

Mercantile Bank Limited

Profit & Loss Account

For the year ended 31 December 2017

	Notes	Amount in BDT	
		2017	2016
Interest income	19	16,280,497,809	13,794,722,502
Less: Interest paid on deposits, borrowings etc.	21	12,897,323,225	10,750,300,888
Net interest income		3,383,174,584	3,044,421,614
Investment income	20	3,451,100,187	3,049,196,792
Commission, exchange and brokerage	22	2,604,840,269	1,871,881,144
Other operating income	23	2,415,186,666	2,129,802,611
Total operating income		8,471,127,122	7,050,880,546
		11,854,301,706	10,095,302,161
Salaries and allowances	24	2,487,918,808	2,469,283,725
Chief Executive's salary and fees	25	16,138,710	11,380,645
Directors' fees	26	4,381,689	4,866,800
Rent, taxes, insurances, electricity etc.	27	676,353,053	626,185,633
Legal expenses	28	15,568,813	8,543,103
Postage, stamps, telecommunication etc.		61,492,424	63,211,761
Stationery, Printings, Advertisements etc.	29	190,625,308	179,044,671
Auditors' fees		1,545,680	920,000
Charges on loan losses		-	-
Depreciation and repair of Bank's assets	30	379,957,135	377,534,484
Other expenses	31	1,449,756,644	1,917,895,473
Total operating expenses		5,283,738,264	5,658,866,295
Profit/(Loss) before provision		6,570,563,442	4,436,435,866
Provision for loans and advances including off Balance Sheet items	12.5	2,252,846,431	949,077,542
Provision for diminution in value of investments in shares		-	-
Other provision		-	-
Total provision		2,252,846,431	949,077,542
Total profit/(Loss) before taxes		4,317,717,011	3,487,358,324
Provision for Current Tax	12.4.1	1,354,457,982	1,264,861,038
Provision for Deferred Tax	12.4.2	(54,457,982)	(4,861,038)
Net profit after taxation		1,300,000,000	1,260,000,000
Profit available for appropriation		3,017,717,011	2,227,358,324
Appropriations			
Statutory reserve	14	863,543,401	697,471,664
General reserve	14.1	500,000,000	-
		1,363,543,401	697,471,664
Retained surplus	16	1,654,173,610	1,529,886,660
Earnings per share (EPS restated for '16)	32	3.89	2.87

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



Managing Director and CEO



Director



Director



Chairman

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



Syful Shamsul Alam & Co.
Chartered Accountants

Dated: Dhaka
24 March, 2018



Dr. Jamshed S.A. Choudhury
Chartered Accountants