

MERCANTILE BANK LIMITED
Profit And Loss Account
For The Year Ended December 31, 2012

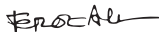
	Notes	Amount in Taka	
		2012	2011
Interest Income	19	12,545,337,913	9,732,681,382
Less: Interest Paid on Deposits, Borrowings, etc.	21	10,556,793,170	8,022,131,491
Net Interest Income		1,988,544,743	1,710,549,891
Investment Income	20	1,668,827,242	1,671,292,448
Commission, Exchange and Brokerage	22	1,370,181,097	1,439,016,961
Other Operating Income	23	1,083,205,597	1,281,385,842
		4,122,213,936	4,391,695,251
Total Operating Income		6,110,758,679	6,102,245,142
Salaries and Allowances	24	1,363,756,665	1,292,014,793
Chief Executive's Salary and Fees	25	5,400,000	6,300,000
Directors' Fees	26	2,860,750	3,051,400
Rent, Taxes, Insurances, Electricity, etc.	27	340,111,307	281,873,775
Legal Expenses	28	13,300,835	10,249,884
Postage, Stamps, Telecommunication, etc.		51,894,958	61,816,538
Stationery, Printings, Advertisements, etc.	29	158,854,337	124,064,567
Auditors' Fees		575,000	707,059
Depreciation and Repair of Fixed Assets	30	188,302,003	162,320,527
Other Expenses	31	634,920,627	658,174,251
Total Operating Expenses		2,759,976,482	2,600,572,794
Profit before Provision		3,350,782,197	3,501,672,348
Provision against Classified Loans	12.5.1	818,000,000	315,200,000
Provision against Un Classified Loans	12.5.1	77,000,000	143,000,000
Other Provision	12.3	74,331,154	39,300,000
Total Provision		969,331,154	497,500,000
Total Profit before Taxes		2,381,451,043	3,004,172,348
Provision for Taxation	12.4	1,000,000,000	1,250,000,000
Provision for Deferred Tax		-	20,000,000
		1,000,000,000	1,270,000,000
Net Profit after Taxation		1,381,451,043	1,734,172,348
Retained Surplus brought forward from previous year		35,591,792	44,470,703
		1,417,042,835	1,778,643,051
Appropriations			
Statutory Reserve		476,290,208	600,834,470
General Reserve		-	-
Retained Surplus		940,752,627	1,177,808,581
		1,417,042,835	1,778,643,051
Earning Per Share* (EPS)	32	2.26	2.84

*Earnings Per Share (EPS) have been calculated using weighted average number of shares outstanding at the reporting date and previous period figures have been restated accordingly as per BAS-33.

These Financial Statements should be read in conjunction with the annexed notes (1 to 41)


M. Ehsanul Haque
Managing Director and CEO



M. S. Ahsan
Director


A. S. M. Feroz Alam
Vice Chairman


Alhaj Akram Hussain (Humayun)
Chairman

Auditors' Report to the Shareholders' to see annexed report on even date


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Place: Dhaka
Date: 13 March, 2013


K. M. Hasan & Co.
Chartered Accountants
Place: Dhaka
Date: 13 March, 2013