Other operating income	24(a)	451,792,367	451,431,758	267,819,655	279,161,310
Total operating income		6,508,374,807	6,485,791,236	3,484,401,511	3,396,079,225
Salary and allowances	25(a)	1,502,774,595	1,410,574,829	749,805,294	759,052,917
Rent, taxes, insurance, electricity etc.	26(a)	294,129,909	278,302,597	157,654,140	148,173,303
Legal expenses	27 (a)	11,283,582	3,520,923	7,311,720	1,721,665
Postage, stamp, telecommunication etc.	28(a)	35,779,191	24,634,622	25,889,859	13,818,421
Stationery, printing, advertisement etc.	29(a)	45,180,764	48,598,369	24,358,063	29,299,604
Managing Director's salary and fees	30	9,660,000	8,860,000	4,943,956	4,870,000
Director's fees & other meeting related expense	31(a)	2,138,091	1,809,200	1,460,491	1,158,000
Auditors' fees	32(a)	327,750	327,750	184,000	184,000
Charges on loan losses		185,096	10,477,373	163,096	9,900,370
Repairs, maint., amort. & depreciation on bank's assets	33(a)	236,294,416	217,342,521	144,396,778	120,085,260
Other expenses	34(a)	526,479,111	481,302,925	307,048,216	297,667,952
Total operating expense		2,664,232,505	2,485,751,108	1,423,215,613	1,385,931,492
Profit before provisions		3,844,142,301	4,000,040,129	2,061,185,899	2,010,147,733
Provision for loans and advances		(64,194,888)	701,775,378	(414,476,628)	390,877,862
Specific provision	13.6.1(a)	68,209,703	568,575,316	68,209,703	318,453,247
General provision	13.6.1(b)	(132,404,591)	133,200,062	(482,686,331)	72,424,615
Special general COVID-19	13.6.1(c)	-	-	-	-
Provision for off-balance sheet exposures	13.7	235,072,475	219,882,442	79,553,754	46,042,042
Provision for off-shore banking unit	13.6 (c)	25,187,278	12,350,026	35,058,305	7,572,708
Provision for investment fluctuation in shares	6.3 (a)	812,523,888	17,105,008	827,426,561	52,742,685
Provision for other assets	13.2	(12,357,825)	275,186,401	(1,578,757)	(34,813,599)
Provision for nostro accounts	13.11	-	(100,000)	-	(100,000)
Total provisions		996,230,928	1,226,199,255	525,983,235	462,321,698
Profit after provision		2,847,911,373	2,773,840,873	1,535,202,664	1,547,826,035
Contribution to NCC Bank's CSR Fund	13.9	28,259,634	25,129,119	15,729,946	13,145,611
Profit before tax		2,819,651,739	2,748,711,755	1,519,472,719	1,534,680,424
Provision for tax		1,237,619,615	1,173,679,403	680,674,871	670,258,747
Current tax	13.4	1,177,071,841	1,219,149,158	693,065,645	703,858,005
Deferred tax	13.5.1	60,547,774	(45,469,755)	(12,390,774)	(33,599,258)
Net Profit after tax		1,582,032,124	1,575,032,351	838,797,847	864,421,677
Attributable to:					
Shareholders' of the bank		1,582,032,124	1,575,032,351	838,797,847	864,421,677
Non-controlling (Minority) interest		-	-	-	-
		1,582,032,124	1,575,032,351	838,797,847	864,421,677
Balance of profit brought forward	19.2	1,446,039,136	1,793,319,769	1,446,039,136	144,442,674
Add: Net Profit after tax for the year		1,582,032,124	1,575,032,351	838,797,847	864,421,677
Total profit available for distribution		3,028,071,260	3,368,352,121	2,284,836,983	1,008,864,351
Appropriations:					
Statutory reserve		-	542,446,117	-	305,172,658
Interest on perpetual bonds		249,291,667	224,447,819	124,611,111	114,255,847
Start-up fund	13.13	-	-	-	-
General reserve		1,094,832	-	-	-
		250,386,499	766,893,936	124,611,111	419,428,506
Retained earnings		2,777,684,761	2,601,458,185	2,160,225,871	589,435,845
Earnings per share	38(a)	1.50	1.49	0.79	0.82


Company Secretary


Chief Financial Officer



Managing Director & CEO


Director


Chairman

Dated, Dhaka
30 July 2023

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
For the period ended 30 June 2023

	01 January to 30 June <u>2023</u> <u>Taka</u>	01 January to 30 June <u>2022</u> <u>Taka</u>
A) Cash flows from operating activities		
Interest received in cash	15,036,984,614	8,012,449,783
Interest paid by cash	(9,482,204,969)	(2,641,069,678)
Dividend received	118,978,530	138,924,649
Fees & commission received in cash	788,739,378	604,081,813
Recoveries of loans previously written off	35,089,618	132,092,565
Cash paid to employees	(1,617,636,863)	(1,742,898,424)
Cash paid to suppliers	(256,173,203)	(140,429,487)
Income taxes paid	(1,588,268,084)	(1,179,584,195)
Received from other operating activities	683,546,961	1,518,893,266
Paid for other operating activities	<u>(766,455,033)</u>	<u>(520,742,855)</u>
Operating cash flow before changes in operating assets and liabilities	2,952,600,949	4,181,717,437
Increase/(Decrease) in operating assets & liabilities		
Purchase and sale of trading securities	119,270,248	6,351,030,885
Loans and advances to customers (Other than banks)	(6,725,784,626)	(12,156,997,252)
Other assets	(4,381,394,355)	(890,673,555)
Deposits from other banks/borrowings	4,288,646,977	(7,630,040,578)
Deposits from customers (Other than banks)	6,438,205,097	10,320,691,323
Other liabilities account of customers	1,180,237,938	(379,292,523)
Other liabilities	<u>1,144,299,287</u>	<u>1,659,319,202</u>
Net cash received from/(used in) operating activities	<u>5,016,081,515</u>	<u>1,455,754,940</u>
B) Cash flows from investing activities		
Proceeds from sale of securities	59,952,692	423,949,548
Payment for purchase of securities	(4,370,473,342)	(8,571,661,210)
Purchase of property, plant and equipment	(61,202,360)	(122,118,878)
Sales proceeds of fixed assets	228,300	1,343,958
Net cash received from/(used in) investing activities	<u>(4,371,494,710)</u>	<u>(8,268,486,582)</u>
C) Cash flows from financing activities		
Borrowings from other banks, financial institutions and agents	(3,138,788,405)	(268,421,548)
Issue/(redemption) of non-convertible subordinated bonds	(800,000,000)	(800,000,000)
Issue/(redemption) of NCC Bank perpetual bonds	-	-
Interest on perpetual bonds	-	(333,036,710)
Dividend paid in cash	<u>(2,175,744)</u>	<u>-</u>
Net cash received from/(paid on) financing activities	<u>(3,940,964,149)</u>	<u>(1,401,458,258)</u>
D) Net (decrease) / increase in cash (A+B+C)	<u>(3,296,377,344)</u>	<u>(8,214,189,900)</u>
E) Effects of exchange rate changes on cash and cash-equivalents	7,327,690	2,639,836
F) Opening cash and cash-equivalents	30,227,386,404	28,253,774,523
G) Closing cash and cash-equivalents (D+E+F)	36(a) <u>26,938,336,750</u>	<u>20,042,224,459</u>
Net Operating Cash Flows Per Share	39(a) <u>4.74</u>	<u>1.38</u>


Company Secretary


Managing Director & CEO


Director


Chief Financial Officer



Chairman


National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)


Particulars	For the period ended 30 June 2023							
	Paid up capital	Statutory reserve	General reserve	Other reserve including assets revaluation reserve	Non-controlling (Minority) interest	Foreign currency translation gain/(loss)	Surplus in profit and loss account	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 01 January 2023	10,575,458,050	10,575,458,050	10,382,063	541,465,602	209	12,779,089	1,446,039,136	23,161,582,198
Transferred from revaluation reserve against depreciation on revaluation of fixed assets	-	-	-	(874,585)	-	-	874,585	-
Transferred from deferred tax liability agt. reverse deferred tax on revaluation on land & building	-	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of Govt. securities (treasury bills/bonds) HTM & HFT made during the period ended	-	-	-	(168,956,206)	-	-	-	(168,956,206)
Currency translation gains and losses not recognized in the profit & loss account	-	-	-	-	-	7,327,690	-	7,327,690
Non-controlling (Minority) interest	-	-	-	-	-	-	-	-
Bonus share for the year 2022	-	-	-	-	-	-	-	-
Cash dividend for the year 2022	-	-	-	-	-	-	-	-
Net profit after tax for the period ended	-	-	-	-	-	-	1,582,032,124	1,582,032,124
Interest on perpetual bonds	-	-	-	-	-	-	(249,291,667)	(249,291,667)
Transfer to general reserve	-	-	1,094,832	-	-	-	(1,094,832)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Balance as on 30 June 2023	10,575,458,050	10,575,458,050	11,476,895	371,634,811	209	20,106,779	2,778,559,347	24,332,694,140

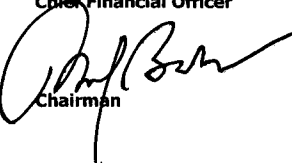
Particulars	For the period ended 30 June 2022							
	Paid up capital	Statutory reserve	General reserve	Other reserve including assets revaluation reserve	Non-controlling (Minority) interest	Foreign currency translation gain/(loss)	Surplus in profit and loss account	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 01 January 2022	10,168,709,670	9,693,081,550	10,162,348	656,383,350	209	1,065,462	1,793,319,769	22,322,722,358
Transferred from revaluation reserve against depreciation on revaluation of fixed assets	-	-	-	(897,010)	-	-	897,010	-
Transferred from deferred tax liability agt. reverse deferred tax on revaluation on land & building	-	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of Govt. securities (treasury bills/bonds) HTM & HFT made during the period ended	-	-	-	(31,192,703)	-	-	-	(31,192,703)
Currency translation gains and losses not recognized in the profit & loss account	-	-	-	-	-	2,639,836	-	2,639,836
Non-controlling (Minority) interest	-	-	-	-	-	-	-	-
Bonus share for the year 2021	-	-	-	-	-	-	-	-
Cash dividend for the year 2021	-	-	-	-	-	-	-	-
Net profit after tax for the period ended	-	-	-	-	-	-	1,575,032,351	1,575,032,351
Interest on perpetual bonds	-	-	-	-	-	-	(224,447,819)	(224,447,819)
Transfer to statutory reserve	-	542,446,117	-	-	-	-	(542,446,117)	-
Balance as on 30 June 2022	10,168,709,670	10,235,527,667	10,162,348	624,293,636	209	3,705,298	2,602,355,195	23,644,754,023


 Company Secretary


 Managing Director & CEO


 Director


 Chief Financial Officer


 Chairman

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 30 June 2023

Amounts in Taka

Particulars	Not more than 1 month term	1-3 months term	3-12 months term	1-5 years term	Above 5-years term	Total
Assets:						
Cash	4,072,734,112	-	-	-	9,721,924,744	13,794,658,856
Balances with other banks and financial institutions	11,750,193,195	1,245,000,000	140,000,000	-	-	13,135,193,195
Money at call & short notice	-	-	-	-	-	-
Investments	2,998,979,454	-	2,924,417,006	22,223,782,167	28,946,527,323	57,093,705,950
Loans & advances	44,527,589,853	27,614,206,854	50,763,552,147	56,451,327,511	39,681,564,443	219,038,240,808
Fixed assets including premises, furniture & fixtures	24,087,493	51,399,288	231,296,795	383,378,541	1,963,129,305	2,653,291,421
Other assets	382,533,415	977,399,140	3,963,361,416	188,988,027	1,063,050,598	6,575,332,595
Non-banking assets	-	-	-	140,616,500	-	140,616,500
Total assets	63,756,117,521	29,888,005,281	58,022,627,364	79,388,092,746	81,376,196,412	312,431,039,324
Liabilities:						
Borrowing from other banks, financial institutions & agents	14,419,950,266	358,491,937	3,806,745,902	6,359,126,099	6,128,854,580	31,073,168,783
Deposits	36,409,107,650	29,724,660,086	48,958,693,011	59,904,388,005	39,286,039,374	214,282,888,125
Bills payable	6,471,010,612	-	-	-	-	6,471,010,612
NCC Bank Subordinated and Perpetual Bonds	-	-	800,000,000	800,000,000	5,000,000,000	6,600,000,000
Provision & other liabilities	1,249,581,454	1,401,092,303	3,666,202,990	4,114,493,288	19,239,907,628	29,671,277,664
Total liabilities	58,549,649,982	31,484,244,326	57,231,641,903	71,178,007,392	69,654,801,582	288,098,345,185
Net liquidity gap	5,206,467,539	(1,596,239,045)	790,985,461	8,210,085,354	11,721,394,831	24,332,694,140

Net result of the liquidity statement represents the 'shareholders' equity' of the bank.


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director


Chairman

National Credit and Commerce Bank Limited
Balance Sheet (Un-audited)
As at 30 June 2023

PROPERTY AND ASSETS	Note	30 June 2023 Taka	31 December 2022 Taka
Cash	3	13,794,635,212	14,106,361,998
In hand (including foreign currencies)		2,485,671,261	3,032,786,846
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)		11,308,963,951	11,073,575,151
Balance with other banks and financial institutions	4	13,023,415,433	15,654,933,921
In Bangladesh		12,267,672,154	14,578,283,973
Outside Bangladesh		755,743,279	1,076,649,947
Money at call and short notice	5	-	413,590,858
Investments	6	56,775,702,305	53,593,580,097
Government		45,575,473,148	41,386,790,520
Others		11,200,229,157	12,206,789,577
Loans and advances	7	216,444,380,848	209,737,518,659
Loans, cash credits, overdrafts, etc.		204,631,364,241	201,039,065,119
Bills purchased & discounted		11,813,016,607	8,698,453,540
Fixed assets including premises, furnitures and fixtures	8	2,637,561,197	2,700,894,372
Other assets	9	9,180,614,971	5,460,076,492
Non-banking assets		140,616,500	140,616,500
TOTAL ASSETS		311,996,926,465	301,807,572,897
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	31,073,168,783	29,091,159,959
Deposits and other accounts	11	221,350,600,286	215,849,607,676
Current deposits and other accounts		37,327,961,679	30,244,912,883
Bills payable		6,471,010,612	5,205,640,123
Savings bank deposits		31,009,668,232	30,757,395,055
Fixed deposits		94,470,185,899	88,576,034,103
Term deposits		52,071,773,864	61,065,625,512
NCC Bank Subordinated and Perpetual Bonds	12	6,600,000,000	7,400,000,000
Other liabilities	13	28,780,381,662	26,434,193,495
TOTAL LIABILITIES		287,804,150,731	278,774,961,129
Shareholders' equity			
Paid up capital	14.2	10,575,458,050	10,575,458,050
Statutory reserve	15	10,575,458,050	10,575,458,050
General reserve	16	10,162,348	10,162,348
Other reserve including assets revaluation reserve	17	371,634,811	541,465,602
Foreign currency translation gain/(loss)	18	20,106,779	12,779,089
Surplus in profit and loss account	19	2,639,955,697	1,317,288,629
TOTAL SHAREHOLDERS' EQUITY		24,192,775,735	23,032,611,767
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		311,996,926,465	301,807,572,897
NET ASSETS VALUE PER SHARE		22.88	21.78

	<u>30 June 2023</u> Taka	<u>31 December 2022</u> Taka
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	48,870,346,824	52,816,946,795
Letters of guarantee	43,219,212,085	23,872,767,441
Letters of credit issued	27,847,057,404	21,272,905,938
Bills for collection	11,946,182,524	10,512,817,931
Other commitments		
Claims against the bank not acknowledged as debt	-	-
Capital commitments	-	-
Export development fund (EDF)	118,071,713	119,258,881
TOTAL OFF BALANCE SHEETS ITEMS	<u>132,000,870,550</u>	<u>108,594,696,986</u>


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director


Chairman

Dated, Dhaka
30 July 2023

National Credit and Commerce Bank Limited

Profit and Loss Account (Un-audited)

For the period ended 30 June 2023

		01 January to 30 June 2023 Taka	01 January to 30 June 2022 Taka	01 April to 30 June 2023 Taka	01 April to 30 June 2022 Taka
Interest income	20	8,140,396,367	6,827,369,772	4,137,692,950	3,446,827,066
Less: Interest paid on deposits and borrowings	21	5,630,059,739	4,178,209,375	2,861,818,751	2,125,373,886
Net interest income		2,510,336,628	2,649,160,397	1,275,874,199	1,321,453,180
Income from investments	22	2,466,004,660	1,571,883,725	1,313,901,693	751,089,986
Commission, exchange and brokerage	23	1,021,129,231	1,737,295,195	595,345,529	1,016,075,204
Other operating income	24	451,661,861	450,917,993	267,728,439	278,847,748
Total operating income		6,449,132,380	6,409,257,309	3,452,849,860	3,367,466,117
Salary and allowances	25	1,480,030,129	1,389,815,581	737,325,035	748,506,803
Rent, taxes, insurance, electricity etc.	26	287,071,716	271,378,962	154,018,027	144,593,027
Legal expenses	27	11,283,582	3,520,923	7,311,720	1,721,665
Postage, stamp, telecommunication etc.	28	35,473,893	24,358,981	25,741,170	13,668,448
Stationery, printing, advertisement etc.	29	44,603,782	48,324,646	24,129,721	29,127,118
Managing Director's salary and fees	30	9,660,000	8,860,000	4,943,956	4,870,000
Director's fees & other meeting related expense	31	1,935,691	1,616,000	1,460,491	964,800
Auditors' fee	32	287,500	287,500	143,750	143,750
Charges on loan losses		185,096	10,477,373	163,096	9,900,370
Repairs, maint., amort. & depreciation on bank's assets	33	235,065,236	216,133,008	143,768,146	119,464,350
Other expenses	34	519,700,661	470,925,379	303,009,655	293,175,185
Total operating expense		2,625,297,286	2,445,698,352	1,402,014,767	1,366,135,516
Profit before provisions		3,823,835,093	3,963,558,958	2,050,835,094	2,001,330,601
Provision for loans and advances		(66,194,888)	701,775,378	(416,194,888)	390,877,862
Specific provision	13.6(a)	68,209,703	568,575,316	68,209,703	318,453,247
General provision	13.6(b)	(134,404,591)	133,200,062	(484,404,591)	72,424,615
Special general COVID-19	13.6(c)	-	-	-	-
Provision for off-balance sheet exposures	13.7	235,072,475	219,882,442	79,553,754	46,042,042
Provision for offshore banking unit	13.6 (c)	25,187,278	12,350,026	35,058,305	7,572,708
Provision for investment fluctuation in shares	6.3 (a)	812,523,888	17,105,008	827,426,561	52,742,685
Provision for other assets	13.2	(12,357,825)	275,186,401	(1,578,757)	(34,813,599)
Provision for nostro accounts	13.11	-	(100,000)	-	(100,000)
Total provisions		994,230,928	1,226,199,255	524,264,975	462,321,698
Profit after provision		2,829,604,165	2,737,359,702	1,526,570,119	1,539,008,903
Contribution to NCC Bank's CSR Fund	13.9	28,259,634	25,129,119	15,729,946	13,145,611
Profit before tax		2,801,344,531	2,712,230,584	1,510,840,174	1,525,863,292
Provision for tax		1,230,260,381	1,161,820,441	676,373,257	665,467,976
Current tax	13.3	1,169,712,607	1,207,290,196	688,764,031	699,067,234
Deferred tax	13.5.1	60,547,774	(45,469,755)	(12,390,774)	(33,599,258)
Net Profit after tax		1,571,084,150	1,550,410,142	834,466,916	860,395,316
Balance of profit brought forward	19.1	1,317,288,629	1,666,953,682	1,317,288,629	20,210,391
Add: Net Profit after tax for the year		1,571,084,150	1,550,410,142	834,466,916	860,395,316
Total profit available for distribution		2,888,372,779	3,217,363,825	2,151,755,545	880,605,707
Appropriations:					
Statutory reserve		-	542,446,117	-	305,172,658
Interest on perpetual bonds	13.13	249,291,667	224,447,819	124,611,111	114,255,847
Start-up fund		-	-	-	-
General reserve		249,291,667	766,893,936	124,611,111	419,428,506
Retained earnings		2,639,081,112	2,450,469,889	2,027,144,434	461,177,201
Earnings per share	38	1.49	1.47	0.79	0.81


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director


Chairman

Dated, Dhaka
30 July 2023

National Credit and Commerce Bank Limited
Cash Flow Statement (Un-audited)
For the period ended 30 June 2023

	Note	01 January to 30 June 2023 Taka	01 January to 30 June 2022 Taka
A) Cash flows from operating activities			
Interest received in cash		15,022,948,485	8,009,879,761
Interest paid by cash		(9,482,204,969)	(2,683,402,073)
Dividend received		110,383,258	128,779,003
Fees & commission received in cash		752,635,454	535,949,464
Recoveries of loans previously written off		35,089,618	132,092,565
Cash paid to employees		(1,594,892,397)	(1,720,885,926)
Cash paid to suppliers		(252,274,544)	(131,181,641)
Income taxes paid		(1,580,908,850)	(1,166,912,177)
Received from other operating activities		683,416,455	1,518,379,501
Paid for other operating activities		(749,769,111)	(511,916,452)
Operating cash flow before changes in operating assets and liabilities		<u>2,944,423,399</u>	<u>4,110,782,025</u>
Increase/(decrease) in operating assets & liabilities			
Purchase and sale of trading securities		119,270,248	6,351,030,885
Loans and advances to customers (Other than banks)		(6,707,047,284)	(12,065,527,644)
Other assets		(4,384,537,375)	(901,747,086)
Deposits/ borrowings from other banks		4,288,646,977	(7,612,878,808)
Deposits from customers (Other than banks)		6,333,142,860	10,151,215,158
Other liabilities account of customers		1,175,339,951	(342,359,797)
Other liabilities		1,144,299,287	1,659,319,202
Net cash received from/(used in) operating activities		<u>4,913,538,063</u>	<u>1,349,833,936</u>
B) Cash flows from investing activities			
Proceeds from sale of securities		27,687,687	184,727,964
Payment for purchase of Securities		(4,300,731,384)	(8,332,308,644)
Purchase of property, plant and equipment		(60,373,738)	(120,256,885)
Sales proceeds of fixed assets		228,300	1,327,957
Net cash received from/(used in) investing activities		<u>(4,333,189,135)</u>	<u>(8,266,509,608)</u>
C) Cash flows from financing activities			
Borrowings from other banks, financial institutions and agents		(3,138,788,405)	(251,259,778)
Issue/(redemption) of non-convertible subordinated bonds		(800,000,000)	(800,000,000)
Issue/(redemption) of NCC Bank perpetual bonds		-	-
Interest on perpetual bonds		-	(333,036,710)
Dividend paid in cash		(2,175,744)	-
Net cash received from/(paid on) financing activities		<u>(3,940,964,149)</u>	<u>(1,384,296,488)</u>
D) Net increase/(decrease) in cash (A+B+C)		<u>(3,360,615,221)</u>	<u>(8,300,972,160)</u>
E) Effects of exchange rate changes on cash and cash-equivalents		7,327,690	2,639,836
F) Opening cash and cash-equivalents		30,179,822,876	28,032,227,198
G) Closing cash and cash-equivalents (D+E+F)	36	<u><u>26,826,535,345</u></u>	<u><u>19,733,894,874</u></u>
Net Operating Cash Flows Per Share	39	<u><u>4.65</u></u>	<u><u>1.28</u></u>


Company Secretary


Managing Director & CEO


Director


Chief Financial Officer


Chairman

National Credit and Commerce Bank Limited
Statement of Changes in Equity (Un-audited)

Particulars	For the period ended 30 June 2023						
	Paid up capital	Statutory reserve	General reserve	Other reserve including assets revaluation reserve	Foreign currency translation gain/(loss)	Surplus in profit and loss account	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 01 January 2023	10,575,458,050	10,575,458,050	10,162,348	541,465,602	12,779,089	1,317,288,629	23,032,611,767
Transferred from revaluation reserve against depreciation on revaluation of fixed assets	-	-	-	(874,585)	-	874,585	-
Surplus/(deficit) on account of revaluation of Govt. securities (treasury bills/bonds) HTM & HFT made during the period ended	-	-	-	(168,956,206)	-	-	(168,956,206)
Currency translation gain/(loss) not recognized in the profit & loss account	-	-	-	-	7,327,690	-	7,327,690
Bonus share for the year 2022	-	-	-	-	-	-	-
Cash dividend for the year 2022	-	-	-	-	-	-	-
Net profit after tax for the period ended	-	-	-	-	-	1,571,084,150	1,571,084,150
Interest on perpetual bonds	-	-	-	-	-	(249,291,667)	(249,291,667)
Transfer to statutory reserve	-	-	-	-	-	-	-
Balance as on 30 June 2023	10,575,458,050	10,575,458,050	10,162,348	371,634,811	20,106,779	2,639,955,697	24,192,775,735


Particulars	For the period ended 30 June 2022						
	Paid up capital	Statutory reserve	General reserve	Other reserve including assets revaluation reserve	Foreign currency translation gain/(loss)	Surplus in profit and loss account	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 01 January 2022	10,168,709,670	9,693,081,550	10,162,348	656,383,350	1,065,462	1,666,953,682	22,196,356,062
Transferred from revaluation reserve against depreciation on revaluation of fixed assets	-	-	-	(897,010)	-	897,010	-
Surplus/(deficit) on account of revaluation of Govt. securities (treasury bills/bonds) HTM & HFT made during the period ended	-	-	-	(31,192,703)	-	-	(31,192,703)
Currency translation gain/(loss) not recognized in the profit & loss account	-	-	-	-	2,639,836	-	2,639,836
Bonus share for the year 2021	-	-	-	-	-	-	-
Cash dividend for the year 2021	-	-	-	-	-	-	-
Net profit after tax for the period ended	-	-	-	-	-	1,550,410,142	1,550,410,142
Interest on perpetual bonds	-	-	-	-	-	(224,447,819)	(224,447,819)
Transfer to statutory reserve	-	542,446,117	-	-	-	(542,446,117)	-
Balance as on 30 June 2022	10,168,709,670	10,235,527,667	10,162,348	624,293,636	3,705,298	2,451,366,899	23,493,765,518


Company Secretary


Managing Director & CEO


Director


Chief Financial Officer


Chairman

National Credit and Commerce Bank Limited

Liquidity Statement (Asset and Liability Maturity Analysis)


As at 30 June 2023

Particulars	Not more than 1 month term	1-3 months term	3-12 months term	1-5 years term	Above 5-years term	Total
Assets:						
Cash	4,072,710,468	-	-	-	9,721,924,744	13,794,635,212
Balances with other banks and financial institutions	11,638,415,433	1,245,000,000	140,000,000	-	-	13,023,415,433
Money at call & short notice	-	-	-	-	-	-
Investments	2,757,500,246	-	2,867,193,858	22,223,782,167	28,927,226,034	56,775,702,305
Loans & advances	44,495,486,418	27,549,999,983	50,445,883,884	54,910,362,631	39,042,647,933	216,444,380,848
Fixed assets including land, building, furniture & fixtures	23,896,914	51,018,130	229,581,584	374,230,749	1,958,833,821	2,637,561,197
Other assets	382,287,761	1,886,160,656	4,571,917,872	75,081,851	2,265,166,833	9,180,614,971
Non-banking assets	-	-	-	140,616,500	-	140,616,500
Total assets	63,370,297,239	30,732,178,768	58,254,577,197	77,724,073,897	81,915,799,364	311,996,926,465
Liabilities:						
Borrowing from other banks, financial institutions & agents	14,419,950,266	358,491,937	3,806,745,902	6,359,126,099	6,128,854,580	31,073,168,783
Deposits	36,409,107,650	29,724,660,086	49,555,394,559	59,904,388,005	39,286,039,374	214,879,589,673
Bills payable	6,471,010,612	-	-	-	-	6,471,010,612
NCC Bank Subordinated and Perpetual Bonds	-	-	800,000,000	800,000,000	5,000,000,000	6,600,000,000
Provision & other liabilities	1,189,123,654	1,397,437,523	3,608,713,450	3,264,158,621	19,320,948,412	28,780,381,662
Total liabilities	58,489,192,182	31,480,589,546	57,770,853,911	70,327,672,726	69,735,842,366	287,804,150,730
Net liquidity gap	4,881,105,057	(748,410,778)	483,723,287	7,396,401,171	12,179,956,998	24,192,775,735

Net result of the liquidity statement represents the 'shareholders' equity' of the bank.


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director


Chairman

National Credit and Commerce Bank Limited

Selective explanatory notes to the Financial Statements (Un-audited)

As at and for the period ended 30 June 2023

1 Status of the Bank

The National Credit and Commerce Bank Limited (NCCBL) was formed as a public banking company limited by shares incorporated in Bangladesh with primary objective to carry on all kinds of banking business in and outside Bangladesh. The principal activities of the Bank are to provide all kinds of commercial banking services i.e. loans and deposits services, personal and commercial banking, trade services etc. to its customers through its branches.

2 Significant accounting policies and basis of preparation of financial statements

2.1 Basis of preparation

The separate financial statements of the Bank as at and for the period ended 30 June 2023 comprise those of Domestic Banking Unit (Main operations) and Offshore Banking Unit (OBU), and the consolidated financial statements of the group comprise those of 'the Bank' (parent company) and its subsidiaries (together referred to as 'the group' and individually referred to as 'group entities/subsidiaries'). Financial Statements of the Bank are prepared on a going concern basis under the historical cost convention and in accordance with First Schedule of the Banking Companies Act 1991, as amended up to date, BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank circulars, International Accounting Standards, and International Financial Reporting Standards as adopted by the Institute of Chartered Accountants of Bangladesh, the Companies Act, 1994, the Bangladesh Securities and Exchange Rules 2020. Wherever appropriate, such principles are explained in succeeding notes.

2.2 Statement of compliance

The separate financial statements of the Bank as at and for the period ended 30 June 2023 comprise those of Domestic Banking Unit (Main operations) and Offshore Banking Unit (OBU) together referred to as 'the Bank'. Consolidated financial statements comprise those of the bank(parent) and its subsidiaries together referred to as 'the group' and individually referred to as 'group entities/subsidiaries'. Financial Statements of the Bank are prepared on a going concern basis under the historical cost convention and in accordance with First Schedule of the Bank Company Act 1991, as amended up to date, BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank circulars, International Accounting Standards, (IASs) and International Financial Reporting Standards (IFRSs) as adopted by the Institute of Chartered Accountants of Bangladesh, the Companies Act, 1994, the Bangladesh Securities and Exchange Rules 2020 and guideline of Financial Reporting Council (FRC) under Financial Reporting Act, 2015. Wherever appropriate, such principles are explained in succeeding notes.

2.3 Basis of consolidation

The consolidated financial statements include the financial statements of NCC Bank Limited and its subsidiary companies - NCCB Securities and Financial Services Limited & NCCB Capital Limited. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards 10-"Consolidated Financial Statements".

2.4 Credit Ratings

Credit Rating Information and Services Limited (CRISL) has affirmed 'AA' (pronounced 'Double A') rating in the Long Term and 'ST-1' rating in the Short Term with **Stable Outlook** to **NCC Bank Limited** based on audited financial of FY 2017 – 2021 and other available information up to the date of rating declaration. ECRL considered financial performance, capital base, asset quality, liquidity position, management experience and prospect of the industry while assigning the rating. The affirmed rating reflects the strengths of the bank which is backed by its increased market share in terms of deposits, loans and advances, compliance with SLR, CRR and CRAR, diversification in loan portfolio, high growth in loan portfolio as well as investment and increased profitability as well as assets and capital of the bank. Details of the rating are as under:

Ratings	Year	
	2022	2021
Long Term	AA (High Safety & High Credit Quality)	AA (High Safety & High Credit Quality)
Short Term	ST-1 (High Certainty of Timely Repayment)	ST-1 (High Certainty of Timely Repayment)
Outlook	Stable	Stable
Valid From	June 22, 2023	June 23, 2022
Valid Till	June 21, 2024	June 22, 2023
Rating Action	Surveillance	Surveillance

A Bank rated 'AA' in the long term is adjudged to be of high quality, offer higher safety & have high credit quality and rated 'ST-1' in the short term indicates highest certainty of timely payment, short term liquidity is very strong and safety is almost like risk free Government short-term obligations. **Stable Outlook** indicates Rating is likely to remain unchanged.

2.5 Cash flow statement

Cash flow statement has been prepared in accordance with the BRPD Circular No. 14, dated June 25, 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank. It reported cash flows during the year classified by operating activities, investing activities and financing activities.

2.6 Interest income

In terms of the provision of the IFRS-15 "Revenue from contracts with customers" the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken in to income when such advances are classified. It is than kept in interest suspense in a memorandum account. Interest on classified loans and advances is accounted for on a cash receipt basis.

2.7 Investment income

Interest income on investments is recognized on accrual basis. Capital gain on investments in shares is also included in investment income. Capital gain is recognized when it is realized.

2.8 Dividend income on shares

Dividend income from an investment is recognized when the company's rights to receive payment is established (declared by the Annual General Meeting of the investee or otherwise).

2.9 Interest paid and other expenses

In terms of the provisions of IFRS, interest and other expenses are recognized on accrual basis.

2.10 Fees and commission income

The Bank recognizes revenue in the amount of any fee or commission to which it expects to be entitled in exchange for arranging for other parties to provide services. The Bank's fee or commission might be the net amount of consideration that it retains after paying the other party the consideration received in exchange for the goods or services to be provided by that party. Commission charged to customer on letters of credit and letters of guarantee is credited to income at the time of effecting the transactions.

2.11 Leases

NCCBL has applied IFRS-16: Leases for the first time with the date of initial application of 01 January 2019. As IFRS 16 supersedes IAS 17: Leases, the bank has made recognition, measurement and disclosure in the financial statements of period 2023 both as Lessee and Lessor as per IFRS 16.

2.12 Provisions

a) Loans and Advances, Off Balance Sheet Items, Investments & Other Assets:

Provisions for loans and advances, off balance sheet items, investments and other assets have been made as per directives of Bangladesh Bank issued from time to time.

b) Provision for Taxation

Provision for income tax has been made on taxable income after necessary add back in accordance with the provision of Finance Act-2023 and the Income Tax Act-2023.

c) Others:

Figures relating to previous year/period included in this report have been rearranged, where ever necessary.

	<u>30 June 2023</u> <u>Taka</u>	<u>31 December 2022</u> <u>Taka</u>
3 Cash		
Cash in hand (Including foreign currencies)		
Conventional and Islamic banking		
Local currency	2,467,705,760	3,018,893,656
Foreign currencies	17,965,501	13,893,190
	<u>2,485,671,261</u>	<u>3,032,786,846</u>
Off-shore banking unit	-	-
	<u>2,485,671,261</u>	<u>3,032,786,846</u>
Balance with Bangladesh Bank and its agent bank (s)		
Conventional and Islamic banking		
Local currency	9,942,520,316	10,340,941,840
Foreign currencies	1,336,602,434	355,541,633
	11,279,122,751	10,696,483,472
Sonali Bank Ltd. as agent of Bangladesh Bank (Local currency)	29,841,200	377,091,679
	<u>11,308,963,951</u>	<u>11,073,575,151</u>
Off-shore banking unit	-	-
	<u>11,308,963,951</u>	<u>11,073,575,151</u>
	<u>13,794,635,212</u>	<u>14,106,361,998</u>
3(a) Consolidated cash		
Cash in hand		
NCC Bank Limited (Note-3)	2,485,671,261	3,032,786,846
NCCB Securities and Financial Services Limited	23,644	-
NCCB Capital Limited	-	-
	<u>2,485,694,905</u>	<u>3,032,786,846</u>
Balance with Bangladesh Bank and its agent bank(s)		
NCC Bank Limited (Note-3)	11,308,963,951	11,073,575,151
NCCB Securities and Financial Services Limited	-	-
NCCB Capital Limited	-	-
	<u>11,308,963,951</u>	<u>11,073,575,151</u>
	<u>13,794,658,856</u>	<u>14,106,361,998</u>
4 Balance with other banks and financial institutions		
In Bangladesh		
Conventional and Islamic banking	12,267,672,154	14,578,283,973
Off-shore banking unit	81,738,843	74,753,398
	12,349,410,997	14,653,037,371
Less: inter transaction between OBU and Conventional and Islamic banking	(81,738,843)	(74,753,398)
	<u>12,267,672,154</u>	<u>14,578,283,973</u>
Outside Bangladesh		
Conventional and Islamic banking	755,743,279	1,076,649,947
Off-shore banking unit	-	-
	<u>755,743,279</u>	<u>1,076,649,947</u>
	<u>13,023,415,433</u>	<u>15,654,933,921</u>