Mercantile Bank Limited

Un-audited
Financial Statements

For the period 01 January 2017 to 31 March 2017

Financial Administration Division, Head Office

61, Dilkusha Commercial Area, Dhaka – 1000, Bangladesh

বাংলা ব্যাংক

মার্কেন্টাইল ব্যাংক লিমিটেড

Mercantile Bank Limited

efficiency is our strength

AMAR STOCK

Mercantile Bank Limited and its Subsidiaries
Consolidated Balance Sheet
As at 31 March 2017

	Notes	Amount in BDT Mar-17	Dec-16
Property and Assets			
Cash in hand	3(a)	**12,709,893,059**	**12,501,632,123**
Cash in hand (including foreign currencies)		1,823,934,301	1,724,292,311
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		10,885,958,758	10,777,339,812
Balance with other banks and financial institutions	4(a)	**7,238,061,607**	**3,752,891,993**
In Bangladesh		6,408,071,763	3,394,173,928
Outside Bangladesh		829,989,844	358,718,065
Money at call on short notice	5(a)	**2,800,000,000**	-
Investments	6(a)	**29,890,137,896**	**30,200,687,896**
Government		24,434,674,503	24,271,567,529
Others		5,455,463,393	5,929,120,367
Loans and Advances	7(a)	**165,537,786,744**	**154,116,150,199**
Loans, Cash Credit, Overdraft etc.		149,769,442,799	141,073,305,556
Bills purchased and discounted		15,768,343,946	13,042,844,643
Fixed assets including premises, furniture and fixtures	8(a)	**3,205,052,928**	**3,199,089,093**
Other assets	9(a)	**2,589,665,128**	**1,264,942,686**
Non- banking assets		-	-
Total Property and Assets		**223,970,597,361**	**205,035,393,990**
Liabilities and Capital			
Liabilities			
Borrowings from other banks, financial institutions and agents	10(a)	**5,393,624,996**	**8,804,043,480**
Deposits and other Accounts		**177,812,694,913**	**155,783,565,760**
Current Accounts and other Accounts	11.1(a)	43,233,043,564	34,703,950,386
Bills Payable	11.2(a)	2,418,587,533	2,445,955,797
Savings Bank Deposits	11.3(a)	17,550,527,749	16,601,527,469
Fixed Deposits	11.4(a)	51,308,071,089	36,776,569,142
Deposits Under Schemes	11.5(a)	63,302,464,979	65,255,562,966
Subordinated Bond	11.2(b)	**3,000,000,000**	**3,000,000,000**
Other Liabilities	12(a)	**21,818,863,538**	**20,578,455,563**
Total Liabilities		**208,025,183,447**	**188,166,064,803**
Capital/Shareholders' Equity		**15,894,787,454**	**16,818,844,936**
Paid up Capital	13.1	7,391,567,010	7,391,567,010
General Reserve	14.1	-	-
Statutory Reserve	14(a)	5,687,441,450	5,449,253,039
Other Reserve	15(a)	1,814,960,392	2,430,109,418
Surplus in Profit & Loss Account	16(a)	1,000,818,602	1,547,915,469
Non Controlling Interest	16(b)	50,626,460	50,484,252
Total Shareholders' Equity		**15,945,413,914**	**16,869,329,187**
Total Liabilities & Shareholders' Equity		**223,970,597,361**	**205,035,393,990**

Consolidated Balance Sheet
As at 31 March 2017

	Notes	Amount in BDT Mar-17	Dec-16
Off-Balance Sheet Items			
Contingent Liabilities			
Acceptances and Endorsements	17.1	27,695,339,254	26,754,596,178
Letters of Guarantee	17.2	10,907,674,905	8,300,212,805
Irrevocable Letters of Credit	17.3	41,336,834,698	33,790,013,239
Bills for Collection	17.4	10,391,824,204	10,116,331,039
Other contingent liabilities(BLW)	17.5	2,382,789,798	2,736,632,233
Total		92,714,462,859	81,697,785,494
Other Commitments			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total Off-Balance Sheet Items including contingent liabilities		92,714,462,859	81,697,785,494
Net Asset Value Per Share (NAVPS)		21.57	22.82

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

Company Secretary | Chief Financial Officer

Managing Director and CEO

Director | Chairman

AMARSTOCK

Mercantile Bank Limited and its Subsidiaries
Consolidated Profit & Loss Account
For the year ended 31 March 2017

	Notes	Amount in BDT Mar-17	Mar-16
Interest income	19(a)	3,551,292,169	3,303,709,610
Less: Interest Paid on deposits, borrowings etc.	21(a)	2,773,376,610	2,775,033,403
Net interest income		**777,915,559**	**528,676,207**
Investment income	20(a)	737,867,072	739,864,009
Commission, exchange and brokerage	22(a)	495,766,327	446,603,655
Other operating income	23(a)	1,012,210,147	767,646,253
		2,245,843,546	**1,954,113,917**
Total operating income		**3,023,759,105**	**2,482,790,124**
Salaries and allowances	24(a)	577,677,298	466,992,279
Chief Executive's salary and fees	25(a)	3,130,645	2,980,645
Directors' fees	26(a)	1,748,000	1,536,490
Rent, taxes, insurances, electricity etc.	27(a)	161,588,728	141,088,903
Legal expenses	28(a)	4,268,149	3,406,352
Postage, stamps, telecommunication etc.		17,494,876	15,966,246
Stationery, Printings, Advertisements etc.	29(a)	85,123,264	74,344,619
Auditors' fees		110,247	-
Depreciation and repair of Bank's assets	30(a)	93,714,229	90,104,488
Other expenses	31(a)	350,338,310	438,704,519
Total operating expenses		**1,295,193,746**	**1,235,124,541**
Profit/(Loss) before provision		**1,728,565,359**	**1,247,665,583**
Provision for loans and advances including off Balance Sheet items	12.5(a)	521,474,364	501,549,916
Provision for diminution in value of investments in shares		-	-
Other provision	12.3.1(a)	-	8,000,000
Total provision		**521,474,364**	**509,549,916**
Total Profit/(Loss) before Taxes		**1,207,090,995**	**738,115,667**
Provision for Current Tax	12.4.1(a)	406,287,047	300,000,000
Provision for Deferred Tax	12.4.2(a)	-	-
		406,287,047	**300,000,000**
Net Profit after Taxation		**800,803,948**	**438,115,667**
Retained surplus brought forward from previous year		438,829,525	897,686,795
Profit available for appropriation		**1,239,633,473**	**1,335,802,462**
Appropriations			
Statutory Reserve	14	238,188,411	145,911,950
General Reserve	14.1	-	-
Non Controlling Interest in Profit	16(b)	626,460	3,332,453
Retained surplus	16(a)	1,000,818,602	1,186,558,059
		1,239,633,473	**1,335,802,462**
Consolidated Earnings Per Share (EPS)	32(a)	1.08	0.59

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

Company Secretary | Chief Financial Officer

Managing Director and CEO

Director | Chairman

Mercantile Bank Limited and its Subsidiaries
Consolidated Cash Flow Statement
For the year ended 31 March 2017

	Notes	Amount in BDT Mar-17	Mar-16
A) Cash flows from operating activities			
		1,035,345,567	**2,050,359,776**
Interest received		2,709,519,888	3,287,656,325
Interest paid		(1,039,134,933)	(747,367,270)
Fees and commission received		221,363,868	214,276,117
Payment to the employees		(577,677,298)	(466,992,279)
Payment to suppliers		(103,330,545)	(43,318,891)
Income tax paid		(175,395,413)	(193,894,226)
Received from other operating activities		**1,935,546,023**	**1,738,595,572**
Exchange gain		274,402,459	234,220,645
Other operating income		1,661,143,564	1,504,374,927
Payment for other operating activities		**(557,070,332)**	**(622,707,171)**
Rent, taxes, insurances and electricity		(161,588,728)	(141,088,903)
Legal expenses		(4,268,149)	(3,406,352)
Postage, stamps and telecommunication		(17,494,876)	(15,966,246)
Auditors' fees		-	(1,000,826)
Repair and maintenance		(18,501,623)	(18,023,190)
Chief Executive's salary and fees		(3,130,645)	(2,980,645)
Directors' fees		(1,748,000)	(1,536,490)
Other expenses		(350,338,310)	(438,704,519)
Operating cash flows before changes in operating assets & liabilities		**2,413,821,259**	**3,166,248,177**
(Increase)/ decrease in operating assets and liabilities		**(11,584,743,519)**	**(1,844,024,258)**
Trading securities (Treasury Bills & Bonds)		(163,106,974)	-
Loans and advances to other banks		-	-
Loans and advances to customer		(11,421,636,545)	(1,844,024,258)
Other assets (Item-wise)		**(366,077,588)**	**(1,627,574,329)**
Suspense account		(109,857,892)	26,685,666
Demand Draft paid without advice		-	88,373
Advance rent		7,162,624	23,218,507
Advance deposits		(168,650)	(24,750)
Stock of stationery		4,237,616	3,516,659
Stamps in hand		(791,850)	(12,435)
Premium on bond		-	4,703,843
Clearing adjustment account		(3,500,060)	(764,349)
Adjusting account debit		(262,119,009)	(108,086,084)
Mercantile Exchange House (UK) Limited.		(1,040,366)	1,229,917
Mercantile Bank OBU Unit			(1,677,651,351)
Mercantile Bank general account			99,521,675
		13,856,516,506	**3,044,798,809**
Deposit from other banks		(3,410,418,484)	17,443,916
Deposit from customers		22,029,129,152	5,537,855,184
Other liabilities on account of customers		-	-
Other liabilities		(4,762,194,163)	(2,510,500,291)
Net cash flows from operating activities		**4,319,516,657**	**2,739,448,399**

Consolidated Cash Flow Statement
For the year ended 31 March 2017

	Notes	Amount in BDT Mar-17	Mar-16
B) Cash flows from investing activities			
Brokerage House customer account		-	-
Dividend received		88,933,655	3,135,335
(Purchase)/ sale of property, plant and equipment		(79,941,681)	(80,519,882)
(Purchase)/sale of shares		(62,343,026)	(955,262,924)
(Purchase)/sale of bond		36,000,000	36,000,000
Other investment		499,999,997	(8,337,258)
Net cash flows from investing activities		**482,648,945**	**(1,004,984,729)**
C) Cash flows from financing activities			
Receipts from issue of loan capital and debt Securities		-	-
Paid for repayment of loan and debt securities		-	(90,000,000)
Received by issue of right share		-	-
Dividend paid		(1,108,735,051)	-
Net cash flows from financing activities		**(1,108,735,051)**	**(90,000,000)**
Net increase/(decrease) in cash & cash equivalent (A+B+C)		**3,693,430,550**	**1,644,463,670**
Cash and cash equivalent at beginning of the year		16,254,524,116	17,325,928,321
Cash and cash equivalent at the end of the year	16.A(2)	**19,947,954,665**	**18,970,391,991**

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

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

AMARSTOCK

Mercantile Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity
For the year ended 31 March 2017

Amount in BDT

Particulars	Paid-up Capital	Statutory Reserve	Other Reserve				Surplus	Total	Non Controlling Interest	Total
			Dividend Equalization Fund	Adjustment for Approved Securities	Revaluation Surplus for Fixed Assets	Net Balance of Other Reserve	Profit/(loss)			
	A	B	C	D	E	F=(C+D+E)	G	H=(A+B+F+G)	I	J=(H+I)
Balance as at 01 January 2017	**7,391,567,010**	**5,449,253,039**	**45,680,250**	**1,740,817,212**	**643,611,955**	**2,430,109,418**	**1,547,915,469**	**16,818,844,936**	**50,484,252**	**16,869,329,187**
Changes in accounting policy	-	-	-	-	-	-	-	-	-	-
Statutory reserve	-	238,188,411	-	-	-		(238,188,411)	-	-	-
Market adjustment of approved securities (HTM)	-	-	-	(615,149,026)	-	(615,149,026)	-	(615,149,026)	-	(615,149,026)
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	-	-	-	-	-
Currency transaction difference	-	-	-	-	-	-	(977,352)	(977,352)	-	(977,352)
Net gains and losses not recognised in Income Statement			-	-	-	-	-	-		-
Net profit for the year after taxation	-		-	-	-	-	800,803,948	800,803,948	142,208	800,946,156
Transfer	-		-	-	-	-	-	-	-	-
Issuance of bonus shares	-	-	-	-	-	-	-	-	-	-
Bonus share premium			-	-	-	-	-	-		-
Cash dividend	-	-	-	-	-	-	(1,108,735,051)	(1,108,735,051)	-	(1,108,735,051)
Dividend equalization fund	-	-	-	-	-	-	-	-	-	-
Non controlling share capital/profit	-	-	-	-	-	-	-	-	-	-
Issue of right share	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2017	**7,391,567,010**	**5,687,441,450**	**45,680,250**	**1,125,668,187**	**643,611,955**	**1,814,960,392**	**1,000,818,602**	**15,894,787,455**	**50,626,460**	**15,945,413,914**
Balance as at 31 December 2016	**7,391,567,010**	**5,449,253,039**	**45,680,250**	**1,740,817,212**	**643,611,955**	**2,430,109,418**	**1,547,915,469**	**16,818,844,936**	**50,484,252**	**16,869,329,187**

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

Company Secretary **Chief Financial Officer**

Managing Director and CEO

Director **Chairman**

Mercantile Bank Limited and its Subsidiaries
Consolidated Liquidity Statement
Asset and Liability Maturity Analysis
As at 31 March 2017

Amount in BDT

Particulars	Up to 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
Assets:						
Cash in hand	1,823,934,301	10,885,958,758	-	-	-	12,709,893,059
Balance with other banks and financial institutions	2,876,025,495	780,265,688	3,581,770,424	-	-	7,238,061,607
Money at call and short notice	2,800,000,000	-	-	-	-	2,800,000,000
Investments	1,203,230,100	573,815,703	1,149,008,886	2,824,513,621	24,139,569,586	29,890,137,896
Loans and advances	26,606,943,354	25,205,591,111	54,520,550,137	36,960,474,051	22,244,228,091	165,537,786,744
Fixed assets including premises, furniture and fixtures	-	-	483,117,389	713,335,692	2,008,599,847	3,205,052,928
Other assets	-	750,347,476	1,512,587,365	326,730,287	-	2,589,665,128
Non-banking assets	-	-	-	-	-	-
Total Assets	**35,310,133,250**	**38,195,978,736**	**61,247,034,201**	**40,825,053,651**	**48,392,397,524**	**223,970,597,361**
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	-	-	5,393,624,996	-	-	5,393,624,996
Deposits	30,006,149,562	37,560,597,268	48,614,557,879	21,725,313,748	37,487,488,923	175,394,107,380
Other accounts	2,418,587,533	-	-	-	-	2,418,587,533
Subordinated Bond	-	-	-	-	3,000,000,000	3,000,000,000
Provision and other liabilities	-	556,836,938	6,310,726,150	14,951,300,450	-	21,818,863,538
Total Liabilities	**32,424,737,095**	**38,117,434,206**	**60,318,909,025**	**36,676,614,198**	**40,487,488,923**	**208,025,183,447**
Net Liquidity	**2,885,396,155**	**78,544,529**	**928,125,176**	**4,148,439,453**	**7,904,908,601**	**15,945,413,914**

Mercantile Bank Limited
Balance Sheet
As at 31 March 2017

	Notes	Amount in BDT Mar-17	Dec-16
Property and Assets			
Cash in hand	3	**12,708,078,021**	**12,499,971,654**
Cash in hand (Including foreign currencies)	3.1	1,822,119,264	1,722,631,842
Balance with Bangladesh Bank & its agent bank(s) (including foreign currencies)	3.2	10,885,958,758	10,777,339,812
Balance with other banks and financial institutions	4	**6,855,015,554**	**3,536,863,426**
In Bangladesh	4.1	6,050,249,709	3,190,283,274
Outside Bangladesh	4.2	804,765,845	346,580,152
Money at call on short notice	5	**2,800,000,000**	-
Investments	6	**32,610,137,998**	**32,920,687,995**
Government	6.4	24,434,674,503	24,271,567,529
Others	6.5	8,175,463,495	8,649,120,466
Loans and Advances	7	**162,288,910,001**	**150,912,521,562**
Loans, Cash Credit, Overdraft etc.	7.A	146,520,566,055	137,869,676,919
Bills purchased and discounted	7.B	15,768,343,946	13,042,844,643
Fixed assets including premises, furniture and fixtures	8	**3,181,588,093**	**3,175,029,609**
Other assets	9	**2,398,942,842**	**1,082,399,453**
Non- banking assets		-	-
Total Property and Assets		**222,842,672,510**	**204,127,473,699**
Liabilities and Capital			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	**5,393,624,996**	**8,804,043,480**
Deposits and other Accounts	11	**177,962,258,042**	**156,085,775,549**
Current Accounts and other Accounts	11.1	43,382,606,693	35,006,160,175
Bills Payable	11.2	2,418,587,533	2,445,955,797
Savings Bank Deposits	11.3	17,550,527,749	16,601,527,469
Fixed Deposits	11.4	51,308,071,089	36,776,569,142
Deposit Under Schemes	11.5	63,302,464,979	65,255,562,966
Subordinated Bond	11.2(b)	**3,000,000,000**	**3,000,000,000**
Other Liabilities	12	**20,610,125,247**	**19,428,048,424**
Total Liabilities		**206,966,008,285**	**187,317,867,452**
Capital/Shareholders' Equity			
Paid up capital	13.1	7,391,567,010	7,391,567,010
Statutory reserve	14	5,687,441,450	5,449,253,039
General reserve	14.1	-	-
Other reserve	15	1,814,960,392	2,430,109,418
Surplus in Profit & Loss Account	16	982,695,373	1,538,676,780
Total shareholders' Equity		**15,876,664,225**	**16,809,606,246**
Total Liabilities & Shareholders' Equity		**222,842,672,510**	**204,127,473,699**

Mercantile Bank Limited
Balance Sheet
As at 31 March 2017

	Notes	Amount in BDT Mar-17	Dec-16
Off-Balance Sheet Items			
Contingent Liabilities			
Acceptances and Endorsements	17.1	27,695,339,254	26,754,596,178
Letters of Guarantee	17.2	10,907,674,905	8,300,212,805
Irrevocable Letters of Credit	17.3	41,336,834,698	33,790,013,239
Bills for Collection	17.4	10,391,824,204	10,116,331,039
Other contingent liabilities(BLW)	17.5	2,382,789,798	2,736,632,233
Total		**92,714,462,859**	**81,697,785,494**
Other Commitments			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total Off-Balance Sheet items including contingent liabilities		**92,714,462,859**	**81,697,785,494**
Net Asset Value Per Share (NAVPS)		**21.48**	**22.74**

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

Company Secretary **Chief Financial Officer**

Managing Director and CEO

Director **Chairman**

Mercantile Bank Limited
Profit and Loss Account
For the year ended 31 March 2017

	Notes	Amount in BDT Mar-17	Mar-16
Interest income	19	3,540,144,510	3,290,731,711
Less: Interest paid on deposits, borrowings etc.	21	2,773,376,610	2,775,033,403
Net interest income		**766,767,900**	**515,698,308**
Investment income	20	737,867,072	739,864,009
Commission, exchange and brokerage	22	490,456,174	421,641,597
Other operating income	23	966,408,247	766,759,314
		2,194,731,493	**1,928,264,920**
Total operating income		**2,961,499,393**	**2,443,963,228**
Salaries and allowances	24	570,091,824	459,946,764
Chief Executive's salary and fees	25	3,130,645	2,980,645
Directors' fees	26	1,380,000	1,076,400
Rent, taxes, insurances, electricity etc.	27	157,967,254	138,251,214
Legal expenses	28	3,707,773	3,360,381
Postage, stamps, telecommunication etc.		16,933,205	15,383,197
Stationery, Printings, Advertisements etc.	29	84,943,379	74,229,554
Auditors' fees		34,500	-
Depreciation and repair of Bank's assets	30	92,479,470	89,109,540
Other expenses	31	331,414,925	428,515,867
Total operating expenses		**1,262,082,974**	**1,212,853,562**
Profit/(Loss) before provision		**1,699,416,419**	**1,231,109,666**
Provision for loans and advances including off Balance Sheet items	12.5	508,474,364	501,549,916
Other provision		-	-
Total provision		**508,474,364**	**501,549,916**
Total profit/(Loss) before taxes		**1,190,942,056**	**729,559,750**
Provision for Current Tax	12.4	400,000,000	300,000,000
Provision for Deferred Tax		-	-
		400,000,000	**300,000,000**
Net profit after taxation		**790,942,056**	**429,559,750**
Retained surplus brought forward from previous year		429,941,729	892,509,161
Profit available for appropriation		**1,220,883,784**	**1,322,068,911**
Appropriations			
Statutory reserve	14	238,188,411	145,911,950
General reserve	14.1	-	-
Retained surplus	16	982,695,373	1,176,156,961
		1,220,883,784	**1,322,068,911**
Earnings per share (EPS)	**32**	**1.07**	**0.58**

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

Company Secretary | Chief Financial Officer

Managing Director and CEO

Director | Chairman

Mercantile Bank Limited
Cash Flow Statement
For the year ended 31 March 2017

	Amount in BDT	
	Mar-17	**Mar-16**
A) Cash flows from operating activities		
	1,044,860,396	**1,988,554,671**
Interest received	2,698,372,229	3,274,678,426
Interest paid	(1,039,134,933)	(747,367,270)
Fees and commission received	216,053,715	189,314,059
Payment to the employees	(570,091,824)	(459,946,764)
Payment to suppliers	(84,943,379)	(74,229,554)
Income tax paid	(175,395,413)	(193,894,226)
Received from other operating activities	**1,889,744,123**	**1,735,815,526**
Exchange gain	274,402,459	234,220,645
Other operating income	1,615,341,664	1,501,594,881
Payment for other operating activities	**(533,069,925)**	**(607,590,894)**
Rent, taxes, insurances and electricity	(157,967,254)	(138,251,214)
Legal expenses	(3,707,773)	(3,360,381)
Postage, stamps and telecommunication	(16,933,205)	(15,383,197)
Auditors' fees	(34,500)	-
Repair and maintenance	(18,501,623)	(18,023,190)
Chief Executive's salary and fees	(3,130,645)	(2,980,645)
Directors' fees	(1,380,000)	(1,076,400)
Other expenses	(331,414,925)	(428,515,867)
Operating cash flows before changes in operating assets and liabilities	**2,401,534,594**	**3,116,779,303**
(Increase)/ decrease in operating assets and liabilities	**(11,539,495,413)**	**(1,927,575,048)**
Trading securities (Treasury bills & Bonds)	(163,106,974)	-
Loans and advances to other banks	-	-
Loans and advances to customers	(11,376,388,439)	(1,927,575,048)
Other assets (Item-wise)	**(2,158,315,671)**	**(1,627,574,329)**
Suspense account	(109,857,892)	26,685,666
Demand Draft paid without advice	-	88,373
Advance rent	7,162,624	23,218,507
Advance deposits	(168,650)	(24,750)
Stock of stationery	4,237,616	3,516,659
Stamps in hand	(791,850)	(12,435)
Premium on bond	-	4,703,843
Clearing adjustment account	(3,500,060)	(764,349)
Adjusting account debit	(1,103,891,290)	(108,086,084)
Mercantile Exchange House (UK) Ltd.	(1,040,366)	1,229,917
Mercantile Bank OBU unit	(729,091,194)	(1,677,651,351)
Mercantile Bank general account	(221,374,608)	99,521,675
	15,449,215,741	**3,329,249,096**
Deposit from other banks	(3,410,418,484)	17,443,916
Deposit from customers	21,876,482,493	5,606,709,687
Other liabilities on account of customers	-	-
Other liabilities	(3,016,848,268)	(2,294,904,507)
Net cash flows from operating activities	**4,152,939,251**	**2,890,879,022**

AMARSTOCK

Cash Flow Statement
For the year ended 31 March 2017

		Amount in BDT	
		Mar-17	Mar-16
B) Cash flows from investing activities			
Dividend received		88,933,655	3,135,335
Purchase/sale of property, plant and equipment		(80,536,331)	(79,035,302)
Purchase/sale of shares		(62,343,026)	(955,262,920)
Purchase/sale of bond		36,000,000	36,000,000
Other investment activities		499,999,997	(8,337,258)
Net cash flows from investing activities		**482,054,295**	**(1,003,500,145)**
C) Cash flows from financing activities			
Receipts from Issue of loan capital and debt securities		-	-
Paid for repayment of loan and debt securities		-	(90,000,000)
Received by issue of right share		-	-
Dividend paid		(1,108,735,051)	-
Net cash flows from financing activities		**(1,108,735,051)**	**(90,000,000)**
Net increase/(decrease) of cash & cash equivalent (A+B+C)		**3,526,258,495**	**1,797,378,877**
Cash and cash equivalent at the beginning of the year		**16,036,835,080**	**17,048,231,014**
Cash and cash equivalent at the end of the year	**16.A(1)**	**19,563,093,575**	**18,845,609,891**

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

Company Secretary **Chief Financial Officer**

Managing Director and CEO

Director **Chairman**

AMARSTOCK

Mercantile Bank Limited
Statement of Changes in Equity
For the year ended 31 March 2017

Amount in BDT

Particulars	Paid-up capital	Statutory reserve	Other reserve				Surplus profit/(loss)	Total
			Dividend Equalization Fund	Adjustment for Approved Securities	Revaluation surplus for Fixed assets	Net balance of other reserve		
	A	B	C	D	E	F=C+D+E	G	H=A+B+F+G
Balance as at 01 January 2017	**7,391,567,010**	**5,449,253,039**	**45,680,250**	**1,740,817,213**	**643,611,955**	**2,430,109,418**	**1,538,676,780**	**16,809,606,246**
Changes in accounting policy	-	-	-		-	-	-	-
Transfer from income of OBU							-	-
Statutory reserve	-	238,188,411	-	-	-		(238,188,411)	-
Market adjustment of approved securities (HTM)	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	(615,149,026)	-	(615,149,026)	-	(615,149,026)
Currency transaction difference	-	-	-	-	-	-		-
Net gains and losses not recognised				-	-	-	-	-
in the income statement	-	-	-		-	-		-
Net profit for the year after taxation	-	-		-	-	-	790,942,056	790,942,055
Transfer	-	-	-	-	-	-	-	-
Issuance of bonus share	-	-	-	-	-	-	-	-
Bonus share premium	-			-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,108,735,051)	(1,108,735,051)
Dividend equalization fund	-	-	-	-	-	-	-	-
Issue of right share	-	-	-	-	-	-	-	-
Balance as at 31 March 2017	**7,391,567,010**	**5,687,441,450**	**45,680,250**	**1,125,668,187**	**643,611,955**	**1,814,960,392**	**982,695,373**	**15,876,664,225**
Balance as at 31 December 2016	**7,391,567,010**	**5,449,253,039**	**45,680,250**	**1,740,817,213**	**643,611,955**	**2,430,109,418**	**1,538,676,780**	**16,809,606,246**

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

Company Secretary **Chief Financial Officer**

Managing Director and CEO

Director **Chairman**

Mercantile Bank Limited
Liquidity Statement
Asset and Liability Maturity Analysis
As at 31 March 2017

Amount in BDT

	Up to 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
Assets:						
Cash in hand	1,822,119,264	10,885,958,758	-	-	-	12,708,078,021
Balance with other banks and financial institutions	64,831,500	3,880,247,353	2,909,936,701	-	-	6,855,015,554
Money at call and short notice	2,800,000,000	-	-	-	-	2,800,000,000
Investments	1,203,230,100	573,815,703	8,637,646,170	5,879,375,219	16,316,070,806	32,610,137,998
Loans and advances	26,606,943,354	25,205,591,111	54,520,550,137	33,711,597,308	22,244,228,091	162,288,910,001
Fixed assets including premises, furniture and fixtures	-	-	483,117,389	689,870,857	2,008,599,847	3,181,588,093
Other assets	-	559,625,190	1,512,587,365	326,730,287	-	2,398,942,842
Non-banking assets	-	-	-	-	-	-
Total assets	**32,497,124,218**	**41,105,238,115**	**68,063,837,762**	**40,607,573,671**	**40,568,898,744**	**222,842,672,510**
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	-	-	5,393,624,996	-	-	5,393,624,996
Deposits	27,053,083,032	37,680,597,268	51,714,557,879	21,607,943,407	37,487,488,923	175,543,670,509
Other accounts	2,418,587,533	-	-	-	-	2,418,587,533
Subordinated Bond	-	-	-	-	3,000,000,000	3,000,000,000
Provision and other liabilities		556,836,938	6,310,726,150	13,742,562,159	-	20,610,125,247
Total liabilities	**29,471,670,565**	**38,237,434,206**	**63,418,909,025**	**35,350,505,566**	**40,487,488,923**	**206,966,008,285**
Net Liquidity	**3,025,453,653**	**2,867,803,908**	**4,644,928,737**	**5,257,068,105**	**81,409,821**	**15,876,664,225**