ANNUAL REPORT 2020

NRBC BANK SECURITIES LTD
A Subsidiary of NRB Commercial Bank Limited

Hadi Mansion (7th Floor), 2, Dilkusha C/A, Dhaka-1000 Bangladesh.
Tel: +88 02 57 16 52 53-54, Fax: +88 02 57 16 52 55, Cell: +880 1779641685, Email: info@nrbcbanksecurities.com

Name of Organization	:	NRBC Bank Securities Limited
Type of Organization	:	Brokerage House
Logo of Organization	:	
Registered Office	:	Red crescent Jashim trade center (19 floor) 114, Motijheel, C/A, Dhaka - 1000.
Head Office	:	Hadi Mansion (7th Floor), 2, Dilkusha C/A, Dhaka-1000.
Phone	:	+88 02 57 16 52 53-54
Email	:	info@nrbcbanksecurities.com
Website	:	www.nrbcbanksecurities.com
Obtaining of License	:	10 October, 2015.
Date of Incorporation	:	20 September, 2015.
Formal Inauguration	:	12 December, 2016.
TREC Holder No	:	082
Number of Directors	:	08 (Elected by the Members)
Chairman	:	Mr. Rafiqul Islam Mia Arzoo
Chief Executive Officer	:	Mr. Azizul Islam

NRBC Bank Securities Limited (NRBCBSL) is a subsidiary of NRB Commercial Bank Limited; started its operation on December 12, 2016. It is one of the impetuously growing stock brokers in Bangladesh. NRBCBSL offers stock brokerage services to local and international institutions and retail clients. It especially provides one-stop services to Non-resident Bangladeshis (NRB).Our highly skilled professionals offer a wealth of expertise accumulated from their prior experience in leading firms throughout the industry. To ensure client's satisfaction, NRBCBSL is always one step ahead and ready with state of the art technology and innovative services. Prioritizing information infrastructure NRBCBSL wants to lead from the front when it comes to value investing, algorithmic trading and predictive analysis in Bangladesh Capital Market.

Mission

NRBC Bank Securities (NRBCBSL) is determined to be recognized in the stock brokerage sector by helping Bangladeshi expatriates to make timely and appropriate investment decisions, observing the highest ethical and professional standards, and delivering the expectations of our customers.

We strive to ensure 'total satisfaction' for our customers and employees and devoted to provide our customers with the most modern means of trading, that utilizes the latest state-of-the-art e-trading methods, both online and through our trade personnel's. We are committed to provide our investors with the best possible service, wherever they might be, and help them fulfill their aspirations and investment goals.

Vision

To Be Recognized for Delivering a Superior Combination of Efficient and Successful Brokerage Solutions with Exceptional Customer Service. Our particular attention to maximize investment return of Bangladeshi expatriates working abroad and also working as the investment and trading hub of idle and less remunerative fund held with wealthy NRBs.

Our vision reminds us that Clients do business and stay where they are appreciated and can beat the market by efficiency.

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It is a great privilege and pleasure on the part of me to meet you all in the 4th Annual General Meeting of the Company. I take the opportunity to offer heartiest welcome to all of you here attending this meeting on my own behalf as well as on behalf of the Board of Directors of the Company.

The Board has taken certain steps to increase Company's gross premium income and also the retention. If this action plan can be implements there will be increase of premium as well profit.

The Company is a Subsidiary Company of NRB Commercial Bank Ltd. The financial statement and brief of business operations of this Company is also included with this Annual Report.

We declared on the basic of assessing Company's Revenue, Cash flows, financial condition, Capital requirement, Current year's profitability, Liability position, Reserve, Dividend consistency, Future expansion plans etc.

We are very much confident that the Company is poised to accept challenges of the future capitalize the opportunities arising and maintain its momentum in growth of business and profitability in the years to come. We are most obliged and appreciative of the continued support and patronage received from our clients and shareholders and would look forward to continuation of the same.

Our object is to prove our efficiency and credibility to the clients by extending sincere and meritorious services to them. In the end, I would like to offer my deep appreciation and sincere thanks to our valued clients, esteemed shareholders, my colleagues in the board and the employees of the Company for their continues support and sincere co-operation.

With best regards,

Mr. Rafiqul Islam Mia Arzoo
Chairman

Our Trust, Our Strength.

Our tagline has laid down the foundation of our business ethics by putting the interest of our clients before anything else. Our rich history of over 4 years, our code of conduct, our mission and vision statements reflect how important our clients are to us. It's a great responsibility when someone entrusts you with their valuable investments.

NRBCBSL has been delivering sustainable profit growth while maintaining a concrete business foundation despite of the challenging nature of the business environment in Bangladesh NRBCBSL's business and market reach has been associated with the utmost standard of corporate governance, vigilant adherence to all regulatory requirements and standards, and strict risk management guidelines. The company has numerous systems in place in order to help ensure that business practices and operations are consistently effective and responsive.

We are committed to our valued customers by providing the highest services in professionally, creating good relationship and trying to achieve client satisfaction.

Thank you for your interest in NRBCBSL.

Best Regards,

Mr. AKM Mostafizur Rahman
Vice Chairman

Ethical and Transparent Business Dealing with Focus on Client Investment Needs NRBC bank securities is an exceptional company with an extraordinary heritage and a promising future. Even with nearly Four Years of history behind us we are only at the beginning of our journey to still greater heights in the years to come. The hallmark of our progress has been based on excellence in everything we do. It is supported by the passion we bring to bear on each and every activity that we undertake for our clients in the most ethical and transparent manner. We are honored to serve a cross section of clients, ranging from small individual investors to large financial institutions, whether based nationwide or NITA. We value them all the same and strive to exceed their expectations each day.

We are committed to our vision to provide premium financial services to our local and non- resident Bangladeshi clients. The key to achieving this is by having the best and the brightest work as a team within NRBCBSL. Our people are the building blocks of our organization and the cohesive force of team work, professionalism and commitment binds us together. We encourage diversity as it strengthens us and enables new thinking beyond our traditional frame of reference.

What we have achieved would not have been possible without the active support of all our stakeholders, be they our clients, employees, directors, shareholders, regulators etc. We thank them profusely and look forward to their continued guidance going forward.

As a company we are very clear that everything we do, the sole reason for our existence, this is our core principle that we live by at NRBCBSL.

Best Regards,

Mr. Azizul Islam
Chief Executive Officer

Mr. Rafiqul Islam Mia Arzoo
Chairman

Mr. AKM Mostafizur Rahman
Vice Chairman

Mr. Parvez Tamal
Nominated Director

Mr. Mohammed Adnan Imam
Nominated Director

Mr. A M Saidur Rahman
Director

Mr. Loquit Ullah
Nominated Director

Md. Mukhter Hossain
Nominated Director

Mr. Rafiqul Islam Mia Arzoo

Chairman

Mr. Rafikul Islam Mia Arzoo was Bron on 01.07.1963 in Rajbari, Bangladesh. He is a Russian citizen. He did his MSC in Electrical Engineering from Georgian Technical University in 1988. He is a successful Businessman having interest in the investment. Mr. Arzoo is married & is the father of a Son & two Daughters.

Mr. AKM Mostafizur Rahman

Vice Chairman

A.K.M Mostafizur Rahman was born in Prominent Muslim family of Barisal, Bangladesh and a resident of UAE. He is a successful and potential Businessman. Mr. Mostafiz was established a NGO, aiming to alleviate Poverty and empowering the poor and vulnerable people through small and medium Entrepreneurships and economic development activities to address the need of poor and marginal people of Bangladesh with the desire of those people for the development of their own capacity for better management of their lives, businesses and small Industries. He revealed his strong belief that honesty & sincerity make a successful business. Investment to the innovative, creative & sustainable businesses, especially young & women entrepreneurs can bring successes. He has been involved with Pandemic Agro-Fisheries, Meghna Bank Ltd, Royal Denim Ltd, Richway Ltd, Ezy Fintech Ltd, Pandemic Trade International, Pandemic Real estate Ltd, Imperial Maisara International - FZC, NAVA IT Consultancy–FZC, Dr. Tamanna Mostafizur Foundation & A.K.M. Mostafizur Rahman School & College. Mr. Rahman blessed with two daughters – Tarisha & Ornisha.

Mr. Parvez Tamal

Nominated Director

Mr. Parvez Tamal, a Bangladeshi expatriate & Russian resident, was born in Barisal Bangladesh. He has attained post Graduation from Moscow institute of Statistics & Economics. He is engaged in IT distribution, Real Estate Holdings & Logistic consultations in Russia. Mr. Parvez is married & blessed with two daughters.

Mr. Mohammed Adnan Imam

Nominated Director

Mr. Adnan Imam, UK Citizen and CIP (NRB), residing in London is a Fellow Chartered Certified Accountant (FCCA). Having a successful career in Finance and Investment Banking with world renowned Merrill Lynch Europe Plc. He is the Managing Director of IPE Group â€“ which is involved in Real Estate and Private Equity in London and Dhaka, Technology and Outsourcing, Textiles, RMG and Finance.

Mr. Loquit Ullah

Nominated Director

Mr. Loquit Ullah, an NRB & an Italian citizen, was born on 20.08.1957 in Noakhali , Bangladesh. He is engaged in wholesale since 1980 in the name & style of STORE ALAMIN S.N.C., Rome, Italy. Mr. Loquit Ullah is Married & Blessed with one son and three daughters.

Mr. A M Saidur Rahman

Director

Bir Muktizoddah, Mr. Abu Mohammad Saidur Rahman - a resident of United Arab Emirates, was born in February, 1951 in Barisal. He possesses an excellent academic background and completed his Hon's degree in 1972 and obtained his Masters Degree in Mathematics with distinction in 1974 from the University of Dhaka. He was a resident student of Sgt. Jahurul Huq Hall and actively participated in the student movements in 1968 and mass revolution in 1969 and joined the liberation war of 1971. Mr. Rahman joined the Bangladesh Civil Service in 1977 and performed diverse activities in the development and regulatory Ministries viz. Planning, Agriculture and Forest, Relief and Rehabilitation, Home Affairs, and Finance. He was also involved in various National level activities, namely, approval and monitoring of relief and rehabilitation activities of NGOs worked for the flood victims of 1988; National Pay Scale 1990 and conducted Bangladesh Agricultural Census and Bangladesh Economic Census as Project Director. He was also the Director of the Statistical training institute in BBS. He attended various training, workshop and seminars at home and abroad. He visited India, USA, Canada, Japan, Hong Kong, Thailand, Malaysia, Switzerland, Austria, France, Germany, Australia, and Nepal. After retirement from the Government service in 2008, he involved in business and now he is the Chairman of M/s. Royal Denim Limited – a 100% Export Oriented Denim Fabrics Manufacturing Industry and also the proprietor of Regal Dream International in UAE. He is blessed with one daughter and two sons namely, Tushar Iqbal Rahman - a permanent resident of Germany and Faisal Rahman Tamal - a permanent resident of Australia.

Md. Mukhter Hossain

Nominated Director

Mr. Md. Mukhter Hossain is presently serving as the Managing Director of NRBC Bank Limited. He started his banking career as a Probationary Officer with National Bank Ltd. in 1984. Later, he had served The Prime Bank Ltd., Shahjalal Islami Bank Ltd. and EXIM Bank Ltd. Before joining NRBC Bank Ltd. on March 29, 2018 he was the Deputy Managing Director of EXIM Bank Ltd. During his career he worked in different capacities and attended various training, workshops and seminars at home and abroad. He obtained his BA (Hons.) and MA in History from Dhaka University.

NOTABLE EVENTS

Board Meeting 2020

3rd (AGM)

Training program

Annual Picnic

Women's Day 2020

NRBC BANK SECURITIES LTD
A Subsidiary of NRB Commercial Bank Limited

Opening an Account with Us...

For all local Investors

Eligibility

º Any citizen of Bangladesh.

º Age must be above eighteen.

Document Requirement

For Individual Trading Account

º Account Opening Form and Signature Card duly filled up.

º Photocopy of valid passport or national ID card.

º Two copies passport size photograph of account holder.

º One copy passport size photograph of authorized person (if any).

º Two copies passport size photograph of nominee.

º Photocopy of valid passport or national ID card of nominee.

For Institutional Trading Account

º Board Resolution.

º Memorandum and Articles of Association.

º Specimen signature of account operators.

º Letter of Authorization.

º A valid photo ID of the Managing Director.

º Valid photo ID of Account Operator(s).

Opening a NITA with Us...

For Non Resident Investment Taka Account

Eligibility

º Non-resident individuals (Foreigners and NRBs).

º Foreign institutions.

º Institutions located abroad which are owned by NRBs.

Document Requirement

For Institutional Trading Account

º Company NITA A/C number with custodial bank.

º Board Resolution.

º Memorandum and Articles of Association.

º Specimen signature of account operators.

º Letter of Authorization.

º A valid photo ID of the Managing Director.

º Valid photo ID of Account Operator(s).

For Individual Trading Account

º Account Opening Form and Signature Card duly filled up.

º Individual NITA A/C Number with custodial bank.

º Photocopy of valid passport or national ID card.

º Two copies passport size photograph of account holder.

º One copy pp size photograph of authorized person (if any).

AGM NOTICE

NRBC Bank Securities Limited

Head Office: Hadi Mansion (7th Floor, North Side), 2, Dilkusha C/A, Dhaka-1000.

Notice of the 4th Annual General Meeting

Virtual presence shareholders' meeting

Notice is hereby given that the **4th Annual General Meeting (AGM) of NRBC Bank Securities Limited** will be held by digital platform on **Monday, 29 June, 2020 at 2:00 P.M.** (BD time) to transact the following business:

AGENDA

1. Consideration and adoption of the Directors' Report and the Audited Financial Statements of the Company for the year ended December 31, 2019 together with Auditors Report thereon.
2. Declaration of dividend for the year ended 31 December, 2019 as recommended by the Board of Directors
3. Election / Re-election of Directors.
4. Appointment/Re-appointment of Statutory Auditors and Fixation of their remuneration.

By order of the Board of Directors.

Dated: Dhaka

15th June, 2020

Azizul Islam
Chief Executive Officer

Notes:

a. The Book Closure Date is June 18, 2020.

b. The members' whose names appeared in the Register of Members of the Company on Book Closure Date e.g. June 18, 2020 are eligible to attend the 4th AGM.

c. Any Member of the Company entitled to attend and vote at the general meeting may appoint a proxy to attend and vote on his/her behalf. A member being a corporate or company may appoint its representative, duly appointed and authorized, to attend and vote on its behalf.

d. The proxy form duly filled in and signed by the member and stamped, must be submitted at the Registered Office of the Company at least 48 hours before the meeting.

e. The Board of Directors has recommended 3% stock dividend for the year ended December 31, 2019.

Independent Auditor's Report

To the Shareholders of

NRBC Bank Securities Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of NRBC Bank Securities Limited., which comprise the Statement of financial Position as at December31, 2019, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at December31, 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management functions of the company.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
Those charged with governance are responsible for overseeing the financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstate-ment resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclo-sures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our con-clusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclo-sures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, we also report the following:

(a) we have obtained all the information and explanations which to the best of our knowledge and belief were nec-essary for the purposes of our audit and made due verification thereof;

(b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;

(c) the statement of financial position and statement of comprehensive income dealt with by the report are in agree-ment with the books of account and returns.

Dated, Dhaka
26 February, 2020

Hoque Bhattacharjee Das & Co.

NRBC Bank Securities Limited

Statement of Financial Position

As at December 31, 2019

Properties & Assets	Notes	At Dec 31, 2019 Taka	At Dec 31, 2018 Taka
Non Current Assets:			
Property, Plant & Equipment	4	7,078,765	7,103,414
Investments :			
Investment in Share & Stock	5	327,496,997	335,197,607
Loan and Advances :			
Margin Loan	6	138,414,177	70,653,291
Current Assets:			
Advances, Deposits, Prepayments, Receivables	7	40,675,850	21,644,979
Cash and Cash Equivalents	8	149,887,320	82,969,128
		190,563,170	104,614,106
Total Assets		**663,553,109**	**517,568,418**
Shareholders' Equity:		**412,009,932**	**406,704,090**
Share Capital	9	400,000,000	400,000,000
Retained Earnings	10	12,009,932	6,704,090
Current Liabilities		**251,543,177**	**110,864,328**
Other Liabilities	11	157,670,531	74,308,082
Overdraft NRBC Bank Ltd	12	93,872,646	36,556,246
Total Equity and Liabilities		**663,553,109**	**517,568,418**

The annexed notes form an integral part of the Financial Statements.

Chief Executive Officer | Director | Chairman

Signed as per annexed report on even date

Place: Dhaka
Date: February 26, 2020

Haque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited

Statement of Profit or Loss and Other Comprehensive Income

For the period ended December 31, 2019

Particulars	Notes	2019 Taka	2018 Taka
Operating Income			
Interest Income	13	14,301,949	10,200,726
Interest Expenses	14	1,144,755	251,326
Net Interest Income		**13,157,194**	**9,949,400**
Brokerage Commission	15	19,047,916	21,933,518
Investment Income	16	9,212,840	9,366,899
Other Operating Income/Loss	17	787,204	664,649
Total operating income		**42,205,154**	**41,914,436**
Operating Expenses			
Salary & Allowances	18	16,244,099	16,773,112
Rent, Taxes, Insurance, Electricity, etc.	19	3,742,639	5,266,668
Legal/Professional/Preliminary Expenses	20	-	73,310
Stamp, Postage & Telecommunication etc.	21	1,105,752	910,362
Stationery, Printing, Advertisement, etc.	22	801,878	438,648
Board of Directors' Meeting Expense	23	59,820	112,100
Audit Fee		57,500	46,000
Other Financial Expenses	24	115,688	68,097
Depreciation & Repair of Property, Plant & Equipment	25	2,556,311	2,554,328
Other Expenses	26	1,510,852	771,019
Total Operating Expenses		**26,194,539**	**27,013,645**
Profit/(Loss) before provision		**16,010,615**	**14,900,791**
Provision against Diminuation of Share	27	6,753,900	7,389,323
Total Provision		6,753,900	7,389,323
Profit/(Loss) before Taxation		**9,256,715**	**7,511,468**
Provision for Taxation		**3,950,873**	**4,202,868**
Current Tax	28	4,182,561	4,400,911
Deferred Tax	29	(231,688)	(198,043)
Profit/Loss after taxation		**5,305,842**	**3,308,600**
Other Comprehensive Income		-	-
Total Comprehensive Income/(loss)		**5,305,842**	**3,308,600**
Earnings Per Share (EPS)	**30**	**0.13**	**0.08**

The annexed notes form an integral part of the Financial Statements.

Chief Executive Officer | Director | Chairman

Signed as per annexed report on even date

Place: Dhaka
Date: February 26, 2020

Haque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited

Statement of Cash Flows

As at December 31, 2019

Particulars	At Dec 31, 2019 Taka	At Dec 31, 2018 Taka
A. Cash flows from operating activities		
Cash received from :		
Interest income	14,301,949	10,200,726
Investment Income	9,212,840	9,366,898
Brokerage Commission Receipts	19,047,916	21,933,518
Receipts from Other operating activities	787,204	1,350,858
	43,349,909	**42,852,000**
Cash payment to :		
Interest expenses	1,144,755	251,326
Paid to the Employee	16,141,139	16,410,723
Legal/Preliminary Expense	-	73,310
Audit Fees	46,000	50,000
Payments to suppliers/Service providers	9,250,088	4,040,523
Paid for Other Operating Activities	2,022,176	1,174,237
	28,604,157	22,000,118
Operating profit before changes in operating assets & liabilities	**14,745,752**	**20,851,882**
Increased/decreased in operating assets and liabilities		
Increased/(Decreased) of Deposit from client against Share purchased	76,141,963	29,106,028
Increased/(Decreased) of Deposit from client against IPO Fund	1,072	-
(Receivable)/payable to Parents Company	-	-
(Increased) / Decreased in Operating Assets	**76,143,035**	**29,106,028**
Net cash from/(used in) operating activities (A)	**90,888,787**	**49,957,909**
Cash used in Investing Activities		
Purchase of Property, Plant and Equipment	(2,195,847)	(142,616)
Investment in Shares/Securities	7,700,610	33,810,889
Advances, deposits, prepayments, Receivables	(19,030,871)	(1,872,724)
Loan and Advances	(67,760,886)	(30,886,543)
Net cash used in Investing Activities (B)	**(81,286,994)**	**909,006**
Cash flows from Financing Activities		
Share Capital	-	-
Loan From Parent Company (NRBC Bank Ltd)/OD facility	57,316,400	36,556,246
Dividend Paid	-	(20,000,000)
Net cash flows from financing activities (C)	**57,316,400**	**16,556,246**
Net Surplus/(Deficit) in Cash and Bank Balances for the year (A+B+C)	66,918,192	67,423,161
Cash and Bank Balance at beginning of the year	82,969,128	15,545,967
Cash & Bank Balance at the end of the year (*)	**149,887,320**	**82,969,128**
(*) Cash & Bank Balance:		
Cash in Hand	44,807,964	30,069
Cash at Bank	105,079,356	82,939,059
	149,887,320	**82,969,128**

The annexed notes form an integral part of the Financial Statements.

Chief Executive Officer

Director

Chairman

Signed as per annexed report on even date

Place: Dhaka
Date: February 26, 2020

Haque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited

Statement of Changes in Equity

As at December 31, 2019

Particulars	Paid up capital	Retained earnings	Total
Opening Balance at January 01, 2019	400,000,000	6,704,090	406,704,090
Net Profit after Tax for the year	-	5,305,842	5,305,842
Balance at December 31, 2019	**400,000,000**	**12,009,932**	**412,009,932**
Balance at December 31, 2018	400,000,000	6,704,090	406,704,090

The annexed notes form an integral part of the Financial Statements.

Chief Executive Officer | Director | Chairman

Signed as per annexed report on even date

Place: Dhaka
Date: February 26, 2020

Haque Bhattacharjee Das & Co.
Chartered Accountants

NRBC Bank Securities Limited

Selective Notes to the Preparation of Financial Statements

For the period ended December 31, 2019

1.1 Nature of Business Activities

NRBC Bank Securities Limited (the Company), a majority owned subsidiary company of NRBC Bank Limited was incorporated as a Public limited company in Bangladesh on 20 September 2015 bearing certificate of incorporation no. C-125904/2015 under the Companies Act 1994 having its registered office at 114 Motijheel Commercial Area, Dhaka - 1000.

1.2 Nature of business

The main objective of the company is to carry on the business of a stock broker and stock dealer that is to be buy, sell and deal in shares, stocks, debentures and other securities under stock exchange in Bangladesh and/ or elsewhere as well as to carry on any business as permissible for a broker and dealer duly licensed by the Bangladesh Securities and Exchange Commission (BSEC).

2.0 Significant accounting policies and basis of preparation of financial statements

2.1 Statement of compliance:

The financial statements of the Company are prepared on a going concern basis under historical cost conversion in accordance with International Financial Reporting Standards (IFRS)/International Accounting Standards (IAS). The financial statements has also been made in accordance with the Companies Act 1994, the Securities and Exchange Rules 1987, the listing Rules of Dhaka Stock Exchange, Guidelines from Bangladesh Bank, other applicable laws and regulations.

NRBC Bank Securities Ltd. was also registered with the Bangladesh Securities and Exchange Commission (BSEC) to act as Stock Dealer for carrying its own investment in the capital market.

2.2 Use of estimates and judgments

The preparation of financial statements are inconformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the periods in which the estimate were made and in any future periods affected.

2.3 Going Concern Assessment

The Company has adequate resources to continue in operation for foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The Probable credit facilities from parents and Others as well as adequate resources of the Company provide sufficient funds to meet the present requirements of its businesses and operations in the future.

2.4 The financial statements referred to here comprise :

a. Statement of Financial Position
b. Statement of Profit or Loss and Other Comprehensive Income
c. Statement of Cash Flows
d. Statement of Changes in Equity and
e. Notes to the Financial Statements

2.5 Statements of Cash flows

Statement of cash flows is prepared in accordance with the International Accounting Standard-7 “Statement of Cash Flows”.

2.6 Reporting period

These financial statements cover one calendar year from 1 January to 31 December.

2.7 Functional and presentational currency

The financial statements are presented in Bangladesh Taka, which is the Company’s functional currency.

3.0 Consistency accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, as per IAS 16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

3.2 Depreciation policy

Full month's depreciation has been charged on additions irrespective of date when the related assets are put into use and no depreciation is charged for the month of disposal. Depreciation is provided at the following rates on straight-line basis in accordance with BAS 16 over the periods appropriate to the estimated useful lives of the different types of assets:

Categories of Assets	Rate of Depreciation (%)
Furniture and fixtures	10
Office Equipment's	10
Computer and Accessories	20
Bangladesh Made Computer Software	20
Motor Vehicles	30
Professionals and Reference Books	10

3.3 Investment in TREC (Membership)

Investment in Stock Exchanges for TREC (Membership) are stated at cost. The cost of acquisition of a TREC (Membership) is the purchase price paid to the previous holder. As per the Demutualization Act, 2013, Trading Right Entitlement Certificate (TREC) has been allotted 7,215,106 no. of ordinary shares of Dhaka Stock Exchange Limited (DSE).

In pursuation of Demutualization Act, 2013, Dhaka Stock Exchange sold 25% share holding of 7,215,106 to Strategic Partner M/s. Shenzhen Stocks & Shanghai Stock Exchange @Tk.21.00 in 2018 and, therefore, holding of is reduced to 5,411,330 shares

3.4 Investment in Securities

Investment in listed securities are to be recognized at cost. Quarterly impairment test will be carried out by comparing cost with market price as a whole of its total holdings. In case of diminution of market value compared to cost, provision will be made on portfolio basis but no unrealized gain will be booked when market value exceeds cost.

3.5 Margin loan/Loan to customer

The Company extends margin loan to the portfolio investors at an agreed ratio (between investors deposit and loan amount) of purchased securities against the respective investor account as per prescribe Guideline of BSEC. The investors are to maintain the margin as per set rules and regulations. The margin is monitored on daily basis as it changes due to change in market price of shares. If the margin falls below the minimum requirement, the investors are required to deposit additional fund to maintain margin as per rules otherwise the company take necessary steps to bring the margin to the required level within prescribed guideline of BSEC.

3.6 Advance, deposits and prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to income statement.

3.7 Deferred taxation

Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary Differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the reporting date. The impact on the account of changes in the deferred tax assets and liabilities have also been recognized in the statement of comprehensive income as per BAS-12 "Income Taxes"

3.8 Provision for income tax

Provision for current income tax has been made in compliance with relevant provisions of income tax law 1984 along with Financial Act, 2018

3.9 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank, which are held and available for use by the company without any restriction and are readily convertible to a known amount of cash and that are subject to an insignificant risk of change in value.

3.10 Share Capital

Ordinary shares are classified as equity when there is no contractual obligation to transfer cash or other financial assets.

3.11 Payables

Trade and other payables will be stated at their nominal values.

3.12 Other Liabilities for Expenses

Liabilities are to be recognized for the goods and services received, whether paid or not for those goods and services. Payables will not interest bearing and are stated at their nominal values.

3.13 Revenue Recognition:

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the company in accordance with the International Accounting Standard (IAS) 18 "Revenue Recognition"

3.13.1 Interest income

Income from margin loan/bank deposit are recognised on accrual basis. Such income is calculated considering daily margin loan balance of the respective parties or balances with the banks.

3.13.2 Brokerage commission

Brokerage commission is recognized as income when selling or buying order executed.

3.13.3 Other Income

Other income, comprises of service charges and capital gain, is recognized when service rendered and sell process completed.

3.14 Event after the reporting period

As per IAS - 10 "Events after the Reporting period", events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

i) those that provide evidence of conditions that existed at the end of the reporting period (Adjusting events after the reporting period) and

ii) those that are indicative of conditions that arose after the reporting period (Non- adjusting events after the reporting period).

There was no material events which have occurred after the reporting period which could affect the values stated in the financial statements execpt **note mention 32**

3.15 Related party transaction

As per IAS 24 "Related Party Disclosures", a related party is a person or entity that is related to the entity (i.e. NRBCBSL) that is preparing its financial statements. Related party transaction is a transfer of resources, services, or obligations between a reporting entity and a related party, regardless of whether a price is charged as per IAS 24.

Related Parties include the Company's Directors, key management personnel, associates, companies under common directorship etc. as per IAS 24 "Related Party Disclosures". All transactions involving related parties arising in the normal course of business are conducted as arm's length transactions. Related parties disclosure given in the **Note-33**

3.16 Authorization of the financial statements for issue

The financial statements of the company have been authorized for issue by the Board of Directors on 26th February 2020 of its 19th meeting

3.17 General

i. Figures relating to previous year/period included in this report have been rearranged, wherever considered necessary.

ii. The figures appearing in these financial statements are expressed in Taka currency and rounded off to the nearest Taka unless otherwise stated.

	At Dec 31, 2019 Taka	At Dec 31, 2018 Taka
4.00 Property, Plant and Equipment		
At Cost		
Opening Balance	12,016,468	11,873,852
Add: Addition During the Year(Net)	2,008,456	142,616
	14,024,924	12,016,468
Less: Accumulated Depreciation	6,946,159	4,913,054
Written Down Value	**7,078,765**	**7,103,414**
A Schedule of Property, Plant and Equipment is given in Annexure-1 for accounting & Tax Purpose		
5.00 Investment in Share & Stock		
Quoted Share (Publicly Traded listed with DSE)	70,376,314	74,446,214
Cost of Acquisition of DSE TREC & Share	247,120,683	247,120,683
Initial Public Offer	-	3,630,710
Unquoted Shares (Demat Share & approved by SEC)	10,000,000	10,000,000
	327,496,997	**335,197,607**
A Schedule of Investments in Shares is given in Annexure -2		
6.00 Loan and Advances		
Margin Loan	138,414,177	70,653,291
	138,414,177	**70,653,291**
This represent amount of loan to the customer against shares purchased under prescribed guideline of BSEC		
7.00 Advances, deposits, prepayments, Receivables		
Security Deposit (Note: 7.01)	200,000	200,000
Advance Income Tax (Note: 7.02)	23,633,481	18,427,121
Advance Others (Note: 7.03)	2,613,107	118,402
Accounts Receivable (Note: 7.04)	14,229,262	2,899,456
	40,675,850	**21,644,978**

		At Dec 31, 2019 Taka	At Dec 31, 2018 Taka
7.01	**Security deposits**		
	Security Deposit with Central Depository Bangladesh Ltd. (CDBL)	200,000	200,000
		200,000	**200,000**
7.02	**Advance Income Tax**		
	On Turnover	13,922,269	10,123,290
	On Bank Interest	1,464,765	1,351,943
	On Dividend Income	6,306,006	5,026,447
	Advance Tax- Others	46,500	31,500
	Advance Tax- Strategic Investment*	1,893,941	1,893,941.00
		23,633,481	**18,427,121**
	Gain Tax on Sale of Share (25% i.e. 1,803,777X21 less cost) no. Share sale to Shenzhen Stocks & Shanghai Stock Exchange @Tk.21.00 Through DSE in 2018 which to be utilized after expiry of 3 (Three) Years as S.R.O No 319 - Ayin/Aykor/2018 Dated Nov-11-2018		
7.03	**Advance Others**		
	Advance Office Rent	1,796,100	90,000
	Others	817,007	28,402
		2,613,107	**118,402**
7.04	**Accounts Receivable**		
	Dhaka Stock Exchange Ltd. (Settlement A/c)	14,229,262	2,899,456
		14,229,262	**2,899,456**
8.00	**Cash and Cash Equivalents**		
	Cash in Hand (*)	44,807,964	30,069
	Cash at Bank (Note: 08.01)	105,079,356	82,939,059
		149,887,320	**82,969,128**

* Cash in hand means cash kept as pettty for maintaining daily regular expenses which adjust periodically and included unclear cheque from client.

8.01	**Cash at Bank**		
	NRB Commercial Bank Limited, Principal Branch (a)	**61,753,597**	**38,195,791**
	NRB Commercial Bank Limited Cus A/C 0101-360-099	60,074,997	36,457,068
	NRB Commercial Bank Limited IPO A/C 0101-360-098	326,525	880,715
	NRB Commercial Bank Limited Operation A/C 0101-364-002	1,352,075	858,008
	Al-Arafa Islami Bank Limited, Motijheel Branch (b)	**43,325,759**	**44,743,268**
	Al-Arafah Islami Bank Limited Cus A/C 0021220006396	7,212,050	6,725,555
	Al-Arafah Islami Bank Limited Dealer A/C 0021220006385	128,392	2,032,397
	Al-Arafah Islami Bank Limited Strategic A/C 0021220007836	35,985,316	35,985,316
	Total (a+b)	**105,079,356**	**82,939,059**

According to Demutualization Act 2013, DSE was agreed to sale 25% share to Strategic partner to Shenzhen Stock Exchange & Shanghai Stock Exchange. At the same National Board of Revenue(NBR) issued এস.আর.ও নং ৩১৯-আইন/আয়কর/২০১৮- Income Tax Ordinance 1984 dated October 30, 2018 stated that all proceed of selling to Strategic partner will be operated in BO Account 1205950066923412. Therefore, company could not recognized as capital gain due to all amount being block to the aforesaid BO Account 1205950066923412 untill completetion of three year.

9.00 Share Capital

Authorized Capital		
100,000,000 Ordinary Shares of Taka 10.00 each	**1,000,000,000**	**1,000,000,000**
Issued, Subscribed and Paid-up Capital		
40,000,000 Ordinary Shares of Taka 10.00 each fully paid	**400,000,000**	**400,000,000**

Name of Shareholders	No. of shares
NRB Commercial Bank Limited	36,000,000
Dr. Toufique Rahman Chowdhury	200,000
Mr. Md. Shahidul Ahsan	200,000
Mr. Mohammed Mahtabur Rahman	200,000
Ms. Anika Rahman	200,000
Mr. Marzanur Rahman	200,000
Mr. A M Saidur Rahman	200,000
Mr. A.K.M Mostafizur Rahman	228,570
Mr. Abu Bakr Chowdhury	200,000
Mr. Mohammad Shahid Islam	228,580
Mr. Loquit Ullah	200,000
Mr. Tamal S.M Parvez	228,570
Mr. Rafikul Islam Mia Arzoo	228,570
Mr. Md. Mohiuddin	228,570
Ms. Shamimatun Nasim	200,000
Mr. Mohammed Adnan Imam	228,570
Mr.Mohammed Oliur Rahman	28,570
Mr. Dr. Rafiqul Islam Khan	200,000
Mr. Mohammad Zakaria Khan	200,000
Mr. Aziz U Ahmad	200,000
Mr. Mohammed Manzurul Islam	200,000
	40,000,000

		At Dec 31, 2019 Taka	At Dec 31, 2018 Taka
10.00	**Retained Earnings**		
	Opening Balance	6,704,090	23,395,490
	Add: Total Comprehensive Income/(Loss) during the year	5,305,842	3,308,600
		12,009,932	**26,704,090**
	Less: Dividend Paid During the Year	-	20,000,000
		12,009,932	**6,704,090**
11.00	**Other Liabilities**		
	Payable to Stock Exchanges **(Note: 11.01)**	104,142	3,913,233
	Payable to Clients **(Note: 11.02)**	121,113,684	41,162,630
	Current Income Tax Payable **(Note: 11.03)**	15,603,141	11,517,433
	Deferred Tax Liability **(Note: 11.04)**	122,807	354,495
	Statutory Audit Fee payable	57,500	46,000
	TDS at Source	71,545	3,808,500
	VDS at Source	119,067	12,750
	Incentive and Performance Bonus	465,350	362,390
	Provision for Diminution of Shares/Investment **(Note: 11.05)**	19,884,550	13,130,650
	Payable with Merchant Bank	30,820	-
	Other payable	1,072	-
		157,573,677	**74,308,081**
11.01	**Payable to Stock Exchanges**		
	Dhaka Stock Exchange Ltd.	104,142	3,913,233
		104,142	3,913,233
11.02	**Payable to Clients**	**121,113,684**	**41,162,630**
	This represents amount payable to customers against sale of shares and/or receipts for purchasing of shares.		
11.03	**Current Income Tax Payable**		
	Opening Balance	11,517,433	7,116,522
	Add: Addition During the Year	4,085,708	4,400,911
		15,603,141	**11,517,433**
	Less: Adjustment during the period	-	-
		15,603,141	**11,517,433**
11.04	**Deferred Tax Liability**		
	Opening Balance	354,495	552,538
	Add: Addition During the Year	-	-
		354,495	**552,538**
	Less: Adjustment During the Year	231,688	198,043
		122,807	**354,495**
11.05	**Provision for Diminution of Shares/Investment**		
	Opening Balance	13,130,650	5,741,327
	Add: Addition During the Year	6,753,900	7,389,323
		19,884,550	**13,130,650**
	Less: Adjustment During the Year	-	-
		19,884,550	**13,130,650**
12.00	**Overdraft Facility From NRBC Bank Ltd**	**93,872,646**	**36,556,246**
	NRBC Bank Securities Ltd. Availed Overdraft facility from our Parent Company NRBC Bank limited having Limit of Tk.30,00,00,000 @11.50% Per annum		

		2019 Taka	2018 Taka
13.00	**Interest Income**		
	Interest on Bank Deposit	1,128,223	2,108,262
	Interest Income from Margin Loan and investment	13,173,726	8,092,464
		14,301,949	**10,200,726**
14.00	**Interest Expense**	**1,144,755**	**251,326**
	NRBC Bank Securities Ltd. availed Overdraft facility from our Parent Company NRBC Bank and interest on outstanding balance		
15.00	**Brokerage Commission**		
	Brokerage Commission	20,934,838	24,124,787
	Less: Direct Charges (Note 16.01)	1,886,921	2,191,269
		19,047,916	**21,933,518**
15.01	**Direct Charges for getting Brokerage Commission**		
	Laga Charge	1,886,921	2,191,269
		1,886,921	**2,191,269**
16.00	**Investment Income (Listed Company)**		
	Dividend Income	6,503,683	10,285,862
	Gain on Sale of Shares and Debentures(Net)	2,709,157	(918,964)
		9,212,840	**9,366,899**
17.00	**Other Operating Income**		
	Transaction / Transmission Fee	65,118	70,048
	Account Opening/Closing Fee	213,936	196,835
	BO Account Fees/Other	494,145	380,277
	IPO Commission/fee	14,005	17,460
		787,204	**664,619**
18.00	**Salary and Allowance**		
	Basic Salary	5,366,707	5,284,838
	Allowances	7,910,174	8,137,256
	Incentive/Performance Bonus	456,400	362,390
	Salaries & Allowances -Security & Cleaning Satff	874,144	635,280
	Over Time to casual staff	2,600	-
	Festival Bonus	1,005,080	1,542,640
	Ex-Gratia-Security & Cleaning Satff	79,098	4,700
	Reward & Recognition (Staff Benefit)	10,000	10,000
	Payment to Recognized Gratuity Fund	-	374,943
	Company Contribution to Recognized Provident Fund	539,896	421,066
		16,244,099	**16,773,112**
19.00	**Rent, Taxes, Insurance, Electricity, etc.**		
	Office Rent	1,577,685	3,899,400
	Rate & Taxes (Note : 19.01)	26,889	48,769
	DES/BSEC/RJSC Fees & Charge (Note : 19.02)	384,607	175,180
	CDBL Charges (Note : 19.03)	853,471	774,870
	Insurance Premium Expenses [incl. VAT]	9,800	29,882
	Power and Electricity Expense [incl. VAT]	610,890	310,275
	WASA, Gas and Sewerage Expense [incl. VAT]	71,697	28,292
	Common Utility Bill (Electricity, Gas, Wasa, Security Guard Salary, etc.)	207,600	
		3,742,639	**5,266,668**
19.01	**Rate & Taxes**		
	Patent /Trade License/Holding Tax/Sign Board Tax	26,889	48,769
19.02	**DSE/BSEC/RJSC Fees & Charge**		
	RJSC Fees	-	-
	DSE/Broker Association Membership Fee	187,928	23,980
	TREC Renewal Fees	135,500	52,500
	Authorized Representative Fee	37,700	92,700
	Investor Protection Fund Fees	3,479	2,500
	TWS establishment Fees	20,000	3,500
		384,607	**175,180**

		2019 Taka	2018 Taka
19.03	**CDBL Charges**		
	CDBL Charges - Share Trading	853,471	774,870
		853,471	**774,870**
20.00	**Legal/Professional/Preliminary Expenses**		
	Notary Public and Other Charge	-	1,050
	Legal & Consultancy Fees	-	72,260
		-	**73,310**
21.00	**Stamp, Postage & Telecommunication etc.**		
	Postage & Courier Charges	14,283	23,359
	Telephone Charges	223,158	254,406
	Fax, Networking/Bandwidth Charge	868,311	632,597
		1,105,752	**910,362**
22.00	**Stationery, Printing, Advertisement, etc.**		
	Stationery Expenses	304,894	219,556
	Printing Expenses	438,321	151,011
	Publicity, Advertisement, etc	11,500	10,000
	Binding, Photography and Photocopy	2,090	-
	Computer Accessories (Toner/Rebon/Ink/etc.)	45,073	58,081
		801,878	**438,648**
23.00	**Board of Directors' Meeting Expenses**		
	BOARD Meeting Expenses	59,820	112,100
		59,820	**112,100**
24.00	**Bank/Financial Expenses**		
	Excise Duty	88,500	39,500
	Bank Charge & Commission	27,188	28,597
		115,688	**68,097**
25.00	**Depreciation and Repair of the Property, Plant & Equipment**		
	A. Depreciation of the Freehlod Properties		
	Furniture & Fixtures	215,419	151,777
	Office Equipment	206,869	139,072
	Computer Accessories	1,004,209	951,475
	Bangladesh Made Software	360,000	360,000
	Motor Vehicles	434,000	744,000
		2,220,496	**2,346,325**
	B. Repair, Renovation & Maintenance of the Company's Assets:		
	Parts (Replacement) of Office Premises items	117,528	
	Parts (Replacement) of Furniture's and Fixtures	-	13,200
	Servicing and Spare parts replacement of Vehicle	118,517	31,547
	Annual Software Maintenance and IT enable Cost		117,550
	Parts (Replacement) of Office Appliance & Equipment	96,389	37,788
	Parts (Replacement) of Computer and Computer Equipment	3,381	7,918
		335,815	**208,003**
	Total [a+b]	**2,556,311**	**2,554,328**
26.00	**Other Expenses**		
	Office Maintenance (Renovation of office premises)	109,940	46,537
	Local Conveyance	46,210	57,205
	Travelling Expenses	-	36,062
	AGM Expenses	141,810	85,464
	Annual Software Maintenance and IT enable Cost	587,008	-
	Uniform & Lerveries-SCS Staff	42,602	32,428
	IPO Application Fee to DSE	15,000	48,000
	Entertainment	378,487	450,101
	Program Expenses	102,592	-
	Training fee	58,000	-
	Newspaper and Periodical	29,203	15,222
		1,510,852	**771,019**

		2019 Taka	2018 Taka
27.00	**Provision for dinimunation of Share/Securities**		
	Provision for unrealized loss of share/securities	6,753,900	7,389,323
		6,753,900	**7,389,323**
	Provisions for diminution in value of investments have been maintained in accordance with BAS-37 and BSEC Circular # SEC/CMRRCD/2009-193/166 Dated December 08, 2015.		
28.00	**Current Tax Expense**		
	Operating Profit	16,010,615	14,900,791
	Taxable Income/(Loss) for standard tax rate applicable	7,459,740	5,005,694
	Taxable Income other than standard tax rate	9,212,840	9,366,899
	Total Taxable Income per Income tax Act, 1984	16,672,580	15,466,627
	Current Tax Expenses for Standard Tax rate @35% and other applicable rate	4,182,561	4,400,911
29.00	**Deferred Tax Expense**		

	Carrying Amt	Tax Base		
Fixed Assets	**7,078,765**	**6,727,887**	350,879	1,012,844
Net Taxable Temporary Difference [i.e. Tax will be paid in future Period]			350,879	1,012,844
Corporate Tax @ 35% I.e. Deffered Tax Liability as of 31.12.2019			122,807	354,495
Less : Deffered tax Liabilities in 2018			354,495	552,538
Deffered Tax expense for the year end on 31.12.2019			**(231,688)**	**(198,043)**

30.00	**Earnings Per Share (EPS)**		
	Profit after Taxation	5,305,842	3,308,600
	Number of Ordinary Shares Outstanding	40,000,000	40,000,000
		0.13	**0.08**
	Earnings per shares (EPS) have been computed by dividing the basic earnings by the number of ordinary shares outstanding as on December 31, 2019 in accordance with BAS-33.		

31.00 Event after the reporting period

The Board of Director in its 19th meeting held on February 26,2020 approved the audited financial Statement

32.00 Nature and type of related party transaction of the company

A. NRBC Bank Limited : Parents Subsidiary Relationship

Nature of Transaction	Types	Note	2019	2018
Advance Income Tax- AIT on Interest	Assets - Inter Company	7	1,284,278	1,202,802
Bank Deposit:	Assets - Inter company	8	61,753,597	38,195,791
NRB Commercial Bank Limited A/C 0101-360-099			60,074,997	36,457,068
NRB Commercial Bank Limited A/C 0101-360-098			326,525	880,715
NRB Commercial Bank Limited A/C 0101-364-002			1,352,075	858,008
Payable to NRBC Bank Ltd : Client Deposit	Liability-Inter Company	11	36,147,128	606,774
Rent Payable to the Parents*	Liability-Inter Company	12	-	-
(*Settled during the period)				
Overdraft Facility From NRBC Bank Ltd	Liability-Inter Company	13	93,872,646	36,556,246
Interest on Bank Deposit	Income-Inter company	13	814,767	245,601
Interest on OD Facility	Expense-Inter company	14	1,144,755	251,326
Brokerage Commission	Income-Inter company	15	1,601,369	2,428,801
Rent, Tax and Insurance :				
Office Rent	Expense-Inter Company	20	-	3,297,000
Bank/Financial Expense	Expense-Inter Company	25	3,450	3,450

B. Other Related Parties with Directors :

i. No other transaction been occurred with stake holding of Directors of NRBC Bank Securities Limited ii. Above transactions has been occurred under normal course of business

Annexure - 1

NRBC Bank Securities Limited

Details of Property, Plant & Equipment for Accounting Purpose

As at December 31, 2019

Sl NO.	Properties & Assets	Assets					Depreciation				Book Value
		Opening Balance	Addition during the year	Disposal during the year	Closing Balance	Rate of Depreciation	Opening Balance	Addition during the year	Disposal during the year	Closing Balance	
1	Furniture and fixtures	1,517,772	1,107,400	401,000	2,224,172	10.00%	265,703	215,418.87	96,299	384,823	1,839,349
2	Office Equipment	1,423,716	1,332,466	397,355	2,358,827	10.00%	262,056	206,868.64	91,092	377,833	1,980,994
3	Computer and Accessories	4,794,980	366,945	-	5,161,925	20.00%	1,589,294	1,004,208.75		2,593,503	2,568,422
4	Bangladesh Made Computer Software	1,800,000	-	-	1,800,000	20.00%	750,000	360,000.00		1,110,000	690,000
5	Motor Vehicles	2,480,000	-	-	2,480,000	30.00%	2,046,000	434,000.00		2,480,000	-
6	Professionals and Reference Books	-	-	-	-	10.00%	-	-		-	-
	Total	**12,016,468**	**2,806,811**	**798,355**	**14,024,924**		**4,913,054**	**2,220,496**	**187,391**	**6,946,159**	**7,078,765**

Details of Property, Plant & Equipment for Tax Purpose

As at December 31, 2019

Sl NO.	Properties & Assets	Assets					Depreciation				Book Value
		Opening Balance	Addition during the year	Disposal during the year	Closing Balance	Rate of Depreciation	Opening Balance	Addition during the year	Disposal during the year	Closing Balance	
1	Furniture and fixtures	1,517,772	1,107,400	401,000	2,224,172	10.00%	328,547	189,563	91,092	427,018	1,797,155
2	Office Equipment	1,423,716	1,332,466	397,355	2,358,827	10.00%	308,448	205,038	96,299	417,187	1,941,640
3	Computer and Accessories	4,794,980	366,945	-	5,161,925	30.00%	2,503,662	797,479		3,301,141	1,860,784
4	Bangladesh Made Computer Software	1,800,000	-	-	1,800,000	50.00%	1,575,000	112,500		1,687,500	112,500
5	Motor Vehicles	2,480,000	-	-	2,480,000	20.00%	1,210,240	253,952		1,464,192	1,015,808
6	Professionals and Reference Books	-	-	-	-	10.00%	-	-		-	-
	Total	**12,016,468**	**2,806,811**	**798,355**	**14,024,924**		**5,925,897**	**1,558,531**	**187,391**	**7,297,037**	**6,727,887**

NRBC Bank Securities Limited

Investments in Shares

As at December 31, 2019

Annexure - 2

A. Portfolio Invest Shares listed with DSE (quoted):

Particulars	Number of Shares	Market price per share	Market price	Cost per share	Total Cost
BBS*	198091	16	3,169,456.00	33.75	6,685,278.50
BPML*	4085	46	187,910.00	80.00	326,800.00
ESQUIRENIT*	20860	28.3	590,338.00	45.00	938,700.00
LANKABAFIN*	422500	18	7,605,000.00	29.50	12,462,075.15
LHBL*	144334	33.6	4,849,622.40	36.89	5,325,194.32
MERCANBANK*	1013281	13.2	13,375,309.20	16.82	17,043,755.54
NEWLINE*	4282	14.8	63,373.60	9.35	40,023.22
NHFIL*	152995	31.9	4,880,540.50	41.80	6,395,824.88
RAKCERAMIC*	57000	28.7	1,635,900.00	41.21	2,348,853.87
RINGSHINE*	115609	10.3	1,190,772.70	9.83	1,136,422.31
RUNNERAUTO*	7566	59.5	450,177.00	71.43	540,450.00
SILCOPHL*	4377	30.3	132,623.10	9.09	39,792.89
TITASGAS*	4292	30.9	132,622.80	34.13	146,506.49
ADNTEL	18929	30	567,870.00	30.00	567,870.00
APEXTANRY	57025	116.8	6,660,520.00	135.82	7,745,118.04
CAPMIBBLMF	62000	7.9	489,800.00	9.41	583,339.09
COPPERTECH	4978	23.5	116,983.00	9.52	47,410.00
SAPORTL	210224	16.7	3,510,740.80	27.86	5,857,837.60
SEAPEARL	3916	41.3	161,730.80	16.72	65,474.77
UNIONCAP	114361	6.3	720,474.30	18.18	2,079,587.39
Total			**50,491,764.20**		**70,376,314.06**

** Market value of ADNTEL was not available as of 31.12.2019, subsequently Share started its trading on 06.01.2020 with average price of Tk. 40.00, but company considered market value is Tk. 30 on its financial statement.

B. Invest in Shares (unquoted):

Particulars	No. of Share	Cost per Share	At Cost
UFS-Pragati Life Unit Fund	1000000	10	10,000,000
Total	**1000000**		**10,000,000**

C. Initial Public Offer:

D. Cost of Acquisition of DSE TREC & Share : **247,120,683.00**

This represents our original investment cost for DSE memberships in exchange of which shares at a face value of Tk. 10 each have been allotted in favor of the Company through vendor agreement on October 12, 2015 and subsequently it endorsed by Dhaka Stock Exchange in its 812th meeting held on November 12, 2015. As per the provision of the Exchange Demutualization Act-2013 and in accordance with the Bangladesh Security Exchange Commission (BSEC) approved Demutualization Scheme, Dhaka Stock Exchange Ltd. (DSE) allotted total 72,15,106 ordinary Shares at face value of Tk.10.00 each and, out of which. the 60% shares (shares 43,29,064) were kept in blocked accounts as per the provisions of the Exchange Demutualization Act, 2013, and as such the value of these shares have been classified as investment (Blocked Share) and considered under non-current assets in the books of accounts.

At the same time, Out of the above DSE has transferred 2,886,042 shares directly credited to the Beneficiary Owner's account of the Company which is 40% of the total holding of the shares and also shown as investment. Meanwhile, as per the section 12 of the Exchange Demutualization Act-2013 scheme, The DSE sold 25% company shares to the strategic partners to Shenzhen Stock Exchange & Shanghai Stock Exchange.

Moreover remaining 75% shares have not been shown in the monthly report on Net Capital Balance as prescribed in rule 3(4) of the Securities and Exchange Rules 1987 to the stock exchange.

As there is no active market for shares DSE , we have shown the value at original cost of our investment in accordance with paragraph B 5.2.3 of IFRS 9, " cost can be considered as an estimate of fair value if insufficient more recent information is available to measure fair value".

Registered Office: 114 Motijheel C/A, Dhaka

Proxy Form

I/We .....
of..... being a Member of NRBC Bank Securities Limited do hereby appoint Mr./Ms.....of .....
Failing him/her.....
Of.....
as Proxy/Attorney in my absence to attend and vote for me/us, and on my/our behalf, at the 4th Annual General Meeting of the Company to be held by digital platform Monday 29th June, 2020, at 2:00 P.M. at virtual presence.

Signed this .....day of 2020
Signature of Proxy.....

Revenue Stamp Tk.20.00

.....
Signature of Shareholder

Folio No.:	

No. of Shares.....

N.B.

This Proxy Form, duly completed, must be deposited at least 48 (forty eight) hours before the meeting at the company's Registered Office. Proxy is invalid if not signed and stamped as explained above.

.....

Attendance Slip

I hereby record my attendance at the 4th Annual General Meeting of the Company to be held digital platform on Monday June 29, 2020, at 2:00 P.M. at virtual presence.

Name of Member/Proxy .....

Folio No.:	

Signature .....

Date .....