Mercantile Bank Limited

Un-audited
Financial Statements

For the period 01 January 2017 to 30 June 2017

Financial Administration Division, Head Office
61, Dilkusha Commercial Area, Dhaka – 1000, Bangladesh

বাংলার ব্যাংক
মার্কেন্টাইল ব্যাংক লিমিটেড
Mercantile Bank Limited
efficiency is our strength

AMARSTOCK

Mercantile Bank Limited and its Subsidiaries
Consolidated Balance Sheet
As at 30 June 2017

	Amount in BDT	
	Jun-17	Dec-16
Property and Assets		
Cash in hand	**15,865,280,906**	**12,501,632,123**
Cash in hand (Including foreign currencies)	2,420,879,341	1,724,292,311
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	13,444,401,565	10,777,339,812
Balance with other banks and financial institutions	**10,596,750,008**	**3,752,891,993**
In Bangladesh	9,990,072,440	3,394,173,928
Outside Bangladesh	606,677,569	358,718,065
Money at call on short notice	**1,000,000,000**	**-**
Investments	**31,812,307,664**	**30,200,687,896**
Government	25,956,844,271	24,271,567,529
Others	5,855,463,393	5,929,120,367
Loans and Advances	**182,173,080,597**	**154,116,150,199**
Loans, Cash Credit, Overdraft etc.	162,568,664,328	141,073,305,556
Bills purchased and discounted	19,604,416,269	13,042,844,643
Fixed assets including premises, furniture and fixtures	**3,169,058,092**	**3,199,089,093**
Other assets	**2,701,128,748**	**1,264,942,686**
Non- banking assets	**-**	**-**
Total Property and Assets	**247,317,606,016**	**205,035,393,990**
Liabilities and Capital		
Liabilities		
Borrowings from other banks, financial institutions and agents	**22,447,566,401**	**8,804,043,480**
Deposits and other Accounts	**186,090,583,752**	**155,783,565,760**
Current Accounts and other Accounts	50,619,280,365	34,703,950,386
Bills Payable	2,507,277,441	2,445,955,797
Savings Bank Deposits	18,153,100,477	16,601,527,469
Fixed Deposits	52,236,878,555	36,776,569,142
Deposits Under Schemes	62,574,046,915	65,255,562,966
Subordinated Bond	**2,400,000,000**	**3,000,000,000**
Other Liabilities	**19,939,380,964**	**20,578,455,563**
Total Liabilities	**230,877,531,117**	**188,166,064,803**
Capital/Shareholders' Equity	**16,389,489,527**	**16,818,844,936**
Paid up Capital	7,761,145,370	7,391,567,010
General Reserve	-	-
Statutory Reserve	5,933,033,005	5,449,253,039
Other Reserve	1,535,159,084	2,430,109,418
Surplus in Profit & Loss Account	1,160,152,068	1,547,915,469
Non Controlling Interest	50,585,372	50,484,252
Total Shareholders' Equity	**16,440,074,899**	**16,869,329,187**
Total Liabilities & Shareholders' Equity	**247,317,606,016**	**205,035,393,990**

Consolidated Balance Sheet
As at 30 June 2017

	Amount in BDT	
	Jun-17	Dec-16
Off-Balance Sheet Items		
Contingent Liabilities		
Acceptances and Endorsements	32,701,110,578	26,754,596,178
Letters of Guarantee	11,141,622,280	8,300,212,805
Irrevocable Letters of Credit	36,651,263,961	33,790,013,239
Bills for Collection	11,902,247,960	10,116,331,039
Other contingent liabilities(BLW)	2,381,678,148	2,736,632,233
Total	**94,777,922,927**	**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	**94,777,922,927**	**81,697,785,494**
Net Asset Value Per Share (NAVPS)	**22.24**	**22.82**

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

AMAR STOCK

Mercantile Bank Limited and its Subsidiaries
Consolidated Profit & Loss Account
For the half year ended 30 June 2017

	Amount in BDT	
	Jun-17	Jun-16
Interest income	7,625,870,463	6,748,880,489
Less: Interest Paid on deposits, borrowings etc.	6,087,505,047	5,394,956,818
Net interest income	**1,538,365,416**	**1,353,923,671**
Investment income	1,447,656,498	1,509,022,826
Commission, exchange and brokerage	1,204,868,056	924,516,885
Other operating income	1,562,179,438	1,324,650,397
	4,214,703,993	**3,758,190,108**
Total operating income	**5,753,069,408**	**5,112,113,780**
Salaries and allowances	1,204,442,971	1,187,722,229
Chief Executive's salary and fees	8,080,645	5,980,645
Directors' fees	3,157,900	3,162,740
Rent, taxes, insurances, electricity etc.	338,323,426	301,225,331
Legal expenses	10,417,991	4,759,064
Postage, stamps, telecommunication etc.	33,957,914	31,762,553
Stationery, Printings, Advertisements etc.	117,472,567	113,587,803
Auditors' fees	376,782	115,000
Depreciation and repair of Bank's assets	196,016,189	185,249,646
Other expenses	751,989,852	1,198,640,601
Total operating expenses	**2,664,236,236**	**3,032,205,612**
Profit/(Loss) before provision	**3,088,833,172**	**2,079,908,168**
Provision for loans and advances including off Balance Sheet items	652,218,081	115,630,089
Provision for diminution in value of investments in shares	-	-
Other provision	-	33,000,000
Total provision	**652,218,081**	**148,630,089**
Total Profit/(Loss) before Taxes	**2,436,615,091**	**1,931,278,079**
Provision for Current Tax	861,348,851	950,000,000
Provision for Deferred Tax	-	-
	861,348,851	**950,000,000**
Net Profit after Taxation	**1,575,266,241**	**981,278,079**
Retained surplus brought forward from previous year	69,251,166	15,360,188
Profit available for appropriation	**1,644,517,407**	**996,638,267**
Appropriations		
Statutory Reserve	483,779,966	385,292,616
General Reserve	-	-
Non Controlling Interest in Profit	585,372	3,057,959
Retained surplus	1,160,152,068	608,287,692
	1,644,517,407	**996,638,267**
Consolidated Earnings Per Share (EPS)	**2.03**	**1.33**

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

Mercantile Bank Limited and its Subsidiaries
Consolidated Profit & Loss Account
For the half year ended 30 June 2017

	Amount in BDT			
	Jan-June'17	Jan-June'16	April- June'17	April- June'16
Interest Income	7,625,870,463	6,748,880,489	4,074,578,294	3,445,170,879
Less: Interest Paid on Deposits, Borrowings etc.	6,087,505,047	5,394,956,818	3,314,128,437	2,619,923,415
Net Interest Income	**1,538,365,416**	**1,353,923,672**	**760,449,857**	**825,247,465**
Investment Income	1,447,656,498	1,509,022,826	709,789,427	769,158,817
Commission, Exchange and Brokerage	1,204,868,056	924,516,885	709,101,729	477,913,230
Other Operating Income	1,562,179,438	1,324,650,397	549,969,291	557,004,144
Total Operating Income	**4,214,703,993**	**3,758,190,108**	**1,968,860,446**	**1,804,076,191**
	5,753,069,408	**5,112,113,780**	**2,729,310,304**	**2,629,323,656**
Salaries and Allowances	1,204,442,971	1,187,722,229	626,765,673	720,729,950
Chief Executive's Salary and Fees	8,080,645	5,980,645	4,950,000	3,000,000
Directors' Fees	3,157,900	3,162,740	1,409,900	1,626,250
Rent, Taxes, Insurances, Electricity etc.	338,323,426	301,225,331	176,734,698	160,136,428
Legal Expenses	10,417,991	4,759,064	6,149,841	1,352,712
Postage, Stamps, Telecommunication etc.	33,957,914	31,762,553	16,463,038	15,796,307
Stationery, Printings, Advertisements etc.	117,472,567	113,587,803	32,349,303	39,243,184
Auditors' Fees	376,782	115,000	266,535	115,000
Depreciation and Repair to Bank's property	196,016,189	185,249,646	102,301,960	95,145,158
Other Expenses	751,989,852	1,198,640,601	401,651,543	759,936,082
Total Operating Expenses	**2,664,236,236**	**3,032,205,612**	**1,369,042,490**	**1,797,081,071**
Profit/(loss) before provision	**3,088,833,172**	**2,079,908,168**	**1,360,267,813**	**832,242,585**
Provision for loans and advances including off Balance Sheet items	652,218,081	115,630,089	130,743,717	(385,919,827)
Provision for diminution in value of investments in shares	-	-	-	-
Other Provision	-	33,000,000	-	25,000,000
Total Provision	**652,218,081**	**148,630,089**	**130,743,717**	**(360,919,827)**
Total Profit before taxes	**2,436,615,091**	**1,931,278,079**	**1,229,524,096**	**1,193,162,412**
Provision for Current Tax	861,348,851	950,000,000	455,061,803	650,000,000
Provision for Deferred Tax	-	-	-	-
	861,348,851	**950,000,000**	**455,061,803**	**650,000,000**
Net Profit after Taxation	**1,575,266,241**	**981,278,079**	**774,462,292**	**543,162,412**
Retained Surplus brought forward from previous year	69,251,166	15,360,188	(369,578,359)	(882,326,607)
Profit available for appropriation	**1,644,517,407**	**996,638,267**	**404,883,933**	**(339,164,195)**
Appropriation				
Statutory Reserve	483,779,966	385,292,616	245,591,555	239,380,666
General Reserve	-	-		
Non Controlling Interest in Profit	585,372	3,057,959	(41,088)	(274,494)
Retained Surplus	1,160,152,068	608,287,692	159,333,466	(578,270,367)
	1,644,517,407	**996,638,267**	**404,883,933**	**(339,164,195)**
Consolidated Earnings Per Share (EPS)	**2.03**	**1.33**	**0.85**	**0.74**

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

Mercantile Bank Limited and its Subsidiaries
Consolidated Cash Flow Statement
For the half year ended 30 June 2017

	Amount in BDT	
	Jun-17	Jun-16
A) Cash flows from operating activities		
	584,255,125	**2,266,197,542**
Interest received	6,609,588,189	7,415,339,234
Interest paid	(4,501,853,130)	(3,647,996,611)
Fees and commission received	550,412,084	473,135,391
Payment to the employees	(1,204,442,971)	(1,187,722,229)
Payment to suppliers	(148,584,534)	(113,587,803)
Income tax paid	(720,864,513)	(672,970,439)
Received from other operating activities	**3,558,921,191**	**1,778,000,492**
Exchange gain	654,455,972	451,381,495
Other operating income	2,904,465,219	1,326,618,997
Payment for other operating activities	**(1,188,985,471)**	**(1,586,365,336)**
Rent, taxes, insurances and electricity	(338,323,426)	(301,225,331)
Legal expenses	(10,417,991)	(4,759,064)
Postage, stamps and telecommunication	(33,957,914)	(31,762,553)
Auditors' fees	(115,000)	(115,000)
Repair and maintenance	(42,942,743)	(40,719,402)
Chief Executive's salary and fees	(8,080,645)	(5,980,645)
Directors' fees	(3,157,900)	(3,162,740)
Other expenses	(751,989,852)	(1,198,640,601)
Operating cash flows before changes in operating assets & liabilities	**2,954,190,845**	**2,457,832,698**
(Increase)/ decrease in operating assets and liabilities	**(29,742,207,140)**	**(3,714,237,759)**
Trading securities (Treasury Bills & Bonds)	(1,685,276,742)	4,821,778,013
Loans and advances to other banks	-	-
Loans and advances to customer	(28,056,930,398)	(8,536,015,772)
Other assets (Item-wise)	**(1,414,169,893)**	**(122,246,993)**
Suspense account	(169,523,347)	(121,959,755)
Demand Draft paid without advice	-	(194,500)
Advance rent	31,076,056	47,423,031
Advance deposits	(760,110)	(277,370)
Stock of stationery	301,074	7,102,060
Stamps in hand	(613,395)	61,487
Premium on bond	-	4,703,843
Clearing adjustment account	(6,699,576)	(500,168)
Adjusting account debit	(317,970,127)	76,226,894
Mercantile Exchange House (UK) Limited.	(1,883,832)	(1,321,055)
Mercantile Bank OBU Unit	(747,589,884)	162,264,492
Mercantile Bank general account	(200,506,752)	(295,775,952)
	40,078,093,858	**3,796,898,543**
Deposit from other banks	13,643,522,921	1,283,505,010
Deposit from customers	30,307,017,991	3,927,147,841
Other liabilities on account of customers	-	-
Other liabilities	(3,872,447,054)	(1,413,754,309)
Net cash flows from operating activities	**11,875,907,670**	**2,418,246,489**

Consolidated Cash Flow Statement
For the half year ended 30 June 2017

	Amount in BDT	
	Jun-17	Jun-16
B) Cash flows from investing activities		
Brokerage House customer account	-	-
Dividend received	105,370,718	51,880,151
(Purchase)/ sale of property, plant and equipment	(120,693,503)	(101,404,252)
(Purchase)/sale of shares	(62,343,026)	8,170,014
(Purchase)/sale of bond	(614,000,000)	(864,000,000)
Other investment	749,999,991	800,000,000
Net cash flows from investing activities	**58,334,181**	**(105,354,087)**
C) Cash flows from financing activities		
Receipts from issue of loan capital and debt Securities	-	-
Payments for redemption of loan capital and debt securities	(600,000,000)	-
Paid for Interest on Subordinated bond	(18,000,000)	(180,000,000)
Received by issue of right share	-	-
Dividend paid	(1,108,735,052)	(886,988,041)
Net cash flows from financing activities	**(1,726,735,052)**	**(1,066,988,041)**
Net increase/(decrease) in cash & cash equivalent (A+B+C)	**10,207,506,799**	**1,245,904,362**
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	**26,462,030,915**	**18,571,832,683**

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

Mercantile Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity
For the half year ended 30 June 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	-	483,779,966	-	-	-		(483,779,966)	-	-	-
Market adjustment of approved securities (HTM)	-	-	-	(894,950,334)	-	(894,950,334)	-	(894,950,334)	-	(894,950,334)
Surplus/deficit on account of revaluation of properties	-	-		-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	-	-	-	-	-
Currency transaction difference	-		-	-	-	-	(936,264)	(936,264)	-	(936,264)
Net gains and losses not recognised in Income Statement			-	-	-	-	-	-		-
Net profit for the year after taxation	-		-	-	-	-	1,575,266,241	1,575,266,241	101,120	1,575,367,361
Transfer	-		-	-	-	-	-	-	-	-
Issuance of bonus shares	369,578,360	-	-	-	-	-	(369,578,360)	-	-	-
Bonus share premium			-	-	-	-	-	-		-
Cash dividend	-	-	-	-	-	-	(1,108,735,052)	(1,108,735,052)	-	(1,108,735,052)
Dividend equalization fund	-	-	-	-	-		-	-	-	-
Non controlling share capital/profit	-	-	-	-	-		-	-	-	-
Issue of right share	-	-	-	-		-	-	-	-	-
Balance as at 30 June 2017	**7,761,145,370**	**5,933,033,005**	**45,680,250**	**845,866,879**	**643,611,955**	**1,535,159,085**	**1,160,152,068**	**16,389,489,527**	**50,585,372**	**16,440,074,899**
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**

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

Mercantile Bank Limited
Balance Sheet
As at 30 June 2017

	Amount in BDT	
	Jun-17	Dec-16
Property and Assets		
Cash in hand	**15,864,337,834**	**12,499,971,654**
Cash in hand (Including foreign currencies)	2,419,936,269	1,722,631,842
Balance with Bangladesh Bank & its agent bank(s) (including foreign currencies)	13,444,401,565	10,777,339,812
Balance with other banks and financial institutions	**10,309,054,166**	**3,536,863,426**
In Bangladesh	9,716,636,136	3,190,283,274
Outside Bangladesh	592,418,030	346,580,152
Money at call on short notice	**1,000,000,000**	**-**
Investments	**34,532,307,772**	**32,920,687,995**
Government	25,956,844,271	24,271,567,529
Others	8,575,463,501	8,649,120,466
Loans and Advances	**178,988,929,964**	**150,912,521,562**
Loans, Cash Credit, Overdraft etc.	159,384,513,695	137,869,676,919
Bills purchased and discounted	19,604,416,269	13,042,844,643
Fixed assets including premises, furniture and fixtures	**3,146,237,736**	**3,175,029,609**
Other assets	**2,498,195,951**	**1,082,399,453**
Non- banking assets	**-**	**-**
Total Property and Assets	**246,339,063,423**	**204,127,473,699**
Liabilities and Capital		
Liabilities		
Borrowings from other banks, financial institutions and agents	**22,447,566,401**	**8,804,043,480**
Deposits and other Accounts	**186,324,087,149**	**156,085,775,549**
Current Accounts and other Accounts	50,852,783,761	35,006,160,175
Bills Payable	2,507,277,441	2,445,955,797
Savings Bank Deposits	18,153,100,477	16,601,527,469
Fixed Deposits	52,236,878,555	36,776,569,142
Deposit Under Schemes	62,574,046,915	65,255,562,966
Subordinated Bond	**2,400,000,000**	**3,000,000,000**
Other Liabilities	**18,792,589,180**	**19,428,048,424**
Total Liabilities	**229,964,242,730**	**187,317,867,452**
Capital/Shareholders' Equity		
Paid up capital	7,761,145,370	7,391,567,010
Statutory reserve	5,933,033,005	5,449,253,039
General reserve	-	-
Other reserve	1,535,159,084	2,430,109,418
Surplus in Profit & Loss Account	1,145,483,234	1,538,676,780
Total shareholders' Equity	**16,374,820,693**	**16,809,606,246**
Total Liabilities & Shareholders' Equity	**246,339,063,423**	**204,127,473,699**

Mercantile Bank Limited
Balance Sheet

	Amount in BDT	
	Jun-17	Dec-16
Off-Balance Sheet Items		
Contingent Liabilities		
Acceptances and Endorsements	32,701,110,578	26,754,596,178
Letters of Guarantee	11,141,622,280	8,300,212,805
Irrevocable Letters of Credit	36,651,263,961	33,790,013,239
Bills for Collection	11,902,247,960	10,116,331,039
Other contingent liabilities(BLW)	2,381,678,148	2,736,632,233
Total	**94,777,922,927**	**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	**94,777,922,927**	**81,697,785,494**
Net Asset Value Per Share (NAVPS)	**21.10**	**22.74**

Company Secretary **Chief Financial Officer**

Managing Director and CEO

Director **Chairman**

Mercantile Bank Limited

Profit and Loss Account

For the half year ended 30 June 2017

	Amount in BDT	
	Jun-17	**Jun-16**
Interest income	7,596,628,869	6,723,395,931
Less: Interest paid on deposits, borrowings etc.	6,087,505,047	5,394,956,818
Net interest income	**1,509,123,822**	**1,328,439,113**
Investment income	1,447,656,498	1,509,022,826
Commission, exchange and brokerage	1,132,994,456	881,418,707
Other operating income	1,550,440,453	1,309,521,960
	4,131,091,407	**3,699,963,492**
Total operating income	**5,640,215,229**	**5,028,402,605**
Salaries and allowances	1,188,037,707	1,172,237,092
Chief Executive's salary and fees	8,080,645	5,980,645
Directors' fees	2,456,400	2,346,000
Rent, taxes, insurances, electricity etc.	332,625,687	295,421,537
Legal expenses	9,658,083	4,759,064
Postage, stamps, telecommunication etc.	32,876,638	31,762,553
Stationery, Printings, Advertisements etc.	116,757,546	113,352,731
Auditors' fees	195,500	115,000
Depreciation and repair of Bank's assets	193,667,246	183,400,101
Other expenses	709,741,865	1,176,934,715
Total operating expenses	**2,594,097,316**	**2,986,309,437**
Profit/(Loss) before provision	**3,046,117,913**	**2,042,093,169**
Provision for loans and advances including off Balance Sheet items	627,218,081	115,630,089
Other provision	-	-
Total provision	**627,218,081**	**115,630,089**
Total profit/(Loss) before taxes	**2,418,899,832**	**1,926,463,080**
Provision for Current Tax	850,000,000	950,000,000
Provision for Deferred Tax	-	-
	850,000,000	**950,000,000**
Net profit after taxation	**1,568,899,832**	**976,463,080**
Retained surplus brought forward from previous year	60,363,369	8,290,121
Profit available for appropriation	**1,629,263,200**	**984,753,200**
Appropriations		
Statutory reserve	483,779,966	385,292,616
General reserve	-	-
Retained surplus	1,145,483,234	599,460,584
	1,629,263,200	**984,753,200**
Earnings per share (EPS)	**2.02**	**1.32**

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

Mercantile Bank Limited
Cash Flow Statement
For the half year ended 30 June 2017

	Amount in BDT	
	Jun-17	Jun-16
A) Cash flows from operating activities		
	531,372,183	**2,213,335,014**
Interest received	6,580,346,595	7,389,854,675
Interest paid	(4,501,853,130)	(3,647,996,611)
Fees and commission received	478,538,484	430,037,212
Payment to the employees	(1,188,037,707)	(1,172,237,092)
Payment to suppliers	(116,757,546)	(113,352,731)
Income tax paid	(720,864,513)	(672,970,439)
Received from other operating activities	**3,547,182,205**	**1,762,872,055**
Exchange gain	654,455,972	451,381,495
Other operating income	2,892,726,233	1,311,490,560
Payment for other operating activities	**(1,138,577,560)**	**(1,547,128,648)**
Rent, taxes, insurances and electricity	(332,625,687)	(295,421,537)
Legal expenses	(9,658,083)	(4,759,064)
Postage, stamps and telecommunication	(32,876,638)	(31,762,553)
Auditors' fees	(195,500)	(115,000)
Repair and maintenance	(42,942,743)	(38,869,857)
Chief Executive's salary and fees	(8,080,645)	(5,980,645)
Directors' fees	(2,456,400)	(2,346,000)
Other expenses	(709,741,865)	(1,167,873,993)
Operating cash flows before changes in operating assets and liabilities	**2,939,976,829**	**2,429,078,421**
(Increase)/ decrease in operating assets and liabilities	**(29,761,685,144)**	**(3,748,597,218)**
Trading securities (Treasury bills & Bonds)	(1,685,276,742)	4,821,778,013
Loans and advances to other banks	-	-
Loans and advances to customers	(28,076,408,402)	(8,570,375,231)
Other assets (Item-wise)	**(2,430,452,167)**	**(106,969,669)**
Suspense account	(169,523,347)	(121,959,755)
Demand Draft paid without advice	-	(194,500)
Advance rent	31,076,056	47,423,031
Advance deposits	(760,110)	(277,370)
Stock of stationery	301,074	7,102,060
Stamps in hand	(613,395)	61,487
Premium on bond	-	4,703,843
Clearing adjustment account	(6,699,576)	(500,168)
Adjusting account debit	(1,334,252,401)	76,226,894
Mercantile Exchange House (UK) Ltd.	(1,883,832)	3,535,660
Mercantile Bank OBU unit	(747,589,884)	162,264,492
Mercantile Bank general account	(200,506,752)	(285,355,345)
	41,220,357,401	**3,973,520,544**
Deposit from other banks	13,643,522,921	1,283,505,010
Deposit from customers	30,238,311,600	4,111,108,967
Other liabilities on account of customers	-	-
Other liabilities	(2,661,477,120)	(1,421,093,433)
Net cash flows from operating activities	**11,968,196,918**	**2,547,032,078**

Cash Flow Statement
For the year ended 30 June 2017

	Amount in BDT	
	Jun-17	Jun-16
B) Cash flows from investing activities		
Dividend received	105,370,718	51,880,151
Purchase/sale of property, plant and equipment	(121,932,631)	(110,880,196)
Purchase/sale of shares	(62,343,026)	8,170,014
Purchase/sale of bond	(614,000,000)	(864,000,000)
Other investment activities	749,999,991	800,000,000
Net cash flows from investing activities	57,095,053	(114,830,031)
C) Cash flows from financing activities		
Receipts from issue of loan capital and debt securities	-	-
Payments for redemption of loan capital and debt securities	(600,000,000)	-
Paid for Interest on Subordinated bond	(180,000,000)	(180,000,000)
Received by issue of right share	-	-
Dividend paid	(1,108,735,052)	(886,988,041)
Net cash flows from financing activities	(1,888,735,052)	(1,066,988,041)
Net increase/(decrease) of cash & cash equivalent (A+B+C)	10,136,556,920	1,365,214,007
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	26,173,392,000	18,413,445,021

Company Secretary

Chief Financial Officer

Managing Director and CEO

Director

Chairman

Mercantile Bank Limited
Statement of Changes in Equity
For the half year ended 30 June 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	-	483,779,966	-	-	-		(483,779,966)	-
Market adjustment of approved securities (HTM)	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	(894,950,334)	-	(894,950,334)	-	(894,950,334)
Currency transaction difference	-	-	-	-	-	-		-
Net gains and losses not recognised				-	-	-	-	-
in the income statement	-	-	-	-	-	-	-	-
Net profit for the year after taxation	-	-	-	-		-	1,568,899,832	1,568,899,832
Transfer	-	-	-	-	-	-	-	-
Issuance of bonus share	369,578,360	-	-	-	-	-	(369,578,360)	-
Bonus share premium	-			-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,108,735,052)	(1,108,735,052)
Dividend equalization fund	-	-	-	-	-	-	-	-
Issue of right share	-	-	-	-	-	-	-	-
Balance as at 30 June 2017	**7,761,145,370**	**5,933,033,005**	**45,680,250**	**845,866,879**	**643,611,955**	**1,535,159,084**	**1,145,483,234**	**16,374,820,693**
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**

Company Secretary

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