midlandbank
bank for inclusive growth

MIDLAND BANK PLC.
ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক এজেন্ট ব্যাংকিং

Independent Auditor's Report To the Shareholders of Midland Bank PLC. Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of Midland Bank PLC. and its subsidiaries (the Group) as well as the separate financial statements of Midland Bank PLC. (the Bank), which comprise the consolidated and separate balance sheets as at 31 December 2025, and consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flows for the year then ended, and notes to the consolidated and separate financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated and separate financial statements give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2025, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Rules and Regulation issued by Bangladesh Bank and IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) as explained in note # 2.00.

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 Bank in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), as applicable to audits of the financial statements of public interest entities, together with the ethical requirements that are relevant to audits of the financial statements of public interest entities in Bangladesh. We have also fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.

Key audit matter	How our audit addressed the key audit matter
Measurement of provision for loans and advances	
The process for estimating provision for the loans and advances portfolio associated with credit risk is significant and complex, involving considerable management judgment. For individually assessed large exposures, the provision calculation considers estimates of future business performance and the current market value of collateral provided against credit transactions. With reference to Note # 13.01 of the financial statements, the Bank calculates provision for loans and advances/investments by considering various factors, including the applicable provisioning rate, expiry date, outstanding balance, interest suspense amount, first repayment due, last repayment due, installment and the value of eligible collateral. These are determined in accordance with regulatory guidance outlined as per BRPD circular no 15, dated 27 November 2024; BRPD circular no 05, dated 25June 2025;BRPD circular no 22, dated 13October 2025; BRPD circular no 29, dated 21December 2025; BRPD circular no 16, 18July, 2022;BRPD Circular No. 33, dated 03 August, 2022; BRPD circular no 07, dated 16September, 2025; BRPD circular no 26, dated 24 November, 2025 and other client wise policy support letters issued by Bangladesh Bank. At the year-end of 2025, the Group reported total gross loans and advances of BDT 71,068 million (2024: BDT 63,277million), while the Bank reported BDT 71,068million (2024: BDT 63,277million). As of the same date, total provisions for loans and advances amounted to BDT 2,973 million for the Group (2024: BDT 2,509 million) and BDT 2,973million for the Bank (2024: BDT 2,509 million).	We tested the design and operating effectiveness of key controls focusing on the following: • Credit appraisal, loan disbursement procedures, monitoring and provisioning process; • Completeness of appropriate documentation before disbursement of loans as well as recording of loan balance; • Alternate procedures applied by management to assess new loan/renewal of existing loans where latest audited financial statements of the borrower are not available; • Identification of loss events, including early warning and default warning indicators; • Review of quarterly Classification of Loans (CL); Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following: • Reviewed the classification of loans as per BRPD circular no 15, dated 27 November 2024 and its amendments; • Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines; • Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; • Reviewed rescheduled and restructured loans in accordance with BRPD circular no 16, 18July, 2022; BRPD Circular No. 33, dated 03 August, 2022;BRPD circular no 07, dated 16September, 2025; BRPD circular no 26, dated 24 November, 2025 and other client wise policy support letters issued by Bangladesh Bank. • Reviewed the appropriateness of interest recognition in the Interest Income and Interest Suspense accounts in accordance with BRPD circular no 15, dated 27 November 2024 and its amendments; • Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. We verified that the Bank has fully adjusted the provision requirements as finalized in the Tri-Party meeting held with Bangladesh Bank. The Bank has calculated required provision as per Bangladesh Bank letterBSD-5/103/2026/388 dated 23April 2026 considering total classified loans and advances of Tk 218.97 crore (3.08%).
See note # 7.a and 13.01 to the financial statements	

Key audit matter	How our audit addressed the key audit matter
Interest income recognition	
Recognition and measurement of interest income involve complex IT environment as well as require critical estimates and judgment. Since interest income from loans and advances is one of the key performance indicators of the Bank there is an inherent risk of fraud and error in recognition of interest income. Accordingly, this has been considered as key audit matter.	We tested the design and operating effectiveness of key controls including automated control over recognition and measurement of interest on loans and advances. For selected customers and loan files on sample basis we have also performed substantive test of details including recalculation and cut-off testing to check accuracy of interest income. Finally, we also conducted substantive analytical procedures to assess reasonableness of interest recognized during the year with reference to the product wise outstanding loan balances.
See note # 21.a to the financial statements	

Key audit matter	How our audit addressed the key audit matter
Valuation of treasury bills and treasury bonds	
The classification and measurement of T-Bill and T-Bond require judgments and complex estimates. In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment. HTM securities which have not matured as at the balance sheet date are amortized at the year end and changes in amortization are recognized in other reserves as a part of equity. However, new circular has been issued DOS circular letter no. 27 dated 04 December 2023, where amortization on HTM securities can be taken into profit and loss account before maturity. Similarly, impairment assessment of financial instruments measured at amortized cost also required mainly unobservable market data and assumptions. Accordingly, this is considered as a key audit matter.	We assessed the processes and controls put in place by the Bank to identify and confirm the existence of treasury bills and bonds. We obtained an understanding, evaluated the design, and tested the operating effectiveness of the key controls over the treasury bills and bonds valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments. Furthermore, we have checked Bank's treatment of new circular related to MTM of HTM as per DOS Circular Letter No. 27 dated 4 December 2023. We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data. Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note # 6.a to the financial statements	

Key audit matter	How our audit addressed the key audit matter
Impairment assessment of unquoted investments	
In the absence of a quoted price in an active market, the fair value of unquoted shares and bonds, especially any impairment, is calculated using valuation techniques which may take into consideration direct or indirect unobservable market data and hence require an elevated level of judgment.	We have assessed the processes and controls put in place by the Bank to ensure all major investment decisions are undertaken through a proper due diligence process. We tested a sample of investment valuations as at 31 December 2025 and compared our results to the recorded value. Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. As per the business model, management has considered quoted and unquoted shares together as part of its investment portfolio for calculation of required provision.
See note # 6.02 and Annex B to the financial statements	

Key audit matter	How our audit addressed the key audit matter
Measurement of Deferred Tax	
As at 31 December 2025 the Group and the Bank reported net deferred tax assets of BDT 931 million (December 2024: BDT 759 million) and BDT 931 million (December 2024: BDT 759 million) respectively. Our audit focused on the recoverability of the Deferred Tax Asset, specifically assessing the temporary differences arising from loan loss provisions and their future tax deductibility.	We obtained an understanding, evaluated the design, and tested the operational effectiveness of the Bank's key controls over the recognition and measurement of deferred tax assets and the assumptions used in estimating the Group and the Bank's future taxable income. We evaluated the tax treatment and admissibility of the temporary differences by reviewing prevailing tax regulations and the status of recent tax assessments. Finally, we have assessed the appropriateness and presentation of disclosures against IAS 12: Income Tax.
See note # 9.06 to the financial statements	

Key audit matter	How our audit addressed the key audit matter
IT systems and controls	
Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls. Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT-dependent and application-based controls are operating effectively.	We tested the design and operating effectiveness of the Group and the Bank's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, change management, and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Group and the Bank's periodic review of access rights and reviewed requests for changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit. We performed the Tests of IT General Controls (ITGCs) to evaluate the Application Development and Database, Hosting Platforms and segregation of incompatible duties relevant to application and database change management.

Key audit matter	How our audit addressed the key audit matter
Legal and regulatory matters	
We focused on this area because the Bank operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict. These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities. The Bank has taken initiative to save cost from the budgeted cost as per BRPD circular no 28, dated 26 July 2022 and BRPD circular no 30, dated 27 July 2022. Overall, the legal provision represents the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Bank's financial position.	We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank's key controls over the legal provision and contingencies process. We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters. We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports. We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information. We also assessed the Group and the Bank's provisions and contingent liabilities disclosure. We have obtained all the relevant documents and verified as per audit procedure.

Other information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the consolidated and separate financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

Management is responsible for the preparation of consolidated and separate financial statements that give a true and fair view in accordance with Rules and Regulation issued by Bangladesh Bank and IFRS Accounting Standards as issued by the IASB as explained in note # 2 and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Group and the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Bank'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 Group and the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Bank's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 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 consolidated and separate 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 consolidated and separate 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 misstatement 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, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- 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 Group's and Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to drawattention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures areinadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor'sreport. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements.We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act1994, the Bank Company Act1991 and the rules and regulations issued by Bangladesh Bank, we also report that:

(i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
(ii) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
(iii) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
(iv) the balance sheet and profit and loss account of the Bank dealt with by the report are in agreement with the books of account and returns;
(v) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
(vi) adequate provisions have been made for advance and other assets (by also considering note # 4.01) which are in our opinion, doubtful of recovery;
(vii) based on our checking of sample, no advance or loan in excess of the amount determined by Bangladesh Bank from time to time has been sanctioned or allowed;
(viii) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section in forming the above opinion on the consolidated financial statements and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls:
  (a) internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
  (*b*) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities;
(ix) the financial statements for the year ended 31 December 2025 of one subsidiary, namely Midland Asset Management Company Ltd., were audited by Arun& Co., Chartered Accountants, and have been properly reflected in the consolidated financial statements;
(x) the information and explanations required by us have been received and found satisfactory;
(xi) we have reviewed over 80% of the risk weighted assets of the Bank and spent over 5,500-person hours;
(xii) Capital to Risk-weighted Asset Ratio (CRAR),Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) as required by Bangladesh Bank has been maintained adequately as at 31 December 2025;
(xiii) As part of our going concern assessment, we reviewed maturity mismatch between assets and liabilities which may adversely affect the Bank's subsequent liquidity position; and
(xiv) Non-banking assets have been accounted for in conformity with the relevant Bangladesh Bank guidelines, except for the matters described in Note No. 10.00 to the financial statements.

For and on behalf of

Hussain Farhad & Co.
Chartered Accountants
Firm's FRC Enlistment No: CAF-001-125

Place: Dhaka, Bangladesh
Dated: 28 April 2026

Md. Masum Hossain, FCA
Partner
Enrolment Number: 1985
FRC Enlistment No: CA-001-269
DVC: 2604281985AS697225

Consolidated Balance Sheet
As at 31 December 2025

	Notes	2025 BDT	2024 BDT
PROPERTY AND ASSET			
Cash	**3. a**	**5,280,143,415**	**4,997,098,718**
In Hand (Including Foreign Currency)		1,061,840,179	1,069,303,107
With Bangladesh Bank and its agent Bank (including Foreign Currency)		4,218,303,235	3,927,795,611
Balance with other Banks & Financial Institutions	**4. a**	**4,922,879,755**	**4,198,805,045**
In Bangladesh		4,370,747,641	3,902,502,853
Outside Bangladesh		552,132,113	296,302,192
Money at Call and Short Notice	**5.a**	**19,900,000**	**339,900,000**
Investments	**6.a**	**37,698,294,439**	**24,513,803,349**
Government		32,734,692,543	21,210,778,106
Others		4,963,601,896	3,303,025,243
Loans and Advances/ Investments	**7. a**	**71,067,898,118**	**63,276,548,910**
Loans, Cash Credit, Overdrafts etc./ Investment		62,625,054,533	60,042,233,246
Bills Purchased and Discounted		8,442,843,585	3,234,315,664
Fixed Assets including Premises Furniture & Fixtures	**8. a**	**1,488,398,654**	**878,848,938**
Other Assets	**9. a**	**5,884,135,966**	**4,539,755,788**
Non-Banking Assets	**10.00**	**12,585,359**	**12,585,359**
Total Property and Assets		**126,374,235,706**	**102,757,346,107**
LIABILITIES AND CAPITAL			
Borrowings from other Banks Financial Institutions & Agents	**11. a**	**18,391,455,767**	**8,971,081,435**
Deposit and Other Accounts	**12. a**	**86,431,760,258**	**75,186,590,417**
Current Deposits & Other Accounts		8,460,732,500	9,667,759,057
Bills Payable		795,854,447	373,020,816
Short Notice Deposits		8,391,698,796	8,947,302,313
Savings Deposits		6,259,969,715	6,095,579,408
Fixed Deposits		53,373,952,522	42,906,513,683
Deposit Schemes		9,149,552,279	7,196,415,140
Other Liabilities	**13. a**	**11,076,956,427**	**8,926,901,226**
Total Liabilities		**115,900,172,453**	**93,084,573,078**
Capital/Shareholders' Equity		**10,474,063,233**	**9,672,773,009**
Paid up Capital	**15.00**	6,588,598,450	6,396,697,530
Statutory Reserve	**16.00**	2,328,782,419	2,106,810,799
Revaluation Reserve on Investment in Securities	**17.00**	159,603,278	39,519,156
Retained Earnings	**18. a**	1,397,079,086	1,129,745,524
Minority Interest		**20**	**20**
Total Liabilities and Shareholders' Equity		**126,374,235,706**	**102,757,346,107**
Net Asset Value (NAV) per share		**15.90**	**14.68**
Off-Balance Sheet Items			
Contingent Liabilities	**19. a**	**28,042,481,516**	**17,939,141,406**
Acceptance and endorsements		6,904,872,085	2,314,168,781
Letter of Guarantee		11,905,538,045	9,573,237,000
Irrevocable Letter of Credit		7,053,852,322	2,915,755,712
Bills for Collection		2,178,219,063	3,135,979,914
Other Contingent Liabilities		-	-
Other Commitments			
Documentary credits and short term trade related transactions		-	-
Forward asset purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities credit lines and other commitments		-	-
Liabilities against forward purchase and sale		-	-
		-	-
Total Off Balance Sheet Items including Contingent Liabilities		**28,042,481,516**	**17,939,141,406**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed
Managing Director & CEO

Dr. Mostafizur Rahman
Director

Md. Shamsuzzaman
Vice Chairman

Ahsan Khan Chowdhury
Chairman

Signed as per annexed report on even date.

Place: Dhaka
Date: 28 April 2026

DVC: 2604281985AS697225

Md. Masum Hossain, FCA
Partner
Hussain Farhad & Co., Chartered Accountants
ICAB Enrolment Number: 1985
FRC Enlistment No: CA-001-269
Firm's FRC Enlistment No: CAF-001-125

Consolidated Profit and Loss Account
For the year ended 31 December 2025

Particulars	Notes	2025 BDT	2024 BDT
Interest Income/Profit on Investment	**21. a**	7,165,676,598	6,020,822,065
Less: Interest/Profit Paid on Deposits and Borrowings etc.	**22. a**	8,064,996,924	5,961,497,884
Net Interest Income		**(899,320,326)**	**59,324,182**
Income from Investment	**23. a**	4,669,623,869	2,705,198,674
Commission, Exchange and Brokerage	**24.00**	595,590,324	786,361,486
Other Operating Income	**25.00**	147,240,035	148,582,205
		5,412,454,228	**3,640,142,365**
Total Operating Income		**4,513,133,902**	**3,699,466,546**
Less: Operating Expenditure			
Salary and Allowances	**26. a**	883,014,943	769,711,948
Rent, Taxes, Insurance, Electricity	**27. a**	128,429,497	112,023,759
Legal Expense	**28. a**	1,912,477	2,485,609
Postage, Stamps and Telephone	**29. a**	35,476,415	27,280,068
Printings, Stationery, Advertisements	**30. a**	78,435,289	60,557,934
Managing Director's Remuneration	**26.01**	20,025,000	20,025,000
Directors' Fees	**31.00**	4,031,220	5,005,379
Auditors' Fees	**32. a**	2,056,707	494,500
Depreciation on and Repair to Bank's Property	**33. a**	344,116,393	312,180,704
Other Expenditure	**34. a**	310,614,281	276,116,632
Total Operating Expenses		**1,808,112,222**	**1,585,881,533**
Profit before provision		**2,705,021,680**	**2,113,585,013**
Provision for Loans, Advances & Off Balance Sheet	35. a		
General Provision		153,714,164	36,277,039
Specific Provision		1,391,146,069	770,395,262
Provision for Off Balance Sheet Exposures		84,919,427	19,823,192
Provision for Investments & Placement		(68,081,140)	156,656,954
Provision against Other Asset		35,615,638	8,081,865
Total Provision		**1,597,314,157**	**991,234,312**
Profit Before Tax		**1,107,707,522**	**1,122,350,702**
Less: Provision for Tax	**36. a**	**284,975,673**	**308,234,587**
Current Tax		456,657,149	520,845,422
Deferred Tax		(171,681,476)	(212,610,835)
Net Profit After Tax		**822,731,849**	**814,116,115**
Retained Surplus Brought Forward	**18.01a**	745,943,679	548,850,165
Net effect of all item directly recognised in retained earnings		58,631,953	
		1,627,307,481	**1,362,966,279**
Appropriation:			
Transferred to Statutory Reserve	**37.00**	221,971,619	225,041,241
Transferred to Start-up Equity Investment Fund		8,256,775	8,179,513
		230,228,395	**233,220,754**
Retained Surplus, Carried Forward		**1,397,079,086**	**1,129,745,524**
Earnings Per Share	**40.00**	**1.25**	**1.24**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed
Managing Director & CEO

Dr. Mostafizur Rahman
Director

Md. Shamsuzzaman
Vice Chairman

Ahsan Khan Chowdhury
Chairman

Signed as per annexed report on even date.

Place: Dhaka
Date: 28 April 2026

DVC: 2604281985AS697225

Md. Masum Hossain, FCA
Partner
Hussain Farhad & Co., Chartered Accountants
ICAB Enrolment Number: 1985
FRC Enlistment No: CA-001-269
Firm's FRC Enlistment No: CAF-001-125

Consolidated Cash Flow Statement
For the year ended 31 December 2025

	Notes	2025 BDT	2024 BDT
A) Cash Flow From Operating Activities:			
Interest Received		11,260,511,769	8,350,756,620
Interest Paid on Deposits, Borrowings, etc.		2,704,870,430	(4,918,357,419)
Dividend Income		81,601,419	114,034,607
Fees & Commission Income		586,270,183	757,630,649
Recoveries of Loans previously written off		61,441,074	2,569,641
Cash Paid to Employees as Salaries and Allowances		(898,201,065)	(787,191,980)
Income Tax Paid		(695,887,229)	(714,645,979)
Cash Received From Other Operational Income	**42. a**	147,240,035	148,582,205
Cash Paid for Other Operational Expenses	**43. a**	(627,792,450)	(537,725,045)
Cash Flow From Operating Activities Before Changes in Net Current Asset		**12,620,054,167**	**2,415,653,300**
Changes in Net Current Asset :			
Investment in Treasury Bond		(12,917,510,126)	(4,286,862,483)
Loans & Advances		(8,931,499,648)	(8,667,935,806)
Other Asset		31,539,072	(100,898,033)
Bank Deposits		(289,842,338)	(2,280,920,934)
Customers' Deposits		817,665,162	16,278,437,751
Borrowing from Other Banks, Financial Institutions & Agents		9,420,374,332	2,655,377,299
Other Liabilities		1,159,364,341	828,768,024
		(10,709,909,204)	**4,425,965,818**
Net Cash Flow From Operating Activities		**1,910,144,963**	**6,841,619,118**
B) Cash Flow From Investing Activities:			
Investments in Shares & Bonds		(1,632,617,201)	119,381,979
Proceeds from Sale of Fixed Assets		903,915	1,081,299
Purchase of Fixed Asset		(896,521,709)	(524,490,477)
Net Cash Flow From Investing Activities		**(2,528,234,995)**	**(404,027,198)**
C) Cash Flow From Financing Activities:			
Dividend Paid		(191,900,926)	(319,834,877)
Net Cash Flow From Financing Activities		**(191,900,926)**	**(319,834,877)**
D) Net Increase in Cash and Cash Equivalents		**(809,990,958)**	**6,117,757,044**
E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents		9,401,648	28,730,837
F) Opening Cash and Cash Equivalents		13,032,234,243	6,885,746,363
Closing Cash and Cash Equivalents (D+E+F)		**12,231,644,933**	**13,032,234,243**
The above closing Cash and Cash Equivalents include:			
Cash in Hand		1,061,840,179	1,069,303,370
Balance with Bangladesh Bank and its Agent Bank		4,218,303,235	3,927,795,611
Balance with Other Banks & Financial Institutions		4,922,879,755	4,198,805,045
Money at Call and Short Notice		19,900,000	339,900,000
Treasury Bill		2,007,817,864	3,495,855,348
Prize Bond		903,900	574,870
		12,231,644,933	**13,032,234,243**
Net Operating Cash Flow Per Share	**41.00**	**2.90**	**10.38**

The annexed notes form an integral part of these accounts

Imtiaz Uddin Ahmed
Managing Director & CEO

Dr. Mostafizur Rahman
Director

Md. Shamsuzzaman
Vice Chairman

Ahsan Khan Chowdhury
Chairman

Place: Dhaka
Date: 28 April 2026

Consolidated Statement of Changes in Equity
For the year ended 31 December 2025

Particulars	Paid-up Capital	Statutory Reserve	Revaluation Surplus on Investments	Retained Earnings	Minority Interest	Total
	BDT	BDT	BDT	BDT	BDT	BDT
Balance as at 01 January 2025	**6,396,697,530**	**2,106,810,800**	**39,519,155**	**1,129,745,524**	**20**	**9,672,773,029**
Dividend paid	191,900,920	-	-	(383,801,846)	-	(191,900,926)
Revaluation Reserve transferred during the period	-	-	120,084,122	-	-	120,084,122
Net Profit for the year after tax	-	-	-	822,731,849	-	822,731,849
Net effect of all item directly recognised in retained earnings				58,631,953		58,631,953
Appropriation made during the period	-	221,971,619	-	(221,971,619)	-	-
Transferred to Start-up Equity Investment Fund	-	-	-	(8,256,775)	-	(8,256,775)
Minority Interest	-	-	-	-	-	-
Balance as at 31 December 2025	**6,588,598,450**	**2,328,782,419**	**159,603,278**	**1,397,079,085**	**20**	**10,474,063,253**
Balance as at 31 December 2024	**6,396,697,530**	**2,106,810,800**	**39,519,155**	**1,129,745,524**	**20**	**9,672,773,029**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed
Managing Director & CEO

Dr. Mostafizur Rahman
Director

Md. Shamsuzzaman
Vice Chairman

Ahsan Khan Chowdhury
Chairman

Place: Dhaka
Date: 28 April 2026

Signed as per annexed report on even date.

Consolidated Liquidity Statement
For the year ended 31 December 2025

Particulars	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	Total
	BDT	BDT	BDT	BDT	BDT	BDT
ASSETS :						
Cash in hand & Balance with Bangladesh Bank	2,723,478,242	-	-	-	2,556,665,172	5,280,143,415
Balance with other Banks and Financial Institutions	1,221,600,000	859,500,000	-	-	2,841,779,755	4,922,879,755
Money at Call & Short notice	19,900,000	-	-	-	-	19,900,000
Investments	2,838,320	2,555,500,000	5,095,000,000	10,340,000,000	19,704,956,119	37,698,294,439
Loans and Advances/Investments	9,777,100,000	8,271,400,000	21,896,700,000	20,684,750,844	10,437,947,274	71,067,898,118
Fixed Assets	-	-	-	391,013,644	1,097,385,011	1,488,398,655
Other Assets	-	92,360,000	859,676,500	3,015,490,000	1,916,609,466	5,884,135,966
Non-Banking Assets	-	-	-	-	12,585,359	12,585,359
Total Assets	**13,744,916,562**	**11,778,760,000**	**27,851,376,500**	**34,431,254,488**	**38,567,928,157**	**126,374,235,706**
LIABILITIES :						
Borrowings From Other Banks, Financial Institutions & Agents	1,830,000,000	302,960,000	405,012,360	12,495,412,107	3,358,071,300	18,391,455,767
Deposits and Other Accounts	4,070,200,000	18,504,800,000	26,322,910,000	36,989,054,777	544,795,481	86,431,760,258
Provision & Other Liabilities	403,989,708	127,232,950	500,000	4,197,169,755	6,348,064,014	11,076,956,427
Total Liabilities	**6,304,189,708**	**18,934,992,950**	**26,728,422,360**	**53,681,636,640**	**10,250,930,795**	**115,900,172,453**
Net Liquidity	**7,440,726,855**	**(7,156,232,950)**	**1,122,954,140**	**(19,250,382,152)**	**28,316,997,362**	**10,474,063,254**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed
Managing Director & CEO

Dr. Mostafizur Rahman
Director

Md. Shamsuzzaman
Vice Chairman

Ahsan Khan Chowdhury
Chairman

Signed as per annexed report on even date.

Place: Dhaka
Date: 28 April 2026

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net

midlandbank
bank for inclusive growth

MIDLAND BANK PLC.
ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক এজেন্ট ব্যাংকিং

Balance Sheet
As at 31 December 2025

	Notes	2025 BDT	2024 BDT
PROPERTY AND ASSETS			
Cash	**3.00**	5,280,143,415	**4,997,098,718**
In Hand (Including Foreign Currency)		1,061,840,179	1,069,303,107
With Bangladesh Bank and its agent Bank (including Foreign Currency)		4,218,303,235	3,927,795,611
Balance with other Banks & Financial Institutions	**4.00**	4,922,879,755	**4,198,805,045**
In Bangladesh		4,370,747,641	3,902,502,853
Outside Bangladesh		552,132,113	296,302,192
Money at Call and Short Notice	**5.00**	19,900,000	**339,900,000**
Investments	**6.00**	**37,703,442,617**	**24,543,185,043**
Government		32,694,593,913	21,144,708,119
Others		5,008,848,704	3,398,476,924
Loans and Advances/ Investments	**7.00**	**71,067,898,118**	**63,276,548,910**
Loans, Cash Credit, Overdrafts etc./ Investment		62,625,054,533	60,042,233,246
Bills Purchased and discounted		8,442,843,585	3,234,315,664
Fixed Assets including Premises Furniture & Fixtures	**8.00**	**1,482,297,780**	**871,245,407**
Other Assets	**9.00**	**5,875,928,588**	**4,534,217,504**
Non-Banking Assets	**10.00**	**12,585,359**	**12,585,359**
Total Property and Assets		**126,365,075,632**	**102,773,585,985**
LIABILITIES AND CAPITAL			
Borrowings from other Banks Financial Institutions & Agents	**11.00**	18,391,455,767	**8,971,081,435**
Deposits and other Accounts	**12.00**	**86,432,187,588**	**75,205,065,593**
Current Deposit & Other Accounts		8,460,732,500	9,667,759,057
Bills Payable		795,854,447	373,020,816
Short Notice Deposits		8,392,126,126	8,965,777,489
Savings Deposits		6,259,969,715	6,095,579,408
Fixed Deposits		53,373,952,522	42,906,513,683
Deposit Schemes		9,149,552,279	7,196,415,140
Other Liabilities	**13.00**	**11,060,415,707**	**8,920,658,309**
Total Liabilities		**115,884,059,063**	**93,096,805,337**
Capital/Shareholders' Equity		**10,481,016,569**	**9,676,780,648**
Paid up Capital	**15.00**	6,588,598,450	6,396,697,530
Statutory Reserve	**16.00**	2,328,782,419	2,106,810,799
Revaluation Reserve on Investment in Securities	**17.00**	159,603,278	39,519,156
Retained Earnings	**18.00**	1,404,032,422	1,133,753,163
Total Liabilities and Shareholders' Equity		**126,365,075,632**	**102,773,585,985**
Net Asset Value (NAV) per share		**15.91**	**14.69**
Off-Balance Sheet Items			
Contingent Liabilities	**19.00**	**28,042,481,516**	**17,939,141,406**
Acceptance and endorsements		6,904,872,085	2,314,168,781
Letter of Guarantee		11,905,538,045	9,573,237,000
Irrevocable Letter of Credit		7,053,852,322	2,915,755,712
Bills for Collection		2,178,219,063	3,135,979,914
Other Contingent Liabilities		-	-
Other Commitments			
Documentary credits and short term trade related transactions		-	-
Forward asset purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities credit lines and other commitments		-	-
Liabilities against forward purchase and sale		-	-
		-	-
Total Off Balance Sheet Items including Contingent Liabilities		**28,042,481,516**	**17,939,141,406**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed **Managing Director & CEO**	**Dr. Mostafizur Rahman** **Director**	**Md. Shamsuzzaman** **Vice Chairman**	**Ahsan Khan Chowdhury** **Chairman**

Signed as per annexed report on even date.

Md. Masum Hossain, FCA
Partner
Hussain Farhad & Co., Chartered Accountants
ICAB Enrolment Number: 1985
FRC Enlistment No: CA-001-269
Firm's FRC Enlistment No: CAF-001-125

Place: Dhaka
Date: 28 April 2026

DVC: 2604281985AS697225

Profit and Loss Account
For the year ended 31 December 2025

Particulars	Notes	2025 BDT	2024 BDT
Interest Income/Profit on Investment	**21.00**	7,159,629,538	6,020,822,065
Less: Interest/Profit Paid on Deposits and Borrowings etc.	**22.00**	8,065,002,070	5,962,414,697
Net Interest Income		**(905,372,532)**	**58,407,369**
Income from Investment	**23.00**	4,663,106,155	2,702,432,792
Commission, Exchange and Brokerage	**24.00**	595,590,324	786,361,486
Other Operating Income	**25.00**	147,240,035	148,582,205
		5,405,936,514	**3,637,376,483**
Total Operating Income		**4,500,563,982**	**3,695,783,851**
Less: Operating Expenditure			
Salary and Allowances	**26.00**	878,176,065	767,166,980
Rent, Taxes, Insurance, Electricity	**27.00**	128,336,282	111,851,813
Legal Expense	**28.00**	1,640,707	1,662,999
Postage, Stamps and Telephone	**29.00**	35,438,448	27,243,829
Printings, Stationery, Advertisements	**30.00**	78,387,701	60,478,082
Managing Director's Remuneration	**26.01**	20,025,000	20,025,000
Directors' Fees	**31.00**	4,031,220	5,005,379
Auditors' Fees	**32.00**	2,022,207	460,000
Depreciation on and Repair to Bank's Property	**33.00**	342,435,619	311,411,946
Other Expenditure	**34.00**	308,481,840	276,025,402
Total Operating Expenses		**1,798,975,089**	**1,581,331,430**
Profit before provision		**2,701,588,893**	**2,114,452,421**
Provision for Loans, Advances & Off Balance Sheet			
General Provision	**35.00**	153,714,164	36,277,039
Specific Provision		1,391,146,069	770,395,262
Provision for Off Balance Sheet Exposures		84,919,427	19,823,192
Provision for Investments & Placement		(73,664,502)	154,668,857
Provision against Other Asset		35,615,638	8,081,865
Total Provision		**1,591,730,795**	**989,246,215**
Profit Before Tax		**1,109,858,097**	**1,125,206,207**
Less: Provision for Tax	**36.00**	**284,180,551**	**307,254,954**
Current Tax		456,008,927	519,966,642
Deferred Tax		(171,828,376)	(212,711,688)
Net Profit After Tax		**825,677,547**	**817,951,253**
Retained Surplus Brought Forward	**18.01**	749,951,317	549,022,665
Net effect of all item directly recognised in retained earnings		58,631,953	-
		1,634,260,817	**1,366,973,917**
Appropriation:			
Transferred to Statutory Reserve	**37.00**	221,971,619	225,041,241
Transferred to Start-up Equity Investment Fund		8,256,775	8,179,513
		230,228,395	**233,220,754**
Retained Surplus, Carried Forward		**1,404,032,422**	**1,133,753,163**
Distributable Profit		1,404,032,422	1,133,753,163
Earnings Per Share	**40.00**	**1.25**	**1.24**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed **Managing Director & CEO**	**Dr. Mostafizur Rahman** **Director**	**Md. Shamsuzzaman** **Vice Chairman**	**Ahsan Khan Chowdhury** **Chairman**

Signed as per annexed report on even date.

Md. Masum Hossain, FCA
Partner
Hussain Farhad & Co., Chartered Accountants
ICAB Enrolment Number: 1985
FRC Enlistment No: CA-001-269
Firm's FRC Enlistment No: CAF-001-125

Place: Dhaka
Date: 28 April 2026

DVC: 2604281985AS697225

Cash Flow Statement
For the year ended 31 December 2025

	Notes	2025 BDT	2024 BDT
A) Cash Flow From Operating Activities:			
Interest Received		11,247,799,678	8,350,317,663
Interest Paid on Deposits, Borrowings, etc.		2,704,870,430	(6,510,815,291)
Dividend Income		81,601,419	113,357,607
Fees & Commission Income		586,188,676	757,630,649
Recoveries of Loans previously written off		61,441,074	2,569,641
Cash Paid to Employees as Salaries and Allowances		(898,201,065)	(787,191,980)
Income Tax Paid		(695,887,229)	(714,434,596)
Cash Received From Other Operational Income	**42.00**	147,240,035	148,582,205
Cash Paid for Other Operational Expenses	**43.00**	(618,431,639)	(533,063,495)
Cash Flow From Operating Activities Before Changes in Net Current Asset		**12,616,621,380**	**826,952,404**
Changes in Net Current Asset :			
Investment in Treasury Bond		(12,917,510,126)	(4,286,862,483)
Loans & Advances		(9,027,874,848)	(8,667,935,806)
Other Asset		109,101,902	(79,594,983)
Non-Banking Assets		-	-
Bank Deposits		(289,842,338)	(2,280,920,934)
Customers' Deposits		817,665,162	17,870,895,623
Borrowing from Other Banks, Financial Institutions & Agents		9,420,374,332	2,655,377,299
Other Liabilities		1,159,364,341	828,768,024
		(10,728,721,575)	**6,039,726,740**
Net Cash Flow From Operating Activities		**1,887,899,805**	**6,866,679,144**
B) Cash Flow From Investing Activities:			
Investments in Shares & Bonds		(1,610,371,780)	91,988,382
Proceeds from Sale of Fixed Assets		903,915	1,081,299
Purchase of Fixed Asset		(896,521,709)	(522,157,169)
Net Cash Flow From Investing Activities		**(2,505,989,574)**	**(429,087,487)**
C) Cash Flow From Financing Activities:			
Receipts from Issue of Capital		-	-
Dividend Paid		(191,900,926)	(319,834,877)
Net Cash Flow From Financing Activities		**(191,900,926)**	**(319,834,877)**
D) Net Increase in Cash and Cash Equivalents		**(809,990,694)**	**6,117,756,781**
E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents		9,401,648	28,730,837
F) Opening Cash and Cash Equivalents		13,032,233,980	6,885,746,363
Closing Cash and Cash Equivalents (D+E+F)		**12,231,644,933**	**13,032,233,980**
The above closing Cash and Cash Equivalents include:			
Cash in Hand		1,061,840,179	1,069,303,107
Balance with Bangladesh Bank and its Agent Bank		4,218,303,235	3,927,795,611
Balance with Other Banks & Financial Institutions		4,922,879,755	4,198,805,045
Money at Call and Short Notice		19,900,000	339,900,000
Treasury Bill		2,007,817,864	3,495,855,348
Prize Bond		903,900	574,870
		12,231,644,933	**13,032,233,980**
Net Operating Cash Flow Per Share	**41.00**	**2.87**	**10.42**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed **Managing Director & CEO**	**Dr. Mostafizur Rahman** **Director**	**Md. Shamsuzzaman** **Vice Chairman**	**Ahsan Khan Chowdhury** **Chairman**

Place: Dhaka
Date: 28 April 2026

Statement of Changes in Equity
For the year ended 31 December 2025

Particulars	Paid-up Capital	Statutory Reserve	Revaluation Surplus on Investments	Retained Earnings	Total
	BDT	BDT	BDT	BDT	BDT
Balance as at 01 January 2025	**6,396,697,530**	**2,106,810,800**	**39,519,155**	**1,133,753,163**	**9,676,780,648**
Dividend paid	191,900,920	-	-	(383,801,846)	(191,900,926)
Revaluation Reserve transferred during the period	-	-	120,084,122	-	120,084,122
Net Profit for the year after tax	-	-	-	825,677,547	825,677,547
Net effect of all item directly recognised in retained earnings				58,631,953	58,631,953
Appropriation made during the period	-	221,971,619	-	(221,971,619)	-
Transfer to CSR	-	-	-	-	-
Transferred to Start-up Equity Investment Fund	-	-	-	(8,256,775)	(8,256,775)
Balance as at 31 December 2025	**6,588,598,450**	**2,328,782,419**	**159,603,277**	**1,404,032,422**	**10,481,016,569**
Balance as at 31 December 2024	**6,396,697,530**	**2,106,810,800**	**39,519,155**	**1,133,753,163**	**9,676,780,648**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed **Managing Director & CEO**	**Dr. Mostafizur Rahman** **Director**	**Md. Shamsuzzaman** **Vice Chairman**	**Ahsan Khan Chowdhury** **Chairman**

Place: Dhaka
Date: 28 April 2026

Signed as per annexed report on even date.

Liquidity Statement
For the year ended 31 December 2025

Particulars	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	Total
	BDT	BDT	BDT	BDT	BDT	BDT
ASSETS :						
Cash in hand & Balance with Bangladesh Bank	5,026,178,242	-	-	-	253,965,172	5,280,143,415
Balance with other Banks and Financial Institutions	933,000,000	859,500,000	355,700,000	-	2,774,679,755	4,922,879,755
Money at Call & Short notice	19,900,000	-	-	-	-	19,900,000
Investments	903,900	1,934,000,000	4,553,000,000	16,746,300,000	14,469,238,717	37,703,442,617
Loans and Advances/Investments	10,481,900,000	19,636,700,000	9,800,000,000	21,708,598,118	9,440,700,000	71,067,898,118
Fixed Asset	-	-	-	391,013,644	1,091,284,137	1,482,297,781
Other Asset	-	150,600,000	745,091,500	2,943,256,080	2,036,981,008	5,875,928,588
Non-Banking Asset	-	-	-	-	12,585,359	12,585,359
Total Assets	**16,461,882,142**	**22,580,800,000**	**15,453,791,500**	**41,789,167,841**	**30,079,434,149**	**126,365,075,632**
LIABILITIES :						
Borrowing From Other Banks, Financial Institutions & Agents	9,059,700,000	680,400,000	832,092,360	5,464,263,407	2,355,000,000	18,391,455,767
Deposit and Other Account	3,667,100,000	28,575,900,000	23,180,000,000	30,677,887,588	331,300,000	86,432,187,588
Provision & Other Liabilities	403,989,708	127,232,950	500,000	4,180,629,035	6,348,064,014	11,060,415,707
Total Liabilities	**13,130,789,708**	**29,383,532,950**	**24,012,592,360**	**40,322,780,031**	**9,034,364,014**	**115,884,059,063**
Net Liquidity	**3,331,092,435**	**(6,802,732,950)**	**(8,558,800,860)**	**1,466,387,810**	**21,045,070,135**	**10,481,016,569**

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed **Managing Director & CEO**	**Dr. Mostafizur Rahman** **Director**	**Md. Shamsuzzaman** **Vice Chairman**	**Ahsan Khan Chowdhury** **Chairman**

Place: Dhaka
Date: 28 April 2026

Signed as per annexed report on even date.

Notes to the Financial Statements
For the year ended 31 December 2025

Corporate Profile and Significant Accounting Policies

1.00 Midland Bank PLC.

1.01 Legal status and nature of the entity

Midland Bank PLC. (the "Bank") was incorporated on 20 March 2013 as a Public Limited Company in Bangladesh under Companies Act, 1994 with the registered office at N.B. Tower (Level 6 to 9), 40/7 North Avenue, Gulshan-2, Dhaka-1212. The Company was also issued Certificate of Commencement of Business on the same day. It started commercial banking operation on 20 June 2013 through opening first branch at Dilkusha Commercial Area in the name 'Dilkusha Corporate Branch. Presently, the number of branches stood at 42 (21 Urban Branches and 21 Rural Branches), 23 Sub Branches, 38 CRMs and 35 ATMs, 142 Agent Banking Centers (ABCs) and 10 Collection Booths covering commercially important locations across the country.

1.02 Principal activities of the Bank

The principal activities of the Bank are to provide wide range of financial products (loans and deposits) and services that includes all kinds of Conventional and Islamic banking services to its customers. It offers commercial banking, consumer banking, trade services, cash management, treasury, cottage micro small and medium enterprises (CMSMEs), retail, debit/credit cards services and clearing services to its customers. These activities are conducted through its Branches, Sub- branches, Agent Banking Centers (ABCs), Collection Booths and Alternative Delivery Channels (ATM booths, Internet Banking, Debit/Credit/Prepaid Cards, etc.) across the country. MDB digital banking service is the Bank's flagship product to provide internet based banking solutions. MDB online banking facilities like-fund transfer to utility bills payment, buying air tickets, paying bills of mobile phones, credit cards, and insurance premiums and then tracking of accounts and even shopping from over 200 retailers. MDB digital banking service is integrated with bkash, Rocket, Nagad and Upay payment system as well. The Bank also provides Off-shore banking services through its Off-shore Banking Unit (OBU) and Islami banking services through its Islamic Banking Window (MDB Saalam).

1.03 Off-shore banking

Off-shore banking unit (OBU) after getting approval from Bangladesh Bank launched its operation on 20 June 2020. It is a separate business unit of the Bank, operates its business through a separate counter at Head Office, as governed under the rules and guidelines vide Bangladesh Bank's letter reference no. BRPD (P 3) 744 (101)/2010-4129 dated 10 November 2009 and a Policy for Off-shore banking operation issued by Bangladesh Bank through BRPD circular no. 02 dated 25 February 2019 and BRPD circular letter no. 09 dated 27 May 2019. It gives loans (on and off-balance sheet exposures) and takes deposits in freely convertible foreign currencies to and from person/institution not resident in Bangladesh and Type-A (wholly foreign owned) units in EPZs in Bangladesh. It also gives long term loans to industrial units outside EPZs and Type-B and Type-C industrial units within the EPZs subject to compliance by the industrial units with the guidelines of Bangladesh Investment Development Authority (BIDA) and Bangladesh Bank. Besides, this unit provides bill discounting/financing facilities accepted by Authorised Dealer (AD) in Bangladesh against usance LCs in accordance with Bangladesh Bank (BB) guidelines. Separate financial statements of Off-shore banking unit have been disclosed in the annual report 2025.

1.04 Islamic banking window (MDB Saalam)

The Bank obtained permission for Islami banking window from Bangladesh Bank. Islami banking window (MDB Saalam) after getting approval from Bangladesh Bank launched on 23 April 2020. The Bank is operating its Islami banking under one window in Gulshan Branch, Dhaka. Through the Islamic banking window, the Bank extends all types of Islami shariah-compliant finances like lease, hire purchase shirkatul melk (HPSM), bai muazzal, household scheme, etc., and different types of deposits like mudaraba/manarah savings deposits, mudaraba/manarah term deposits, al-wadeeah current deposits, monthly/quarterly profit paying scheme, etc. Separate financial statements of Islamic banking windows have been disclosed in the annual report 2025.

1.05 Agent banking

Midland Bank got agent banking license from Bangladesh Bank on July 10, 2016 and started its agent banking operation from January 23, 2017 with a view to reach unbanked population particularly in the geographically dispersed area and offer banking services to potential customers who are currently out of traditional banking periphery. The Bank provides a wide range of banking services through agent banking centers in 30 Districts and 81 Upazilas/Thana across the country to ensure the safety of customer deposits and provide modern banking services. Through Midland agent banking center, we are providing services like account opening, fund transfer, deposit and withdrawal, loan disbursement and realization of loan installments, utility bill collection, foreign remittance disbursement, debit and credit card issuance, etc. Besides this, we are able to transfer money from Midland Bank to Mobile Financial Services, i.e., bKash, Rocket, Nagad, Upay and also able to transfer money from bKash and Rocket to Midland Bank's Accounts. Customers can avail both Islamic banking services and Conventional banking services from any agent banking center.

1.06 Subsidiary Company

Midland Bank Asset Management Company Ltd. was registered on May 29, 2019 as a private company limited by shares with the Registrar of Joint Stock Companies & Firms as per Companies Act, 1994 vide registration no. C-152343/2019. The company received license from Bangladesh Securities and Exchange Commission (BSEC) as Asset Management Company Limited on 4th August 2024. BDT 12.00 crore invested by parent company as paid up capital in 2024.

2.00 Basis of preparation of financial statements and significant accounting policies

2.1.1 Basis of preparation of financial statements

Preparation of separate financial statements of the bank for the period ended 31 December 2025 comprise the operation of the Domestic Banking Unit (DBU) (main operations), as well as operations of the Off-shore Banking Unit (OBU), together referred to as 'the Bank'. Consolidated financial statements include separate financial statements of the Midland Bank PLC. and financial statements of subsidiary i.e Midland Bank Asset Management Company Limited, as a single economic entity and together referred to as 'the Group'. There were no significant changes in the operations of the bank/group entities.

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS)10: Consolidated Financial Statements. The consolidated financial statements are prepared for a common reporting period for the period ended 31 December 2025. As subsidiary company operated in 2025, comparative consolidated financials are not presented. Intra-company transactions, balances and intra-group gains on transactions between group companies are eliminated on consolidation.

2.1.2 Statement of Compliance

The Financial Reporting Act 2015 (The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) was formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as banks with effect from 2nd November 2020. The Bank complied with the requirement of the following regulatory and legal authorities:

i. The Bank Company Act 1991 (amended up to 2023);
ii. The Companies Act 1994 (amended up to 2020);
iii Rules, regulations and circulars issued by the Bangladesh Bank from time to time;
iv. The Securities and Exchange Ordinance 1969;
v. The Securities and Exchange Rules 1987;
vi Bangladesh Securities and Exchange Commission Act 1993;
vii. Bangladesh Securities and Exchange Commission (Public Issues) Rules 2015;
viii. The Income Tax Act 2023;
ix. Value Added Tax and Supplementary Duty Act 2012;
x. Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE) and Central Depository Bangladesh Limited (CDBL) rules and regulations.

In case any requirement of the Bank Company Act, 1991 (amendment up to 2023), provisions, circulars and guidelines issued by Bangladesh Bank differ with those of IFRSs (including IASs), the requirements of the Bank Company Act, 1991 (amendment up to 2023), provisions, circulars and guideline issued by Bangladesh Bank shall prevail and material departures from the requirements of IFRS.

In addition to foregoing directives and standards, the operation of Islamic banking windows, are accounted for in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions, Bahrain, and BRPD circular no. 15, dated November 09, 2009. The operation of Off-shore banking unit is also accounted for in accordance with Financial Reporting Standards issued by ICAB. A separate balance sheet and profit & loss account are shown in Annexure - G & G-1 and H & H-1, respectively, and the figures appearing in the annexure have been incorporated in the related heads of these financial statements as recommended by the central shariah board of the Bank.

It is noteworthy to mention that IFRS-16 "Leases" had been applied effective from 1 January 2020. The related changes to significant accounting policies and its affect are described in note 2.2.1.

Difference between IAS/IFRS and Bangladesh Bank regulations

The financial statements of the Bank have been prepared as on 31 December 2024 under the historical cost basis, except for certain investments which are stated at fair/market value, in accordance with the First Schedule (Section 38) of the Bank Company Act, 1991(Amended upto 2023), BRPD Circular # 14, dated 25 June 2003 and DFIM Circular # 11, dated 23 December 2009, other Bangladesh Bank circulars, IAS and IFRS as adopted by ICAB, the Companies Act, 1994, and other laws and rules applicable in Bangladesh. In case, any requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory bodies, the provisions and circulars issued by Bangladesh Bank shall prevail. In order to comply with the rules and regulations of Bangladesh Bank, MDB departed from those contradictory requirements of IFRS/IAS, which are disclosed below.

i. Presentation of financial statements

IFRS: As per IAS-1, a complete set of financial statements comprises statement of financial position (balance sheet), statement of profit and loss, statement of changes in equity, statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparative information. IAS-1 has also stated the entity to disclose assets and liabilities under current and non-current classification separately in its statement of financial position.

Bangladesh Bank: The presentation of these financial statements in prescribed format (i.e. balance sheet, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement) and certain disclosures therein are guided by the First Schedule (section-38) of the Bank Company Act, 1991 and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classification.

ii. Investment in shares, mutual fund and other securities

IFRS: As per requirements of IFRS-9, classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit and loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet, respectively. Provision should be made for any loss arising from diminution in value of investment.

iii. Revaluation gain/loss on government securities

IFRS: Government securities refer primarily various debt instruments which include both bonds and bills. As per requirements of IFRS-9 Financial Instruments, bonds can be categorised as "Amortised Cost (AC)" or "Fair Value through profit and loss account (FVTPL)" or "Fair Value through other comprehensive income (FVOCI)". Bonds designated as amortised cost are measured at amortised cost method and interest income is recognised through profit and loss account. Any changes in fair value of bonds designated as FVTPL is recognised in profit and loss account. Any changes in fair value of bonds designated as FVOCI is recognised in other reserve as a part of equity.

As per requirements of IFRS 9, bills can be categorised either as "Fair Value Through Profit or Loss (FVTPL)" or "Fair Value through Other Comprehensive Income (FVOCI)". Any change in fair value of bills is recognised in profit and loss or other reserve as a part of equity respectively.

Bangladesh Bank: As per DOS circular no. 05 dated 26 May 2008, DOS circular no. 05 dated 28 January 2009 and DOS circular letter no. 27 dated 04 December 2023, HFT securities are revalued on the basis of marking to market and at year end any gain on revaluation of securities which have not matured as at the balance sheet date are recognised in other reserves as a part of equity and any loss on revaluation of securities as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortisation of discount is recognised in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortised at the year end and changes in amortisation are recognised in the profit and loss account as income/ expense as per DOS circular letter no. 27 dated 04 December 2023.

iv. Repo and reverse repo transactions

IFRS: As per IFRS-9 when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo), the arrangement is treated as a loan and the underlying asset continues to be recognised at amortised cost in the entity's financial statements. The difference between selling price and repurchase price will be treated as interest expense. The same rule applies to the opposite side of the transaction (reverse repo).

Bangladesh Bank: As per DOS Circular letter no. 06 dated 15 July 2010 and subsequent clarification in DOS circular no. 02 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sale transaction and the financial asset is derecognised in the seller's book and recognised in the buyer's book. However, as per DMD circular letter no. 07 dated 29 July 2012, non primary dealer banks are eligible to participate in the Assured Liquidity Support (ALS) programme, whereby such banks may enter collateralised repo arrangements with Bangladesh Bank. Here the selling bank accounts for the arrangement as a loan, thereby continuing to recognise the asset.

v. Provision on Loans and Advances/Investments

IFRS/IAS: As per IFRS-9 an entity shall recognize an impairment allowance on loans and advance/investments based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances/investments at an amount equal to the lifetime expected credit losses, if the credit risk on these loans and advances/investments has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is forward looking. For those loans and advances/investments for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 month expected credit losses that may result from default events on such loans and advances/investments that are possible within 12 months after reporting date.

Bangladesh Bank: As per BRPD Circular No. 15 dated 27 November 2024, a general provision of 1% is required to be maintained on Standard loans (STD-0, STD-1, and STD-2) and 5% on Special Mention Account (SMA) loans, irrespective of any objective evidence of impairment. However, according to BRPD Circular Letter No. 29 dated 21 December 2025, for Short-Term Agricultural Credits and Cottage, Micro, and Small (CMS) loans, a general provision of 0.50% is required to be maintained on both Standard and SMA loans, regardless of any objective evidence of impairment. In addition, provisions for sub-standard, doubtful, and bad/loss loans are required to be maintained at 20%, 50%, and 100% of the base for provision, respectively, depending on the duration of overdue for loans and advances. Furthermore, the Bank is required to comply with the following circulars: BRPD Circular No. 05 dated 25 June 2025; BRPD Circular No. 22 dated 13 October 2025; BRPD Circular No. 29 dated 21 December 2025; BRPD Circular No. 16 dated 18 July 2022; BRPD Circular No. 33 dated 03 August 2022; BRPD Circular No. 07 dated 16 September 2025; BRPD Circular No. 26 dated 24 November 2025; and other client-wise policy support letters issued by Bangladesh Bank. Moreover, as per BRPD Circular No. 06 dated 25 April 2023, a general provision ranging from 0% to 5% is required to be maintained for all off-balance sheet exposures. These provisioning policies are not fully aligned with the requirements of IFRS 9: Financial Instruments.

vi. Recognition of interest in suspense

Bangladesh Bank: As per BRPD Circular No. 15 dated 27 November 2024, once a loan/investment is classified, interest on such loan/investment is not allowed to be recognized as income, rather the corresponding amount needs to be credited to an "Interest Suspense Account", which is presented as liability in the balance sheet.

vii. Other comprehensive income

IFRS/IAS: As per IAS-1 other comprehensive income (OCI) is a component of financial statements or the elements of OCI are to be included in a Single Comprehensive Income (SCI) statement.

Bangladesh Bank: The templates of financial statements issued by Bangladesh Bank do not include the Other Comprehensive Income (OCI), nor are the elements of other comprehensive income allowed to be included in a Single Comprehensive Income (SCI) statement. As such, the Bank does not prepare other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

viii. Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categories, recognize, measure and present financial instruments differently from those prescribed in IFRS-9. As such, full disclosure and presentation requirements of IFRS-7 and IAS-32 cannot be made in the financial statements.

ix. Financial guarantees

IFRS/IAS: As per IFRS-9, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtors fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liabilities. The financial guarantee liability is subsequently measured at the higher of the amount of loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD circular no.14, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognized for the guarantee except the cash margin. As per BRPD Circular no. 06, Dated 25 April 2023 and Bangladesh Bank guidelines, the bank is required to maintain provision at 0% to 1% on such off-balance sheet items, excluding bills for collection.

x. Cash and cash equivalents

IFRS/IAS: Cash and cash equivalent items should be reported as cash item as per IAS-7.

Bangladesh Bank: As per BRPD Circular 14 dated 25 June 2003, Cash and cash-equivalents consist of cash with Bangladesh Bank, with its agent bank(s), government securities (prize bond) and deposits with other banks.

xi. Non-banking assets

IFRS/IAS: No indication of non-banking assets is found in any IFRS/IAS.

Bangladesh Bank: Non-banking assets were acquired by the entity due to failure of borrowers to repay the loan in time taken against mortgaged property. The Bank was awarded absolute ownership one (1) mortgaged properties (land) through the verdict of honorable court. The value of the properties has been recognised in the financial statements as non-earning assets on the basis of third party valuation report. As per BRPD circular no. 22, dated 20 September 2021 and BRPD circular no. 14, dated 25 June 2003, there is a separate balance sheet item named non-banking assets existed in the standard format.

xii. Cash flow statement

IFRS/IAS: Cash flow statement can be prepared either direct method or indirect method as per IAS 7. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

Bangladesh Bank: As per BRPD circular no 14, dated 25 June 2003, cash flows statement has been prepared following a mixture of direct and indirect methods.

xiii. Balance with Bangladesh Bank: (Cash Reserve Ratio-CRR)

IFRS/IAS: CRR maintained with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per IAS 7.

Bangladesh Bank: Balance with Bangladesh Bank including CRR is treated as cash and cash equivalents.

xiv. Presentation of intangible assets

IFRS/IAS: An intangible asset must be identified, recognized and disclosure must be given as per IAS-38.

Bangladesh Bank: As per BRPD circular no. 22, dated 20 September 2021 and BRPD circular no. 14, dated 25 June 2003, there is a separate balance sheet item named non-banking assets existed in the standard format.

xv. Off-balance sheet exposers

IFRS/IAS: There is no concept of off-balance sheet items in any IFRS/IAS. Hence, there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, Off-balance sheet items must be disclosed separately in the face of balance Sheet and 1% provision have to be maintained on it as guided by the regulator. Accordingly, the Bank has recognized the following off-balance sheet items:
- Acceptances and endorsements
- Letters of guarantee
- Irrevocable letters of credit
- Bills for collection
- Other Contingent Liabilities

xvi. Disclosure of appropriation of profit

IFRS/IAS: There is no requirement to show appropriation of profit on the face of income statement.

Bangladesh Bank: As per BRPD circular no. 14, dated 25 June 2003, an appropriation of profit should be disclosed in the face of profit and loss account.

xvii. Loans and advances/investments net of provision

IFRS/IAS: Loans and advances/investments should be presented net of provision.

Bangladesh Bank: As per BRPD 14, dated 25 June 2003, provision on loans and advances/investments are presented separately as liability and cannot be netted off against loans and advances/investments.

xviii. Recovery of written off loans and advances/investments

IFRS/IAS: As per IAS-1 an entity shall not offset assets and liabilities, or income and expenses, unless required or permitted by IFRS/IAS. The recovery of written off loans/investments should be charged to the profit and loss account as per IFRS-15.

Bangladesh Bank: As per BRPD circular no.14, dated 25 June 2003, recoveries of amount previously written off should be adjusted with specific provision on loans and advances/investments.

xix. Uniform accounting policy

IFRS/IAS: As per Para 19 of IFRS-10, a company shall prepare financial statements using uniform accounting policies for like transactions and other events in similar circumstances.

BSEC: As per guideline of Bangladesh Securities and Exchange Commission (BSEC), Bank has to keep adequate provision on diminution value of investments and certain provision has to be made on impairment of clients' margin loans/investments.

2.1.3 Basis of Measurement

The financial statements of the Bank has been prepared on historical cost basis except of the following:

i) Government Treasury bills/bonds designated as 'Held for Trading (HFT)' are present at value using marking to market concept with gain crediting to revaluation reserve;

ii) Government Treasury bills/bonds designated as 'Held to Maturity (HTM)' are carried at amortised cost;

iii) Investment in shares of listed companies are prepared at market value .

2.1.4 Going concern

The accompanying financial statements have been prepared on a going concern assumption that the Bank will continue in its operation over the foreseeable future. The Bank has neither any intention nor any legal or regulatory compulsion to liquidate or curtail materially the scale of any of its operations. Key financial parameters (including liquidity, profitability, asset quality, provision sufficiency and capital adequacy) of the Bank continued to demonstrate a healthy trend for a couple of years. The Bank has been awarded A+ in long term, ST-2 in short term and Stable in Outlook Status by Emerging Credit Rating Limited (ECRL). The Strait of Hormuz is experiencing a severe crisis due to intense military tension between Iran and the United States, threatening global energy supplies and maritime trade. The management does not see any issue with respect to going concern due to recent Iran war in midd. Besides, the management is not aware of any other material uncertainties that may cast significant doubt upon the Bank's ability to continue as a going concern.

2.1.5 Functional and presentation currency

These financial statements are prepared in Bangladesh Currency (BDT), which is the Bank's both functional and presentation currency. Figures appear in these financial statements have been rounded off to the nearest BDT.

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net

midlandbank
bank for inclusive growth

MIDLAND BANK PLC.
ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম
ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক
এজেন্ট ব্যাংকিং

2.1.6 Use of estimates and judgments

In preparation of the financial statements, management required to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed considering business realities on a going concern basis. Revision to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. The most significant areas where estimates and judgments have been applied to the following:

- Provision for loan and advances/investments- as explained in note # 2.2.5.(d)
- Income tax - as explained in note # 2.4.8
- Deferred tax assets/liabilities - as explained in note # 2.4.9
- Employee benefit -as explained in note # 2.5

Useful lives of depreciable assets regard to non-current assets - as stated below:

Asset Category	Depreciation Rate	Useful Life
Computer & Peripherals	20%	5 Years
Building	2%	50 Years
Furniture & Fixture	10%	10 Years
Office Equipment	20%	5 Years
Motor Vehicles	20%	5 Years
Books	20%	5 Years
Intangible Assets	20%	5 Years

However, underlying assumptions on estimates are reviewed on a going concern basis and revisions thereon are recognised in the period in which the estimates are revised. It is also required to disclose the contingent assets and liabilities at the date of the financial statements in accordance with the guidelines as prescribed by IAS-37 "Provisions, Contingent Liabilities and Contingent Assets".

Provisions

Provisions are liabilities that are uncertain in timing or amount. Provisions are recognised in the following
- The entity has a present (legal or constructive) obligation as a result of past events;
- Probable out flow of resources to settle the obligation and the obligation can be measured reliably;
- It is more likely than not that outflow of resources will be required to settle the present obligation exists at the end of the reporting period.

Contingent liabilities

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events. A contingent liability arises when some, but not all, of the criteria for recognizing a provision are met. IAS-37 applies prudence by deeming a past event to give rise to a present obligation and an entity shall not recognize a contingent liability. However, if it is possible rather than probable that an obligation exists, a contingent liability will exist, not a provision in the financial statements. An entity shall disclose for each class of transaction of contingent liability at the end of the reporting period if the contingent liability is not remote.

Contingent Assets

A contingent asset is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are never recognised; rather they are disclosed in the financial statements when they arise.

2.1.7 Consistency

In accordance with IFRS framework for the presentation of financial statements together with IAS-1 "Presentation of Financial Statements" and IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors". MDB discloses its information consistently from one period to the next, where selecting and applying a new accounting policies, changes in accounting policies, correction of errors, the amount involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS-8. However, for changes in the accounting estimates, the related amount is recognized prospectively in the current period and in the next period or periods.

2.1.8 Reporting period

These financial statements cover one calendar year from 01 January 2025 to 31 December 2025.

2.1.9 Dividend

Dividend on ordinary shares is recognised as a liability and deducted from retained earnings when they are approved by shareholders at the Annual General Meeting (AGM) of the Bank.

Dividend on ordinary shares for the year that is recommended by the Directors after the balance sheet date for approval of shareholders at the Annual General Meeting are disclosed in note # 2.21 to the financial statements in comlpiance with BB DOS Circular No. 01, dated 13 March 2025.

2.1.10 Date of authorization

The Board of Directors has authorised these financial statements for public issue on 28 April 2025.

2.1.11 Cash flows Statement

Statement of cash flows have been prepared in accordance with the International Accounting Standard IAS 7 "Statement of Cash Flows" and under the guideline of Bangladesh Bank BRPD Circular No. 14, dated 25 June 2003. The Cash Flow statement shows the structure of and changes in cash and cash equivalents during the year. It cash flows during the period have been classified as operating activities, investing activities and financing activities.

2.1.12 Statement of changes in equity

Statement of changes in equity has been prepared in accordance with IAS 1 "Presentation of financial statements" and following the guidelines of Bangladesh Bank BRPD circular no.14, dated 25 June 2003.

2.1.13 Liquidity statement

The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per following basis:

SL	Particulars	Basis
1	Cash, balance with other banks and financial institutions money at call and short notice, etc.	Stated maturity/Observed behavioral trend.
2	Investments	Residual maturity term.
3	Loan and advance / investment	Repayment/Maturity schedule and behavioral trend (non-maturity products)
4	Fixed assets	Useful life
5	Other assets	Realisation/Amortisation basis
6	Borrowing from other banks and financial institutions	Maturity/Repayment term
7	Deposits and other accounts	Maturity/behavioral trend (non-maturity products)
8	Other long term liabilities	Maturity term
9	Provisions and other liabilities	Settlement/adjustment schedule basis

2.1.14 Financial statements for off-shore banking unit (OBU)

Foreign currency transactions are converted into equivalent BDT using the prevailing exchange rates on the dates of respective transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into BDT at weighted average rate of inter-bank market as published by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into BDT. Differences arising through buying and selling transactions of foreign currencies on different dates of the year have been adjusted by debiting/crediting exchange gain or loss account.

2.1.15 Offsetting

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Bank has a legal right to set off the recognised amounts and it intends either to settle on a net basis or to realise the asset and settle the liability simultaneously. Income and expenses are presented on a net basis only when permitted under IFRSs, or for gains and losses arising from a Bank of similar transactions such as in the Bank's trading activity.

2.2 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements of the Bank and those of the Bank have been applied consistently except otherwise instructed by Bangladesh Bank as the prime regulator. Certain comparative amounts in the financial statements have been reclassified and rearranged to conform to the current year's presentation (if any).

2.2.1 Accounting policy for IFRS 16: Leases

At the inception of a contract, the bank assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At the commencement or on modification of a contract that contains a lease component, the bank allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices.

The bank recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the bank by the end of the lease term or the cost of the right-of use asset reflects that the bank will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the bank's incremental borrowing rate. Generally, the bank uses its incremental borrowing rate as the discount rate.

The ban determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

i) fixed payments, including in-substance fixed payments;

ii) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;

iii) amounts expected to be payable under a residual value guarantee; and

iv) the exercise price under a purchase option that the bank is reasonably certain to exercise, lease payments in an optional renewal period if the bank is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the bank is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, if the bank changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The bank has elected not to recognise right-of-use assets and lease liabilities for leases of short-term.

2.2.2 Basis of consolidation

The consolidated financial statements include the financial statements of Midland Bank PLC. Islami Banking Windows (IBW) , Off-shore Banking Unit (OBU) and Midland Bank Asset Management Company Limited have been prepared as at and for the year ended on 31 December 2025. The consolidated financial statements have been prepared in accordance with IFRS 10 Consolidated Financial Statements.

2.2.3 a) Foreign currencies translation

Foreign currency transactions are converted into equivalent BDT using the prevailing exchange rates on the dates of respective transactions as per IAS 21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into BDT at weighted average rate of inter-bank market as published by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into BDT equivalent.

Differences arising through buying and selling transactions of foreign currencies on different dates of the year have been adjusted by debiting /crediting exchange gain or loss account.

b) Commitments

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in BDT terms at the rates of exchange prevailing on the balance sheet date.

c) Translation gain and loss

The resulting exchange transaction gains and losses are included in the profit and loss account.

2.2.4 Cash and cash equivalents

Cash and cash equivalents include notes and coins in hand, unrestricted balances held with Bangladesh Bank and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the Bank management for its short-term commitments.

2.2.5 Loans and advances

a) Loans and advances/investments of conventional banking/islamic banking branches are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and that the Bank does not sell in the normal course of business. Loans and advances/investment are stated in the balance sheet on gross basis.

b) Loans and advances/investments are broadly catagorized under the heads of continuous, demand, term and short term agriculture and micro credit. Continuous and demand loans/investments are accounted under capitalized method, where interest/profit accrues on daily basis and applied to loan account quarterly, except equal monthly installment (EMI) loan/investment of which interest/profit are being charged on due date and interest/profit of staff loan/investment are being charged to staff loan/investment account yearly. Interest/profit on classified loans and advances/investments is kept in suspense account as per guideline of Bangladesh Bank and such interest/profit is not accounted for as income until realized from borrowers **(note #13.07)**. Interest/profit is not charged on bad and loss loans/investments as per guidelines of Bangladesh Bank. On the basis of recovery, the unapplied interest/profit on such bad & loss loans/investments are being charged to the respective loans/investments account and credited to the income account.

c) Commission and discounts on bills purchased and discounted are recognized at the time of realization.

d) At each balance sheet date and periodically throughout the year, the Bank reviews loans and advances to assess whether objective evidence that impairment of a loan or portfolio of loans has arisen supporting a change in the classification of loans and advances, which may result in a change in the provision required in accordance with BRPD circular no. 53 (30 December 2021), BRPD circular no. 52 (29 December 2021), BRPD circular no. 51 (29 December 2021),BRPD Letter # BRPD (CRS-2)/901/(2)/2022-271, Dated 27 January 2021), BRPD circular no. 50 (14 December 2021), BRPD circular no. 45 (04 October 2021), BRPD circular no. 19 (26 August 2021), BRPD circular no. 13 (27 June 2021), BRPD circular no. 05 (24 March 2021), BRPD circular no. 03 (31 January 2021), BRPD circular no. 56 (10 December 2020), BRPD circular no. 52 (20 October 2020), BRPD circular no. 16 (21 July 2020), BRPD circular no. 03 (21 April 2019), BRPD circular no.1 (20 February 2018), BRPD circular no.15 (27 September 2017), BRPD circular no.16 (18 November 2014), BRPD circular no. 05 (29 May 2013), BRPD circular no. 19 (27 December 2012) and BRPD circular no.14 (23 September 2012). The guidance in the circular follows a formulaic approach whereby specified rates are applied to the various categories of loans as defined in the circular. The provisioning rates are as follows:

Types of loans and advances	Provision				
	STD	SMA	SS	DF	BL
Consumer:					
I) Agricultural Credit (Other than Short Term)	1%	5%	20%	50%	100%
II) CMSME Financing	0.50%-1%	0.50%-5%	20%	50%	100%
III) Consumer Financing (Other than Housing Finance)	1%	5%	20%	50%	100%
IV) Housing Finance	1%	5%	20%	50%	100%
IV) Industrial Credit	1%	5%	20%	50%	100%
V) Service Sector Credit	1%	5%	20%	50%	100%
VII) Trade & Commerce Sector Credit	1%	5%	20%	50%	100%
VIII) Other Credit	1%	5%	20%	50%	100%
IX) Short-term Agri-Credit	1%	1%	20%	50%	100%
X) Credit Card	1%	5%	20%	50%	100%

e) BRPD Circular no.14 dated 23 September 2012 as amended by BRPD Circular no.19 dated 27 December 2012 also provides scope for further provisioning based on qualitative judgments. In these circumstances, impairment losses are calculated on individual loans/investments considered individually significant based on which specific provisions are raised. If the specific provisions assessed under the qualitative methodology are higher than the specific provisions assessed under the prescribed approach above, the higher of the two is recognised in liabilities under "Provision for loans and advances/investments" with any movement in the provision charged/released in the profit and loss account. Classified loans/investments are categorized into sub-standard, doubtful and bad/loss based on the criteria stipulated by Bangladesh Bank guideline.

f) Loans and advances/investments are written off to the extent that- (i) there is no realistic prospect of recovery, and (ii) against which legal cases are filed, where required and classified as Bad/Loss as per as per BRPD circular no.02 dated 13 January 2003, BRPD circular no.13 dated 07 November 2013 and BRPD circular no.01 dated 06 February 2019 of Bangladesh Bank.

g) These written off loans/investments however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such written off accounts are maintained and followed up. In 2025, BDT 1565.21 million was written off .

Staff loan

House building and car loan are provided to the permanent staff at a subsidised rate. Criteria and detail of type wise staff loan are given below:

i) House building loan

A permanent staff completing 10 years of service can avail house building loan subject to getting approval from Managing Director & CEO and recommended by the concerned divisional head.

ii) Car loan

All permanent staff from AVP can avail car loan subject to getting approval from Managing Director & CEO and recommended by the concerned divisional head.

Investment

All investments (other than government treasury securities) are initially recognised at cost including acquisition charges associated with the investment. Premiums are amortised and discount accredited using the effective or historical yield method. Accounting treatment of government treasury bills and bonds (categorised as HFT and HTM) are made in accordance with Bangladesh Bank DOS Circular letter no. 05, dated 26 May 2008 and subsequent clarifications DOS Circular letter no. 05 dated 28 January 2009.

Valuation methods of investment used are:

a) Held To Maturity (HTM)

Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity', other than those that meet the definition of 'held at amortized cost-others' are classified as held to maturity. Initially these investments are recorded at cost. Subsequently, at each year end, these investments are measured at amortized cost. Any increase or decrease in the value of such investment is recognized in shareholders' equity and profit and loss account respectively. Investment (HTM) is shown in the financial statements **(note # 6.00).**

b) Held For Trading (HFT)

Investments classified in this category are acquired principally for the purpose of selling or repurchasing in short trading, or if designated as such by the management. After initial recognition at cost, investments are revalued at Mark to Market (MTM) on weekly basis and any increase on such valuation is recognized as valuation gain under the shareholders' equity and any loss is recognized in the profit and loss account.

c) REPO and Reverse REPO

Securities purchased under re-sale agreements are treated as collateralized lending and recorded at the consideration paid and interest accrued thereon. The difference between purchase price and re-sale price is treated as interest received and accrued evenly over the life of REPO agreement.

Since 1 September 2010 transaction of REPO and Reverse REPO are recorded based on DOS circular # 06, dated July 15, 2010 of Bangladesh Bank. Securities under REPO will be excluded from the investment portfolio and hence will not be eligible for SLR purpose. Securities acquired under reverse REPO will be eligible for SLR purpose, initially at its clean price (in case of coupon bearing security) or at market value (in case of non-coupon bearing security).

Value of investments has been calculated as follows:

Items	Applicable accounting value
Government treasury bills-HTM	Amortized value
Government treasury bills-HFT	Market value
Government treasury bonds-HTM	Amortized value
Government treasury bonds-HFT	Market value
Prize Bond	At cost
Debenture	At cost

d) Investment in Listed / Quoted Securities

These securities are bought and held primarily for the purpose of selling them in future or hold for dividend income. These are reported at cost. Unrealized gains are not recognized in the profit and loss account. But provision for diminution in value of investment is provided in the financial statements where market price is below the cost price of investment as per Bangladesh Bank guidelines **(note # 6.02 & Annexure B)**.

e) Investment in Unquoted Securities

Investment in unlisted securities is reported at cost under cost method. Adjustment is given for any shortage of net assets value (NAV) over cost in the profit and loss account, but no unrealized gain booking in the income account **(note # 6.02).**

Value of investments has been calculated as follows:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Government treasury securities - Held to Maturity (HTM)	Cost	Amortised cost	Increase in value of such investments is booked to equity, decrease to profit and loss account.
Government treasury securities - Held for Trading (HFT)	Cost	Fair value	Loss to Profit and Loss account, gain to Revaluation Reserve through Profit and Loss account.
Debenture/Bond	Face value	Face value	None
Shares (Quoted) *	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealised gain booking in profit & loss a/c.
Shares (Unquoted)*	Cost	Lower of cost or Net Asset Value (NAV)	Loss to profit and loss account but no unrealised gain booking.
Prize bond	Cost	Cost	None

* Provision for shares against unrealised loss (gain net off) has been taken into account according to DOS circular no.4, dated 24 November 2011 and for mutual funds (closed-end) as per DOS circular letter no.3, dated 12 March 2015 and for mutual funds (open-end) as per DOS circular letter no.10, dated 28 June 2015 of Bangladesh Bank.

f) Investment in Subsidiary

Investment in subsidiary is accounted for under cost method of accounting in the Bank's financial statements in accordance with IFRS 10 (Consolidated Financial Statements). Accordingly, investments in subsidiaries are stated in the Bank's balance sheet at cost, less impairment loss, if any. MDB has a subsidiary company as of December 31, 2025.

Property, plant and equipment

As per IAS-16 "Property and Equipment" items of fixed assets excluding land are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Land and building are carried at cost. Purchase of software that is integral to the related equipment is capitalised as part of that equipment. Cost includes expenditure that are directly attributable to the acquisition of asset and bringing to the location and condition necessary for it to be capable of operating in the intended manner. When significant parts of an item of fixed asset have different useful lives, they are accounted for as separate items (major components) of fixed assets. The Bank has no land and building during the reporting period.

The gain or loss on disposal of an item of fixed asset is determined by comparing the proceeds from disposal with the carrying amount of the item of fixed asset, and is recognised in other income/ expenses in profit and loss account.

i) Subsequent costs

The cost of replacing a component of an item of fixed asset is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the group and its cost can be measured reliably. The carrying amount of the replaced parts is derecognised. The costs of the day to day servicing of fixed assets are recognised in the profit and loss statement as incurred.

ii) Depreciation

Depreciation on fixed assets is recognised in the profit and loss statement on straight line method over its estimated useful lives. In case of acquisition of fixed assets, depreciation is charged from the month of acquisition, whereas depreciation on disposed off fixed assets are charged up to the month prior to the disposal. Asset category wise depreciation rates for the current and comparative periods are as follows:

Category of fixed assets	Method	Rate (%)
Land	N/A	-
Building	Straight Line	2%
Furniture and fixtures	Straight Line	10%
Office equipments	Straight Line	20%
Library books	Straight Line	20%
Vehicles	Straight Line	20%
Intangible assets (Software)	Straight Line	20%
Computer and peripherals	Straight Line	20%
Interior decoration	Straight Line	10%
Category of fixed assets (ATM Assets):		
Furniture and fixtures	Straight Line	10%
Office equipment	Straight Line	20%

2.2.9 Non- banking assets

Non-banking assets were acquired by the entity due to failure of borrowers to repay the loan in time taken against mortgaged property. The Bank was awarded absolute ownership on few mortgaged properties (mostly land) through the verdict of honourable court under the Artharin Adalat Act 2003. The value of the properties has been recognised in the financial statements as non-earning assets on the basis of third party valuation report and presented in the financial statements of the bank as per BRPD Circular # 22, dated 20 September 2021. Details are shown in note # 10.

2.2.10 Intangible assets

a) An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the asset will flow to the entity and the cost of the assets can be measured reliably (IAS 38).

b) Software represents the value of computer application software licensed for use of the Bank, other than software applied to the operation software system of computers. Intangible assets are carried at its cost, less accumulated amortization/depreciation and any impairment losses. Initial cost comprises license fees paid at the time of purchase and other directly attributable expenditures that are incurred in customizing the software for its intended use.

c) Expenditure incurred on software is capitalized only when it enhances and extends the economic benefits of computer software beyond their original specifications and lives and such cost is recognized as capital improvement and added to the original cost of software.

d) Software is amortized using the straight line method over the estimated useful life of 5 (five) years commencing from the date of the application software is available for use over the best estimate of its useful economic life.

2.2.11 Impairment of assets

The carrying amounts of Bank's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. Any impairment loss is recognized in the profit and loss account, if the carrying amount of an asset exceeds its recoverable amount (IAS-36). An amount of BDT **2,481,389** has been impaired and charged to profit and loss account during the financial year 2025 as per para 60 of IAS-36 "Impairment of assets".

2.2.12 Investment properties

a) Investment property is held to earn rentals or for capital appreciation or both and the future economic benefits that is associated with the investment property, but not sale in the ordinary course of business.

b) Investment property is accounted for under cost model in the financial statements. Accordingly, after recognition as an asset, the property is carried at its cost, less accumulated depreciation and impairment loss.

c) Depreciation is provided on a reducing basis over the estimated life of the class of asset from the date of purchase up to the date of disposal (IAS 16).

2.2.13 Other assets

Other assets include mainly advance office rent, payment of advance income tax for which assessment of tax has not been finalizes yet and all other financial assets, fees and other unrealized income receivable advance for operating and capital expenditures and stocks of stationery and stamps, etc.

Provision on other assets

As per BRPD circular no.04 dated 12 April 2022, a provision of 100% on other assets which are outstanding for one year and above. The Bank maintains provisions in line with this circular unless it assesses there is no doubt of recovery on items of other assets in which case no provision is kept **(note # 13.04).**

2.2.14 Receivables

Receivables are recognised when there is a contractual right to receive cash or another financial asset from another entity.

2.2.15 Inventories

Inventories measured at the lower of cost and net realizable value as per IAS 2 "Inventories".

2.2.16 Reconciliation of inter-bank and inter-branch accounts

Accounts with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there is no differences which may affect the financial statements significantly. Un-reconciled entries/balances in the case of inter-branch transactions as on the reporting date are not material.

2.2.17 Non-controlling (Minority) Interest in Subsidiary

Non-controlling (Minority) Interest in a business is an accounting concept that refers to the portion of a subsidiary company's stock that is not owned by the parent company. Midland Bank PLC., in its Consolidated Financial Statements have made disclosure related to the Non-controlling (Minority) Interests in accordance with 'IFRS-10: Consolidated Financial Statements.' The magnitude of the minority interest in Midland Bank Asset Management Ltd. compared to a majority owned subsidiary (99.99%) of Midland Bank PLC. is very insignificant.

2.3 Capital/Shareholder's equity

2.3.1 Share capital

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

a) Authorised capital

Authorized capital is the maximum amount of share capital that the Bank is authorized by its Memorandum and Article of Association to issue to the shareholders. Authorized capital of the Bank as on 31 December 2025 was at BDT 10,000 million **(Note # 15.01)**

b) Paid up capital

Paid-up capital represents total amount of shareholders' capital that has been paid in full by the ordinary shareholders. Ordinary shareholders are entitled to receive dividends as declared time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the Bank, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation. **(Note # 15.02)**

2.3.2 Statutory reserve

Statutory reserve has been maintained @ 20% of profit before tax in accordance with the provision of section 24 of the Bank Company Act 1991 until such reserve along with share premium equal to its paid up capital. Statutory reserve of the Bank as on 31 December 2025 was at BDT 2,328.78 million, against BDT 2,106.81 million on 31 December 2024 **(Note # 16.00).**

2.3.3 Revaluation reserve

When an asset's carrying amount is increased as a result of revaluation, the increase amount should be credited directly to equity under the head of revaluation surplus / reserve as per IAS 16: "Property, Plant and Equipment". The tax effects on revaluation gain are measured and recognized in the financial statements as per IAS 12: "Income Taxes". During the financial year 2025, the Bank did not revalue of its any fixed asset.

2.3.4 Revaluation reserve on investment in securities

Revaluation reserve for government securities arises from the revaluation of treasury bills/bonds, Bangladesh Bank bills and treasury bonds (HFT and HTM) in accordance with the DOS circular no. 5 dated 26 May 2008 and DOS (SR) 1153/120/2010 dated 8 December 2010 **(Note # 17.00)**

2.3.5 General reserve

The surplus amount after appropriation of yearly profit, surplus of tax and bonus provision of different years are being kept in general reserved fund. There is no such reserve as on 31 December 2025.

2.3.6 Share premium

Share premium is the capital that the Bank raises upon issuing shares that is in excess of the nominal value of the shares. The share premium may be applied by the Bank in paying up unissued shares to be allotted to members as fully paid bonus shares or writing-off the preliminary expenses of the Bank or the expenses of or the commission paid or discount allowed on, any issue of shares or debentures of the Bank or in providing for the premium payable on the redemption of any redeemable preference shares or of any debentures of the Bank. Share premium is showing in accounts after deduction of income tax on share premium as per finance Act. During the year 2023, the Bank issued 70 million of ordinary shares at the face value of BDT 10 each to general public through IPO in compliance with regulation.

2.3.7 Capital management

The Bank has a capital management process in place to measure, deploy and monitor its available capital and assess its adequacy. This capital management process aims to achieve the following objectives:

i) To comply with the capital requirements set by the regulators;

ii) To safeguard the Bank's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and

iii) To maintain a strong capital base to support the development of its business.

Capital is managed in accordance with the Board approved Capital Management Planning. Senior management develops the capital strategy and oversee the capital management planning of the Bank. The Bank's finance, treasury and risk management divisions are key participators in implementing the Bank's capital strategy and managing capital. Capital is managed using both regulatory capital measures and internal matrix.

2.4 Liabilities and basis of their valuation

2.4.1 Borrowings from other banks, financial institutions and agents

Borrowed funds include call money deposits, borrowings, re-finance borrowings and other term borrowings from banks, financial institutions and agents. Interest paid/payable on these borrowings is charged to the profit & loss account. Disclosures of borrowings are shown in (N**ote # 11.00, 13.00 and 22.02**).

2.4.2 Deposits and other accounts

Deposits and other accounts include non-interest bearing current deposit payable at call, interest bearing demand and short term deposits, savings deposit, fixed deposit and scheme deposit. These items are brought to financial statements at the gross value of outstanding balance.

2.4.3 Other liabilities

Other liabilities comprise items such as provision for loans and advances/investments, provision for taxation, interest payable, interest suspense, accrued expenses, lease obligation, etc. Other liabilities are recognised in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Act, 2023 and internal policy of the Bank.

2.4.4 Provision for liabilities

As per IAS-37 Provisions, Contingent Liabilities and Contingent Assets are recognised when it is probable that an outflow of economic benefits will be required to settle a current legal or constructive obligation as a result of past events, and a reliable estimate can be made of the amount of the obligation.

2.4.5 Provisions on balances with other banks and financial institutions (Nostro accounts)

Provision for unsettled transactions on nostro accounts is made as per Foreign Exchange Policy Department (FEPD) circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005 of Foreign Exchange Policy Department (FEPD) of Bangladesh Bank and reviewed semi-annually by our management along with duly certified by the external auditor. On the reporting date, the Bank has no unsettled transactions outstanding for more than 3 months and no provision has been made in this regard.

2.4.6 Provision for current tax

Current tax is the amount of income tax payable (recoverable) in respect of the taxable profit (tax loss) for a period. Provision for current income tax has been made as per prescribed rate in the Income Tax Act 2023 and latest Finance Act and related SROs on the accounting profit made by the Bank after considering some of the add-backs to income and disallowances of expenditure as per income tax laws with IAS-12 "Income Taxes". Tax Assets under the head of Other Assets are recognized for payment of advance income tax, tax deducted at source and tax paid at the time of IT Return for the year (s) for which assessment has not been yet finalized. On the other hand, the tax provision (estimated as per IAS-12, provision of latest Finance Act, related SROs/ Guidelines, etc., issued by National Board of Revenue-NBR) are recognized as tax liability under the head of other liability for the year (s) for which assessment has not been yet finalized.(N**ote # 13.05**).

2.4.7 Deferred tax

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 tax 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 & liabilities are measured using tax rate & tax laws enacted or substantially enacted at the balance sheet date. Tax impact on the account of changes in deferred tax assets and liabilities has also been recognized in the profit and loss account as per IAS 12 "Income Taxes" and in line with BRPD circular no.11 dated December 12, 2011. During the year, an amount of deferred tax income stood at BDT 171.83 million against BDT 212.71 million in 2024 (N**ote # 9.06**).

2.4.8 Contingent asset and contingent liability

A contingent asset is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events and on the other hand a contingent liability is a possible obligation that arises from past events and whose existence will also be confirmed only the occurrence or non-occurrence of one or more uncertain future events. Contingent asset and liability are not recognized rather disclosed in the financial statements as per IAS 37.

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net

midlandbank
bank for inclusive growth

MIDLAND BANK PLC.

ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম
ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক
এজেন্ট ব্যাংকিং

2.5 Benefits to the employees

The retirement benefits accrued for the employees of the Bank as on reporting date have been accounted for in accordance with the provisions of IAS 19, "Employee Benefit". Bases of computing the retirement benefit schemes operated by the Bank are outlined below:

2.5.1 Provident fund

Provident Fund (PF) benefits are given to the permanent members of PF of the Bank in accordance with Bank's Service Rules. Accordingly, a Trust Deed and Provident Fund Rules were prepared and obtained approval from the Commissioner of Income Tax as a recognized provident fund within the meaning of section 2(52), read with the provisions of Part 3, Second Schedule of Income Tax Act 2023. The Fund is operated by a Board of Trustees consisting six members of the Bank (03 members from the Board of Directors and 03 members from Management). All confirmed employees of the Bank are contributing 10% of their basic salary as subscription to the Fund. The Bank also contributes equal amount of the employees' contribution. Interest earned from the investments is credited to the members' individual account on yearly basis as per audited financial statements of the Fund. The Fund has been maintaining in a separate account which is operating by the Trustee and is being audited by Arun & Co. Chartered Accountants and submit to the NBR to comply with regulation.

2.5.2 Gratuity fund

The Bank operates a Gratuity Fund Scheme on "Continuing Fund Basis", in respect of which provision is made annually which is covering all its eligible employees in accordance with Bank's Service Rules. The Bank prepared the Trust Deed and Gratuity Fund Rules and get approval from the Commissioner of Income Tax as a recognized Gratuity Fund under the provision of Part 2 of second schedule of Income Tax Act 2023. The Fund is operated by a Board of Trustees consisting six members of the Bank (03 members from the Board of Directors and 03 members from management). Valuation of Gratuity Fund Scheme has been made to assess the adequacy of the liabilities provided for the scheme as per IAS 19 "Employees Benefit". The Fund has been maintaining in a separate account which is operating by the Trustee and is being audited by Arun & Co. Chartered Accountants and submit to the NBR to comply with regulation.

2.5.3 Employees' Social Security Superannuation Fund (ESSSF)

Midland Bank Employees' Social Security Superannuation Fund is subscribed by monthly contribution of the employees. The Bank also contributes to the fund in accordance with Bank Service Rules. The fund has been established to provide medical support and coverage in the event of accidental death or permanent disabilities of the employees. Retirement benefits are also provided from this fund. The Fund has been maintaining in a separate account which is operating by the Trustee and is being audited by Arun & Co. Chartered Accountants.However, the 35th meeting of ESSSF Board of Trustees of the Bank held on December 29, 2025 with the Managing Director and CEO in the Chair, decided to close the ESSSF and replacing Employees' Group Insurance (GI) as per 174th Meeting of the Board of Directors held on December 25, 2025.

2.5.4 Performance bonus

The Bank is giving performance/incentive bonus to the employees in every year. This bonus is not mandatory, but is being paid based on the performance of the bank in respective year. This bonus amount is being distributed among the employees based on their performance after approval of audited financials of the Bank.

2.5.5 Worker's Profit Participation Fund

Provision of Workers' Profit Participation Fund and Welfare Fund mentioned in Bangladesh Labour (Amendments) Act, 2013 contradicts Bank Company Act, 1991 through which Bank Companies are regulated. Section-11 of Bank Company Act, 1991 restricts to employ anyone who receives remuneration or part of remuneration as share of profit of the company and remuneration includes salary and other benefit. As per legal expert's opinion, wherein it is opined that Worker's Profit Participation and Welfare Fund shall not be applicable for Bank Companies, as there is no non-obstante clause. Unless Government of Peoples Republic of Bangladesh amends section 11 of Bank Company Act or frames rules, giving overriding effect to Bank Company Act, 1991, section 232 of Bangladesh Labour (Amendments) Act, 2013 will not be applicable for banks. Moreover, in the Bank, performance bonus provision is there, which is distributed among the employees on the basis of individual employee's yearly performance with a view to recognize welfare of the employees and reward their participation and contribution to the company.

2.6 Revenue recognition

In terms of provisions of IFRS 15 "Revenue from Contracts with Customers", the revenues during the year are recognized as following:

2.6.1 Interest Income

Interest income on unclassified loan and advances (Standard & SMA) is recognised on an accrual basis and charged to respective loan account on quarterly. Interest income on classified loan and advances (SS & DF only) is credited to interest suspense account with actual receipt of interest therefrom credited to income as and when received as per instruction contained in BRPD circular no.14 dated 23 September 2012, BRPD circular no.19 dated 27 December 2012 and BRPD circular no.16, dated 18 November 2014. If the Loans and advances classified as Bad/Loss (BL) interest ceases to apply and recorded in a memorandum a/c. When any Bad loan turns into unclassified a/c, then unapplied interest charged to respective loan a/c and credited to profit & loss a/c in compliance with regulatory guideline.

2.6.2 Profit on investment (Islamic Banking Window)

Mark-up on investment is taken into income account proportionately from profit receivable account. Overdue charge/compensation on classified investments are transferred to profit suspense account instead of income account.

2.6.3 Investment Income

Income on investments are recognised on accrual basis. Investment income includes discount on treasury bills and Bangladesh Bank bills, interest on treasury bonds and fixed deposit with other banks. Capital gain on investments in shares are also included in investment income. Capital gain is recognised when it is realised.

2.6.4 Fees and commission income

The Bank earns commission and fee income from a diverse range of service provided to its customers. Commission and fee income is accounted for as follows:

i) Income earned on the execution of a significant act is recognised as revenue when the act is completed.

ii) Income earned from services provided is recognised as revenue when the services are provided.

iii) Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

iv) Commission and discount on bills purchased and discounted are recognized at the time of realization.

2.6.5 Dividend income

Dividend income is recognised when the right to receive the income is established. Dividend income is recognized at the time when it is realized. Dividend income on preference shares is recognized on accrual basis. Dividend incomes are presented under investment income (note # 23.00).

2.7 Interest paid and other expenses

In terms of the provisions of IAS 1 "Presentation of Financial Statements" interest and other expenses are recognized on accrual basis.

2.7.1 Interest paid on borrowing and other deposits (Conventional banking)

Interest paid and other expenses are recognised on accrual basis

2.7.2 Profit shared on deposits (Islamic banking)

Profit paid to mudaraba deposits is recognised on accrual basis according to Income Sharing Ratio (ISR).

2.7.3 Other operating expenses

All other operating expenses are provided for in the books of the account on accrual basis according to the IAS 1 "Presentation of Financial Statements".

2.7.4 Dividend payments

Interim dividend is recognized when they are paid to shareholders. Final dividend is recognized when it is approved by the shareholders in the Annual General Meeting (AGM). The proposed dividend has not been recognized as a liability in the balance sheet in accordance with the IAS 10 "Events after the Reporting Period".

Dividend payable to the shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive the payment is established.

2.7.5 Foreign exchange gain/loss

Exchange income includes all gain and losses from foreign currency day to day transactions, conversions and revaluation of non-monetary items.

2.8 Earnings per share (EPS)

The company calculates earnings per share (EPS) in accordance with IAS 33 "Earnings per Share (EPS)" which has been shown on the face of Profit and Loss Account. The EPS has been calculated by dividing the net profit after tax by the total number of ordinary shares outstanding at the end of the reporting year. Details are shown in note # 40.00 to the financial statements.

2.8.1 Basic earnings per share

This represents earnings for the year attributable to ordinary shareholders. Net profit after tax has been considered as fully attributable to the ordinary shareholders. Basic earnings per share is calculated by dividing net profit after tax by the total weighted average number of ordinary shares outstanding at end of the reporting year.

2.8.2 Weighted average number of ordinary shares

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year. The basis of computation of number of shares is in line with the provisions of IAS 33 "Earnings per share". The logic behind this basis is, that the bonus shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings.

2.8.3 Diluted earnings per share

No diluted earnings per share are required to be calculated for the period 2024, as there was no element or scope for dilution during the period under review. However, EPS is restated for the comparative years, if it requires as per IAS 33 "Earnings per share (EPS)".

2.9 Related party transactions

Parties are considered to be related, if one party has the ability directly or indirectly to control the other party or exercise significant influence over the other party in making financial and operational decisions. Parties are also considered to be related, if they are subject to common control or common significant influence. Related party transaction is a transfer of resources, services or obligations between related parties, regardless of whether a price is charged as per IAS 24 "Related Party Disclosures", Bangladesh Bank and Bangladesh Securities & Exchange Commission (BSEC) guidelines. Details of Related party transactions have been disclosed in (**note # 44.00**).

2.10 Credit rating

Credit Rating: Emerging Credit Rating Limited (ECRL) has been rated the Bank based on the audited financial statements as of December 31, 2024 and other relevant quantitative as well as qualitative information up to the-date-of rating declaration. They have been rated the Bank as A+ in the long term and ST-2 for the short term and outlook is stable. The effective date of rating is till June 30, 2026.

Year	Long term rating	Short term rating	Outlook
2024 (valid upto 30 June 2026)	A+	ST 2	Stable

The rating reflects the strengths of the Bank which is backed by a strong team of management, growth in the non-interest income, deposits and investments, adequate capital coverage with high Tier 1 capital, improved asset quality and well controlled of liquidity position.

2.11 Directors' Responsibility on Financial Statements

The Board of Directors take the responsibility for preparation and presentation of these financial statements. Details of Directors' report are given in annual report.

2.12 Memorandum items

Memorandum items are maintained to have control over all items of importance and for such transactions where the Bank has only a business responsibility and no legal commitment. Bills for collection, savings certificates, wage earners bonds and others fall under the memorandum items. However, Bills for Collection is shown under contingent liabilities under the head of Off-balance Sheet Exposures as per Bangladesh Bank's reporting format.

2.13 Information about business and geographical segments

Segmental information is presented in respect of Midland Bank PLC.

a) Business segments

Business segments report consists of products and services whose risks and returns are different from those of other business segments.

b) Geographical Segments

Geographical segments report consists of products and services within a particular economic environment, where risks and returns are different from those of other economic environments. Inter-segment transactions are generally based on inter-branch fund transfer measures as determined by the management. Income, expenses, assets and liabilities are specifically identified with individual segments.

2.14 Risk management

Interest Rate Risk : Interest rate risk may arise either from trading portfolio or from non-trading portfolio. The trading portfolio of the Bank consists of Government treasury bills and bonds of different maturities as far as Interest rate risk is concern. Interest rate risk arises from mismatches between the future yield of an asset and their funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis and the Bank's Markets Treasury team actively manages the Balance Sheet gap to reduce the risk.

Equity Risk: Equity risk arises from movement in market value of equities held. The risks are monitored by Bank's Treasury and FIs Division under a well designed policy framework.

Operational Risk : Operational risk is the risk of direct or indirect loss resulting a wide variety of causes associated with the Bank's processes, people, technology or infrastructure, or from external factors. Operational risk is inherent in the Bank's activities and as with other risk types is managed through an overall framework with checks and balances that include implementation of three line of defence, recognised ownership of the risk by the businesses and independent risk management oversight.

The operational risk policy codifies the core governing principles for operational risk management and provides a framework for operational risk. In accordance with the policy, each business area is responsible to identify its key operational risks as well as the controls established to mitigate those risks and to ensure compliance with laws, regulations, regulatory administrative actions and the Bank's policies. The Bank's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the reputation of the Bank's reputation with overall cost effectiveness and innovation. In all cases, the Bank's policy requires compliance with all applicable legal and regulatory requirements.

Operating Environment : The Bank's operating environment during the year ended 2022 were impacted by a number of major global events such as continuation of COVID 19 related disruptions, start of Russia-Ukraine conflict, increase in fuel and commodity price, strengthening of USD, etc.. Most of these events also had significant impact in the local economic environment affecting the Bank's operation. From time to time, the Government of Bangladesh and the local Central Bank (Bangladesh Bank) has issued various directives to manage impacts from these events which the Bank has followed. Management on regular basis review and monitor the global and country specific macro-economic situation and factor these issues into the decision making process. However, the long-term effects of the current economic situation are difficult to predict and management's current expectations and estimates could differ from the actual results.

2.15 Creation of 'own Stat-up Fund' by Scheduled Banks through transferring 1% of the annual net profit

Pursuant to the SMESPD Circular no 4 dated 29 March 2021, Section 'Kha', all scheduled banks in Bangladesh are instructed to create own 'start-up fund' for disbursement of loan/Investment (for Islamic banks) to 'start-up entrepreneurs'. As per the subsequent amendment through SMESPD Circular no 5 dated 26 April 2021, for five years from 2020 banks shall maintain start-up fund to disburse in favour of 'Start-up entrepreneurs' through mandatory transfer of 1% net profit as per the audited financial statements. As per SMESPD circular no 02 dated 09 July 2025, until further instruction, every bank shall compulsorily transfer 1% of its net profit as shown in its audited financial statements to the said fund every year.

No further instruction has been issued in relation to the accounting of transactions (i.e. disbursement from the start-up fund and redemption of other liability). Until further instruction is received about the accounting of start-up fund, the Bank has assigned the required amount (1% of net profit) for the use as 'start-up fund' and subsequent disbursement to start-up entrepreneurs. This amount has been considered as appropriation through transfer from profit and loss account and disclosed under other liability.

2.16 Compliance report of International Accounting Standards/ International Financial Reporting Standards (IFRSs)

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) was formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as banks with effect from 2 November 2020. Accordingly, the financial statements of the Bank continue to be prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Banking Companies Act, 1991 (amendment up to 2018), the rules and regulations issued by Bangladesh Bank, the Companies Act, 1994. In case any requirement of the Banking Companies Act, 1991 (amendment up to 2018), and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Banking Companies Act, 1991, and provisions and circulars issued by Bangladesh Bank shall prevail.

Name of the IAS / IFRS	IAS/IFRS	Status of compliance
International Accounting Standards (IAS):		
Presentation of Financial Statements	IAS-1	Applied with some departure (note 2)
Inventories	IAS-2	N/A
Statement of Cash Flows	IAS-7	Applied with some departure (note 2)
Accounting Policies, Changes in Accounting Estimates and	IAS-8	Applied
Events after the Reporting Period	IAS-10	Applied
Construction Contracts	IAS-11	N/A
Income Taxes	IAS-12	Applied
Property, Plant and Equipment	IAS-16	Applied
Lease	IAS-17	N/A
Revenue	IAS-18	N/A
Employee Benefits	IAS-19	N/A
Accounting for Government Grants and Disclosure of Govt Assistance	IAS-20	N/A
The Effects of Changes in Foreign Exchange Rates	IAS-21	Applied
Borrowing Costs	IAS-23	Applied
Related Party Disclosures	IAS-24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS-26	N/A
Separate Financial Statements	IAS-27	Applied
Investments in Associates and Joint Venture	IAS-28	N/A
Financial Reporting for hyperinflationary economics	IAS-29	N/A
Interests in Joint Ventures	IAS-31	N/A
Financial Instruments: Presentation	IAS-32	Applied with some departure (note 2)
Earnings per Share	IAS-33	Applied
Interim Financial Reporting	IAS-34	Applied
Impairment of Assets	IAS-36	Applied
Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Applied with some departure (note 2)
Intangible Assets	IAS-38	Applied
Financial Reporting: Recognition and measurement	IAS-39	Applied with some departure (note 2)
Investment property	IAS-40	N/A
Agriculture	IAS-41	N/A

Name of the IAS / IFRS	IAS/IFRS	Status of compliance
International Financial Reporting Standards (IFRS):		
First-time Adoption of Bangladesh Financial Reporting Standards	IFRS 1	N/A
Share-based Payment	IFRS 2	N/A
Business Combinations	IFRS 3	N/A
Insurance Contracts	IFRS 4	N/A
Non-current Assets Held for Sale and Discontinued Operations	IFRS 5	N/A
Exploration for and Evaluation of Mineral Resources	IFRS 6	N/A
Financial Instruments: Disclosures	IFRS 7	Applied with some departure (note 2)
Operating Segments	IFRS 8	Applied with some departure (note 2)
Financial Instruments	IFRS 9	Applied with some departure (note 2)
Consolidated Financial Statements	IFRS 10	Applied
Joint Arrangements	IFRS 11	N/A
Disclosure of Interest in Other Entities	IFRS 12	N/A
Fair Value Measurement	IFRS 13	Applied with some departure (note 2)
Regulatory Deferral Accounts	IFRS 14	N/A
Revenue from contractors with customers	IFRS 15	Applied
Leases	IFRS 16	Applied

In order to comply with certain specific rules and regulations of Bangladesh Bank which are different to IAS/IFRS, some of the requirements specified in these IAS/IFRSs are not applied. Refer to note-2.1.2 for such recognition and measurement differences that are most relevant and material to the Bank and the Group.

The Standard regards a retirement benefit plan as a reporting entity separate from the employers of the participants in the plan. Therefore, it is not applicable for the Bank's annual report as it is the employer and not the retirement benefit plan itself.

The objective of IAS 34 is to prescribe the minimum content of an interim financial report and to prescribe the principles for recognition and measurement in complete or condensed financial statements for an interim period and hence it is not applicable for annual financial statements. However, the Bank being a listed entity in Dhaka and Chittagong Stock Exchanges regularly publishes Interim Financial Report complying with IAS 34.

2.17 Standards issued but not yet effective

A number of new standards are effective for annual periods beginning after 1 January 2021 and earlier application is permitted; however, the Bank has not early adopted the new or amended standards in preparing these financial statements.

Effective date	New standards or amendments
January 01, 2027	IFRS 18-Presentation and Disclosure in Financial Statements

IFRS 17 - Insurance Contracts

IFRS 17 was issued in May 2017 and applies to annual reporting periods beginning on or after 1 January 2021. IFRS 17 establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. The objective of IFRS 17 is to ensure that an entity provides relevant information that faithfully represents those contracts. The Bank has not yet assessed in potential impact of IFRS 17 on its financial statements.

2.18 Materiality and aggregation

Each material class of similar items has been presented separately in the financial statements. Items of dissimilar nature also have been presented separately unless they are immaterial in accordance with IAS-1 "Presentation of Financial Statements".

2.19 Accounting for changes in policy, accounting estimates and errors

IAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors, states that the effect of a change in accounting policy and correction of errors, if material, is to be applied retrospectively, and change in an accounting estimate is to be applied prospectively. The carrying amount of assets, liabilities, or equity may be changed following a change in accounting estimates in the period of the change. The bank followed the same accordingly and the Bank did not change the accounting policies and accounting estimates during the year 2025.

2.20 Related party disclosures

A party is related to the company if:
(i) directly or indirectly through one or more intermediaries, the party controls, is controlled by, or is under common control with, the company; has an interest in the company that gives it significant influence over the company; or has joint control over the company;
(ii) the party is an associate;
(iii) the party is a joint venture;
(iv) the party is a member of the key management personnel of the Company or its parent;
(v) the party is a close member of the family of any individual referred to in (i) or (iv);
(vi) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or
(vii) the party is a post-employment benefit plan for the benefit of employees of the company, or of any entity that is a related party of the company.
Details of the related party disclosures presented in note no. 44 and Annexure- D and E.

2.21 Event after the reporting period

As per IAS -10 "Events after 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 authorised for issue. Two types of events can be identified:

(a) those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and

(b) those that are indicative of conditions that arose after the reporting period (no adjusting events after the reporting period).

The only material event after the balance sheet date is: The Board of Directors recommended dividend @ 6% (3% cash and 3% stock dividend) for the financial year 2025, in its 179th Board Meeting held on 28 April 2026.

2.22 General

a) Comparative information

Comparative information in respect of the previous year has been presented from the financial statements audited by current year auditors for the period ended on December 31, 2025. Figures of previous year have been rearranged whenever necessary to confirm the current year/period presentation. The consolidated financial statements are prepared for a common reporting period for the period ended 31 December 2025. As subsidiary company operated in 2025, comparative consolidated financials are not presented.

b) Disclosures of expenditures

Expenses, irrespective of capital or revenue nature, accrued/due, but not paid have been provided for in the books of the Bank.

c) Approval of Financial Statements

These financial statements have been prepared by the management, audited by the external and regulatory auditors and thereafter approved by the board of directors of the Bank in its 179th Board meeting held on 28 April 2026.

3. a Consolidated Cash

	2025 BDT	2024 BDT
i) Cash in Hand (Including foreign currency)		
Midland Bank PLC.	1,061,840,179	1,069,303,107
Midland Bank Asset Management Company Ltd.	-	-
	1,061,840,179	**1,069,303,107**
ii) Balance with Bangladesh Bank and its Agent Bank (note 3.02)		
Midland Bank PLC.	4,218,303,235	3,927,795,611
Midland Bank Asset Management Company Ltd.	-	-
	4,218,303,235	**3,927,795,611**

3.00 Cash

	2025 BDT	2024 BDT
In Hand (Including foreign currency) (note 3.01)	1,061,840,179	1,069,303,107
Balance with Bangladesh Bank and its Agent Bank (note 3.02)	4,218,303,235	3,927,795,611
	5,280,143,415	**4,997,098,718**

3.01 In Hand (Including foreign currency)

	2025 BDT	2024 BDT
Local Currency	1,049,320,865	1,044,098,679
Foreign Currency	12,519,315	25,204,428
	1,061,840,179	**1,069,303,107**

3.02 Balance with Bangladesh Bank and its Agent Bank

	2025 BDT	2024 BDT
With Bangladesh Bank		
Local Currency	3,964,069,499	3,437,175,905
Foreign Currency	253,965,172	490,350,185
With Sonali Bank (as agent of Bangladesh Bank-Local Currency)	268,564	269,520
	4,218,303,235	**3,927,795,611**

3.03 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement and Statutory Liquidity Ratio have been calculated and maintained in accordance with section 25 & 33 of The Bank Companies Act, 1991 and Circular No.# 01 , 02 & 01 dated December 10, 2013 , June 23, 2014 & April 03,2018 respectively of Monetary Policy Department (MPD) of Bangladesh Bank.

The Cash Reserve Requirement on the Bank's Time and Demand Liabilities at the rate of 4% has been calculated and maintained with the Bangladesh Bank in Current Account and 13% Statutory Liquidity Ratio for conventional banking, 5.50% for Islami Banking Wing, excluding CRR, on the same liabilities has also been maintained in the form of Treasury Bills, Bonds, Foreign Currency with Bangladesh Bank. Both the reserves maintained by the Bank are in excess of the Statutory

As per Bangladesh Bank MPD Circular No. 01, dated 04 March 2025, Bank has to maintain CRR @ 4% on forthnightly cumulative average basis and minimum CRR @ 3% on daily basis.

Conventional Banking:

	2025 BDT	2024 BDT
a) Cash Reserve Requirement (CRR)		
Required Reserve	3,061,623,218	2,590,843,117
Maintained Reserve	3,327,956,422	2,822,037,453
Surplus/(Deficit)	**266,333,204**	**231,194,336**
b) Statutory Liquidity Ratio (SLR)		
Required Reserve	10,031,782,650	8,580,238,540
Maintained Reserve	31,670,331,754	20,026,368,033
Surplus/(Deficit)	**21,638,549,104**	**11,446,129,493**
Total Required Reserve	**13,093,405,868**	**11,171,081,657**
Actual Reserve held	**34,998,288,176**	**22,848,405,486**
Surplus/(Deficit)	**21,904,882,308**	**11,677,323,829**
c) Components of Statutory Liquidity Ratio (SLR)		
Cash in Hand	1,046,888,060	1,069,303,107
Balance with Bangladesh Bank	-	-
Balance with Sonali Bank	22,812,570	34,757,320
Excess Reserve of CRR	266,333,204	231,194,336
Government Securities	30,334,297,920	18,691,113,270
	31,670,331,754	**20,026,368,033**

Islami Banking Wing

	2025 BDT	2024 BDT
a) Cash Reserve Requirement (CRR)		
Required Reserve	217,292,563	177,477,884
Maintained Reserve	617,174,639	600,000,844
Surplus/(Deficit)	**399,882,076**	**422,522,959**
b) Statutory Liquidity Ratio (SLR)		
Required Reserve	298,777,270	244,032,090
Maintained Reserve	1,160,684,196	640,562,949
Surplus/(Deficit)	**861,906,926**	**396,530,859**
c) Components of Statutory Liquidity Ratio (SLR)		
Cash in Hand	14,952,120	21,389,990
Balance with Bangladesh Bank	-	-
Balance with Sonali Bank	-	-
Excess Reserve of CRR	399,882,076	422,522,959
Government Securities	-	-
Other Eligible Securities	745,850,000	196,650,000
	1,160,684,196	**640,562,949**

4. a Consolidated Balance with other Banks and Financial Institutions

	2025 BDT	2024 BDT
In Bangladesh		
Midland Bank PLC.	4,370,747,641	3,902,502,853
Midland Bank Asset Management Company Ltd.	427,330	18,475,176
Less: Intra Group Transaction	(427,330)	(18,475,176)
	4,370,747,641	**3,902,502,853**
Outside Bangladesh		
Midland Bank PLC.	552,132,113	296,302,192
Midland Bank Asset Management Company Ltd.	-	-
	552,132,113	**296,302,192**
	4,922,879,755	**4,198,805,045**

4.00 Balance with other Banks and Financial Institutions

	2025 BDT	2024 BDT
In Bangladesh	4,370,747,641	3,902,502,853
Outside Bangladesh	552,132,113	296,302,192
	4,922,879,755	**4,198,805,045**

4.01 In Bangladesh

	Transaction Currency	2025 BDT	2024 BDT
Current Accounts			
Standard Bank PLC.	BDT	7,155	8,075
Sonali Bank PLC.	BDT	37,543,862	99,192,821
Janata Bank PLC.	BDT	4,621,339	8,183,299
Agrani Bank PLC.	BDT	14,519,530	21,967,616
Rupali Bank PLC.	BDT	21,905,429	19,826,268
Trust Bank PLC.	BDT	11,966,234	3,620,967
Dutch Bangla Bank PLC.	BDT	2,003,995	403,238
The Premier Bank PLC.	BDT	25,452,752	39,507,952
		118,020,295	**192,710,235**
Special Notice Deposits			
Mercantile Bank PLC.	BDT	30,811,246	9,280,828
South Bangla Agriculture & Commerce Bank PLC.	BDT	-	360,000,000
Janata Bank PLC.	BDT	-	850,000,000
Prime Bank PLC.	BDT	642,829	642,280
AB Bank PLC.	BDT	269,458	267,301
Eastern Bank PLC.	BDT	2,214	2,209
		31,725,746	**1,220,192,618**
Fixed Deposits Receipt (FDR)			
FAS Finance & Investment Ltd.	BDT	175,000,000	175,000,000
First Finance Ltd.	BDT	130,000,000	130,000,000
Meghna Bank PLC.	BDT	-	300,000,000
Bangladesh Finance Ltd.	BDT	33,000,000	59,500,000
Standard Bank PLC.	BDT	400,000,000	400,000,000
Shahjalal Islami Bank PLC.	BDT	244,601,600	-
Premier Leasing & Finance Ltd.	BDT	544,300,000	544,300,000
Phoenix Finance & Investments Ltd.	BDT	170,500,000	170,500,000
International Leasing & Financial Services Ltd.	BDT	331,500,000	331,500,000
Fareast Finance & Investment Ltd.	BDT	288,500,000	288,500,000
Prime Finance & Investment Ltd.	BDT	3,700,000	3,800,000
Shimanto Bank PLC.	BDT	500,000,000	-
Mercantile Bank PLC.	BDT	1,300,000,000	-
CVC Finance Ltd.	BDT	99,900,000	86,500,000
Sub total		**4,221,001,600**	**2,489,600,000**
Total		**4,370,747,641**	**3,902,502,853**

Certain exposures within non-banking financial institutions (NBFIs) are currently identified as stressed. Pursuant to recommendations from the Bangladesh Bank inspection team, the Bank has committed to recognizing a provision of BDT 100 million against the principal and interest of these exposures. This provision is scheduled for formal recognition by March 2026 to address the credit risk following the reporting period ended 31 December 2025.

4.02 Outside Bangladesh (NOSTRO Accounts)

	Transaction Currency	2025 BDT	2024 BDT
in current account			
AB Bank, Mumbai Branch	US$	64,356,002	22,732,270
United Bank of India	US$	60,201,101	36,170,870
Axix Bank Limited	US$	78,968,210	10,945,241
National Bank of Pakistan, Tokyo Japan	JPY	410,788	397,743
Mashreq Bank Psc, NY	US$	96,693,320	72,947,719
Mashreq Bank Psc, NY OBU	US$	23,786,604	33,895,325
Kookmin Bank, South Korea	GBP	9,943,796	8,809,579
Habib American Bank, NY	US$	7,513,295	41,806,314
NIB Bank, Pakistan	US$	3,960,363	782,598
Aktif Yatirim Bank	US$	1,182,491	294
Aktif Yatirim Bank	EURO	2,003,292	16,039,674
Aktif Yatirim Bank	GBP	-	25,946,412
Banca UBAE Italy	EURO	12,392,947	991,810
Banca UBAE Italy	GBP	-	-
Kookmin Bank, South Korea	US$	29,331,188	20,085,778
Sonali Bank	US$	13,909,429	3,215,284
Sonali Bank	EURO	5,757	505,501
Mashreq Bank Dubai	AED	527,805	-
ICICI Bank Limited	US$	120,109,150	-
Zhejiang Chouzhou	US$	25,380,444	1,023,837
Zhejiang Chouzhou	CNY	1,456,130	5,943
		552,132,113	**296,302,192**

In accordance with Bangladesh Bank Foreign Exchange Policy Department, Circular Letter No. FEPD (FEMO)/01/2005-677 dated 13 September 2005, the quarterly review of Nostro Accounts for the quarter ended 31 December 2025 reflect the true state of the Nostro Account entries recorded correctly and after review a separate audit certificate has also been given by the Auditor.

Details of NOSTRO accounts are shown in Annexure-A

4.03 Maturity grouping of Balance with other Banks and Financial Institutions

	2025 BDT	2024 BDT
On Demand	933,000,000	1,221,600,000
Less than three months	859,500,000	859,500,000
More than three months	3,130,379,755	2,117,705,045
	4,922,879,755	**4,198,805,045**

5.a Consolidated Money at Call and Short Notice

	2025 BDT	2024 BDT
Midland Bank PLC.	19,900,000	339,900,000
Midland Bank Asset Management Company Ltd.	-	-
	19,900,000	**339,900,000**

5.00 Money at Call and Short Notice:

	2025 BDT	2024 BDT
	19,900,000	339,900,000
	19,900,000	**339,900,000**

6.a Consolidated Investments

	2025 BDT	2024 BDT
Government Investment		
Midland Bank PLC.	32,694,593,913	21,144,708,119
Midland Bank Asset Management Company Ltd.	40,098,630	66,069,987
	32,734,692,543	**21,210,778,106**
Other Investment		
Midland Bank PLC.	5,008,848,704	3,398,476,924
Midland Bank Asset Management Company Ltd.	74,753,192	24,548,319
Less: Intra Group Transaction	(120,000,000)	(120,000,000)
	4,963,601,896	**3,303,025,243**
	37,698,294,439	**24,513,803,349**

6.00 Investments

	2025 BDT	2024 BDT
Government(note 6.01)	32,694,593,913	21,144,708,119
Others(note 6.02)	5,008,848,704	3,398,476,924
	37,703,442,617	**24,543,185,043**
i) Investment Classified as per Bangladesh Bank Circular		
Held to Maturity (HTM)	23,991,975,725	11,171,610,313
Held for Trading (HFT)	6,691,418,298	7,518,928,093
Prize Bond	903,900	574,870
Government Securites Encumbered	1,614,445,990	2,256,944,843
Government Securites -SUKUK Bond	395,850,000	196,650,000
Other Investments	5,008,848,704	3,398,476,924
	37,703,442,617	**24,543,185,043**

ii) Investment Classified as per Nature

6.01 Government Securities

	2025 BDT	2024 BDT
Treasury Bills (at present value)		
Un-encumbered		
28 days	-	-
91 days	-	196,283,558
182 days	-	-
365 days	397,776,117	3,299,571,790
5 Years	1,610,041,747	-
Sub-total	**2,007,817,864**	**3,495,855,348**
Encumbered		
91 days	-	-
182 days	-	-
364 days	-	-
Sub-total	-	-
Total Treasury Bill	**2,007,817,864**	**3,495,855,348**
Treasury Bonds		
Un-encumbered		
6 Months Bangladesh Government Islamic Investment Bond (BGIIB)	350,000,000	-
2 Years	1,715,814,981	1,009,294,315
3 Years (Floating Rate Treasury Bond)	60,384,952	59,931,040
5 Years	2,821,350,132	134,059,259
5 Years (Bangladesh Government Investment Sukuk)	167,870,000	196,650,000
7 Years (Bangladesh Government Investment Sukuk)	227,980,000	
10 Years	12,865,535,509	7,661,487,784
15 Years	4,738,302,560	3,913,196,942
20 Years	6,124,188,024	2,416,713,718
Sub-total	**29,071,426,159**	**15,391,333,059**
Encumbered		
2 Years	-	-
5 Years	-	-
9 Years (Special Bond)	514,654,000	514,654,000
10 Years (Special Bond)	410,053,000	410,053,000
15 Years	-	-
20 Years	689,738,990	1,332,237,843
Sub-total	**1,614,445,990**	**2,256,944,843**
Total Treasury Bond	**30,685,872,149**	**17,648,277,901**
Reverse Repo	-	-
Prize Bonds (at face value)	**903,900**	**574,870**
Sub Total	**32,694,593,913**	**21,144,708,119**

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net

midlandbank
bank for inclusive growth

MIDLAND BANK PLC.
ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক এজেন্ট ব্যাংকিং

6.02 Other Investments

	2025 BDT	2024 BDT
Shares in quoted companies(Regular portfolio)	1,197,012,040	803,518,339
Shares in quoted companies(Special portfolio)	729,935,085	735,188,882
Details shown in Annex B		
Shares in unquoted companies (at face value) :		
Regent Energy & Power Ltd.(Preference Share)	44,613,788	44,613,788
Union Capital Ltd. (Preference Share)	1,300,000	1,300,000
Envoy Textiles Ltd. (Preference Share)	-	40,000,000
Confidence Power Bogra Ltd. (Preference Share)	-	12,500,000
Premier Cement Mills Limited (PCML) (Preference Share)	187,500,000	312,500,000
Fair Electronics Ltd (FEL) (Preference Share)	202,458,228	212,826,353
Ekush First Unit Fund (Open End Mutual Fund)	20,051,477	20,051,477
VIPB Accelerated Income Unit Fund (Open End Mutual Fund)	27,500,000	27,500,000
VIPB NLI 1st Unit Fund (Open End Mutual Fund)	11,812,606	11,812,606
Midland Bank Asset Management Company Limited	120,000,000	120,000,000
Ekush Growth Fund (Open End Mutual Fund)	20,000,000	20,000,000
EDGE High Quality Income Fund (Open End Mutual Fund)	20,000,000	20,000,000
UCB Taqwa Growth Fund (Open End Mutual Fund)	20,000,000	20,000,000
UCB Income Plus Fund (Open End Mutual Fund)	50,000,000	50,000,000
Midland Bank Growth Fund (Open End Mutual Fund)	25,000,000	-
Midland Bank Balanced Fund (Open End Mutual Fund)	25,000,000	-
Sandhani AML SLIC Fixed Income Fund (Open End Mutual Fund)	30,000,000	-
Ekush Stable Return Fund (Open End Mutual Fund)	4,565,480	4,565,480
	809,801,579	**917,669,704**
Bond, Debenture & Commercial Papers:		
Jamuna Bank Subordinated Bond	200,000,000	-
BRAC Bank Social Subordinated Bond	300,000,000	-
4th Subordinated Bond of EBL	900,000,000	-
Hashem Foods Ltd-Commercial Paper	102,100,000	102,100,000
North-West Power Generation Company Ltd-Non-Convertible Coupon Bond	210,000,000	280,000,000
Trust Bank - Perpetual Bond	60,000,000	60,000,000
Jamuna Bank - Perpetual Bond	250,000,000	250,000,000
NCC Bank - Perpetual Bond	250,000,000	250,000,000
	2,272,100,000	**942,100,000**
Sub Total	**5,008,848,704**	**3,398,476,924**
Total	**37,703,442,617**	**24,543,185,043**

6.03 Assets pledged as security for liabilities as at December 31, 2025 is BDT- 10,374,293,333.43 of Treasury Bill and Bond against Re-Purchase Agreement. Details are as under:

(a) i. Disclosure regarding outstanding Repo as at 31 December 2025

	Counter Party Name	Agreement Date	Reversal Date	Amount
1	Bangladesh Bank	17-Dec-2025	1-Jan-2026	2,720,937,991
2	Bangladesh Bank	23-Dec-2025	6-Jan-2026	2,679,803,536
3	IDLC	28-Dec-2025	4-Jan-2026	307,175,566
4	IDLC	29-Dec-2025	5-Jan-2026	577,419,683
5	Bangladesh Bank	30-Dec-2025	13-Jan-2026	1,639,205,657
6	Dhaka Bank PLC.	30-Dec-2025	5-Jan-2026	785,043,900
7	Bangladesh Bank (Liquidity Support for Capital Market Investment Under Special Fund)	7-Dec-2025	8-Mar-2026	740,000,000
8	Bangladesh Bank (180 Days Special Repo)	10-Aug-2025	8-Feb-2026	514,654,000
9	Bangladesh Bank (180 Days Special Repo)	20-Nov-2025	19-May-2026	410,053,000.00
	Total			**10,374,293,333**

ii. There is no outstanding Reverse Repo as at 31 December 2025 with the Bank.

(b) Disclosure regarding overall transaction of Repo for the year 2025

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under Repo:			
i) with Bangladesh Bank	1,684,707,000	12,463,417,102	7,857,273,722
ii) with Other Banks & Financial Institutions	291,791,222	9,973,495,537	2,816,238,774
Securities purchased under reverse Repo:			
i) with Bangladesh Bank	1,000,000,000	1,000,000,000	8,219,178
ii) with Other Banks & Financial Institutions	103,687,000	3,778,404,211	468,119,652

6.04 Maturity grouping of Investment as follows:

	2025 BDT	2024 BDT
On Demand	903,900	574,870
Up to one month	-	2,263,450
Less than three months	1,934,000,000	2,555,500,000
More than three months but less than one year	4,553,000,000	5,095,000,000
More than one year but less than five years	16,746,300,000	10,340,000,000
More than five years	14,469,238,717	6,549,846,723
	37,703,442,617	**24,543,185,043**

7. a Consolidated Loans and Advances / Investments

	2025 BDT	2024 BDT
Loans, Cash Credits, Overdrafts, etc		
Midland Bank PLC.	62,625,054,533	60,042,233,246
Midland Bank Asset Management Company Ltd.	-	-
	62,625,054,533	**60,042,233,246**
Bills Purchased and Discounted		
Midland Bank PLC.	8,442,843,585	3,234,315,664
Midland Bank Asset Management Company Ltd.	-	-
	8,442,843,585	**3,234,315,664**
	71,067,898,118	**63,276,548,910**

7.00 Loans and Advances / Investments

	2025 BDT	2024 BDT
Loans, Cash Credits, Overdrafts, etc. (note-7.01)	62,625,054,533	60,042,233,246
Bills Purchased and Discounted (note-7.02)	8,442,843,585	3,234,315,664
Total Loans and Advances	**71,067,898,118**	**63,276,548,910**

7.01 Loans, Cash Credits, Overdrafts, etc. / Investments

	2025 BDT	2024 BDT
In Bangladesh:		
Term Loan	27,376,021,902	23,522,221,975
Overdraft	9,232,217,795	9,763,154,631
Time Loan	11,847,010,699	14,723,975,594
Cash Credit	958,268,795	1,886,123,577
Trust Receipt	7,252,134,141	4,070,021,141
Consumer Loan	2,443,909,331	1,942,054,171
Agricultural Credit	737,493,837	1,147,116,339
EDF Loan	2,218,950,775	2,617,290,721
Packing Credit	62,771,735	25,918,051
Staff Loan	143,940,460	107,752,279
Other Loans and Advances	352,335,064	236,604,767
	62,625,054,533	**60,042,233,246**
Outside Bangladesh	-	-
	62,625,054,533	**60,042,233,246**

7.02 Bill Purchased and Discounted

	2025 BDT	2024 BDT
Payable in Bangladesh	3,713,245,562	1,261,685,246
Payable outside Bangladesh	4,729,598,023	1,972,630,418
	8,442,843,585	**3,234,315,664**

7.03 Net Loans & Advances /Investments

	2025 BDT	2024 BDT
Gross Loans & Advances/ Investments (note- 7)	**71,067,898,118**	**63,276,548,910**
Less:		
Classified Loans & Advances/ Investments (note-7.08)	2,189,941,264	2,390,538,772
Interest/ Profit Suspense (Note- 13.07)	2,107,988,142	1,500,249,328
Provision for Loans & Advances/ Investments-General Provision (Note -13.01)	684,558,018	530,843,854
Net Loans & Advances /Investments	**66,085,410,694**	**58,854,916,957**

7.04 Maturity grouping of Loans and Advances /Investments

	2025 BDT	2024 BDT
On Demand	6,580,600,000	7,322,967,731
Up to one month	3,901,300,000	2,454,132,269
Not more than three months	19,636,700,000	8,271,400,000
More than three months but less than one year	9,800,000,000	21,896,700,000
More than one year but less than five years	21,708,598,118	12,893,401,636
More than five years	9,440,700,000	10,437,947,274
	71,067,898,118	**63,276,548,910**

7.05 Maturity grouping of Bills Purchased and Discounted

	2025 BDT	2024 BDT
Within one month	3,300,000	500,000
More than one but not more than three months	6,300,000	800,000
More than three months but less than six months	8,433,243,585	3,233,015,664
More than six months	-	-
	8,442,843,585	**3,234,315,664**

7.06 Concentration of Loans and Advances/ Investments:

		2025 BDT	2024 BDT
a)	Loans and Advances/Investments to Institutions in which the Directors of the Bank have interest	55,080,995	1,376,823
b)	Advances to Managing Director & other Senior Executives	143,940,460	107,752,279
c)	**Advances to Industries**		
	Agriculture	717,949,590	1,127,291,761
	RMG	3,643,325,096	3,403,844,690
	Textile	7,827,586,251	6,566,665,624
	Ship Building	-	-
	Ship Breaking	-	-
	Other Manufacturing industry	24,408,025,323	24,834,939,161
	SME loans	5,500,173,195	3,600,284,754
	Construction	3,244,352,691	3,927,092,020
	Power, Gas	5,235,456,073	503,111,856
	Transport, Storage and Communication	1,773,166,708	1,366,966,122
	Trade Service	4,030,221,417	5,115,168,459
	Commercial real estate financing	206,692,580	16,195,473
	Residential real estate financing	1,080,694,032	869,923,118
	Consumer credit	2,273,199,622	1,860,057,076
	Capital Market	524,274,377	645,453,490
	NBFIs	2,079,970,980	2,885,488,176
	Others	8,323,788,727	6,444,938,028
		70,868,876,663	63,167,419,809
		71,067,898,118	**63,276,548,910**

7.07 Details of Large Loan/Investments

Number of borrowers with outstanding amount of loans exceeding 10% of total capital of the Bank and classification status thereof. Total capital of the Bank is BDT 1,005.46 crore as at 31 December 2025 (BDT 938.87 crore in 2024).

	2025 BDT	2024 BDT
Number of Clients	40	36
Outstanding Advances (BDT)	46,663,826,719	31,067,108,814

Client wise details are given below:

Sl	Name of the clients	Status	Outstanding (BDT) Funded	Outstanding (BDT) Non - Funded	Total 2025 (BDT)	Total 2024 (BDT)
1	Adex Group	UC	-	-	-	518,805,307
2	Nitol-Niloy Group	UC	322,926,854	-	322,926,854	135,819,839
3	Zon Ron Group	UC	-	-	-	1,113,121,428
4	Rangs Group	UC	780,715,351	2,023,533,362	2,804,248,713	1,385,606,755
5	Abul Khair Group	UC	1,309,599,640	1,362,468,948	2,672,068,588	1,678,320,159
6	GPH Group	UC	1,030,023,427	330,887,017	1,360,910,444	688,877,485
7	Summit Group	UC	955,328,515	-	955,328,515	1,085,851,497
8	BD Group	UC	1,036,742,380	-	1,036,742,380	976,904,158
9	Confidence Group	UC	932,036,488	718,353,711	1,650,390,199	1,571,651,800
10	ACI Group	UC	668,850,348	293,244,598	962,094,946	779,550,948
11	Unimed Group	UC	-	205,618,369	205,618,369	564,729,274
12	MSA Group	UC	889,228,003	63,682,780	952,910,783	1,144,457,089
13	EXPO Group	UC	324,426,843	1,472,927,714	1,797,354,557	1,981,185,574
14	Spectra Engineers Ltd.	UC			-	936,347,023
15	Akij-Bashir Group	UC	1,009,523,830	7,764,286	1,017,288,115	1,532,106,581
16	Akij Resource Group	UC	272,956,060	973,594,012	1,246,550,072	-
17	Argon Spinning Ltd.	UC	784,851,314	78,933,885	863,785,199	-
18	Bangladesh-China Power Company Ltd.	UC	-	463,554,015	463,554,015	-
19	Bangladesh-India Friendship Power Company (Pvt.) Ltd.	UC	3,846,905,248	878,559,571	4,725,464,820	-
20	Banglalink	UC	-	51,070,918	51,070,918	-
21	Max Group	UC	563,569,597	177,325,873	740,895,470	776,204,452
22	Anwar Group	UC	691,519,088	132,051,377	823,570,465	214,381,513
23	BSRM	UC	3,570,645	243,153,754	246,724,399	1,352,132,678
24	Khaled Group	UC	-	1,024,065,811	1,024,065,811	437,930,000
25	OMERA Group	UC	91,856,703	-	91,856,703	115,701,647
26	Saiham Knit Composite Ltd.	UC	752,607,432	617,336,895	1,369,944,327	1,346,059,207
27	Saiham Textile Mills Ltd.	UC	286,579,588	31,353,286	317,932,874	446,090,746
28	S.B Group	UC	809,343,550	-	809,343,550	818,098,651
29	Salma Group	UC	1,309,267,855	-	1,309,267,855	761,186,760
30	Sonia Group	UC	739,105,142	164,841,008	903,946,150	-
31	Seacom Group	UC	327,661,405	1,528,297,153	1,855,958,558	-
32	T. K. Group	UC	1,302,888,914	350,824,392	1,653,713,306	506,510,507
33	Youth Group	UC	62,771,735	513,286,940	576,058,675	743,085,032
34	City Group	UC	1,451,002,516	302,367,168	1,753,369,684	1,745,205,716
35	Meghna Group	UC	749,515,425	223,195,932	972,711,356	947,327,262
36	Fair Group	UC	-	-	-	240,915,147
37	Advanced Chemical Industries Limited	UC	1,110,358,112	-	1,110,358,112	1,107,426,667
38	EPV Thakurgaon Ltd.	UC	900,986,651	1,401,138,593	2,302,125,244	872,139,010
39	Healthcare	UC	1,272,954,437	389,287,725	1,662,242,162	1,571,458,364
40	Rak Group	UC	793,937,664	279,018,491	1,072,956,156	957,920,541
41	Bengal Hurricane Group	UC	414,573,193	153,252,027	567,825,219	-
42	CRC & SBS Textile Mills Ltd.	UC	583,328,219	-	583,328,219	-
43	Paragon Group	UC	-	990,304,992	990,304,992	-
44	Radiant Pharmaceuticals Limited	UC	837,019,944	-	837,019,944	-
45	Renaissance Group	UC	-	-	-	14,000,000
	Total		**29,218,532,117**	**17,445,294,602**	**46,663,826,719**	**31,067,108,814**

7.08 Classification of Loans and Advances/Investments:

	2025 BDT	2024 BDT
Unclassified (UC):		
Standard	66,713,055,297	59,810,075,491
Special Mention Account (SMA)	2,164,901,556	1,075,934,648
Sub total	**68,877,956,853**	**60,886,010,138**
Classified:		
Substandard	222,650,970	400,530,530
Doubtful	75,570,833	59,127,167
Bad & Loss	1,891,719,461	1,930,881,075
Sub total	**2,189,941,264**	**2,390,538,772**
Total	**71,067,898,118**	**63,276,548,910**

7.09 Details of Required Provision for Loans and Advances/Investments

Particulars	Provision Rate	Provision Required	Provision Maintained
Unclassifed (UC):			
Standard	0.25%,1%, 2% & 5%	594,506,585	594,506,585.05
Special Mention Account (SMA)	0.25%,1%, 2% & 5%	90,051,433	90,051,433
Sub total		**684,558,017**	**684,558,018**
Classifled:			
Substandard	5% & 20%	59,089,796	59,089,796
Doubtful	5% & 50%	38,159,846	38,159,846
Bad loan	100%	2,161,575,698	2,188,465,216
Sub total		**2,258,825,340**	**2,285,714,858**
Total		**2,943,383,357**	**2,970,272,875**
Excess/(short) Provision as at December 31, 2025			**26,889,518**

7.10 Details of Required Provision for Off Balance Sheet Items

	2025 BDT	2024 BDT
Required Provision for Off- Balance Sheet Exposures	209,535,902	124,616,475
Total Provision maintained	209,535,902	124,616,475
Excess/(Short) Provision	-	-

7.11 Suit filed by the Bank

	2025 BDT	2024 BDT
No of Suits file		
Artha Rin Adalat	95	66
N. I Act	42	35
Suit Amount		
Artha Rin Adalat	3,386,155,797	2,007,461,198
N. I Act	19,251,308	33,777,112

7.12 Geographical location wise loans and advances/Investments

	2025 BDT	2024 BDT
Inside Bangladesh		
Urban		
Dhaka Division	61,448,605,181	53,571,993,705
Chittagong Division	7,480,796,010	7,921,926,963
Khulna Division	112,363,214	107,494,579
Rajshahi Division	250,774,688	208,223,975
Mymensingh	-	-
Barisal Division	19,411,132	10,227,075
Rangpur Division	93,875,799	66,499,585
Sylhet Division	23,396,631	20,729,364
	69,429,222,654	**61,907,095,246**
Rural		
Dhaka Division	988,679,417	894,881,236
Chittagong Division	256,154,535	161,088,424
Khulna Division	63,589,433	25,011,350
Rajshahi Division	128,998,714	122,837,565
Mymensingh Division	161,000,320	144,352,398
Rangpur Division	40,271,262	21,282,692
Barisal Division	-	-
Sylhet Division	-	-
	1,638,693,681	1,369,453,664
Outside Bangladesh	-	-
	71,067,916,335	63,276,548,910

7.13 Particulars of loans and advances/Investments

		2025 BDT	2024 BDT
(i)	Loans & Advances considered good in respect of which the bank is fully secured	21,921,632,959	10,860,019,743
(ii)	Loans & Advances considered good against which the bank holds no security other than the debtors' personal guarantee	16,625,034,650	35,367,834,984
(iii)	Loans & Advances considered good and secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	32,521,248,726	17,048,694,183
(iv)	Loans adversly classified, provission not maintained thereagainst	-	-
		71,067,916,335	**63,276,548,910**
(v)	Loans & Advances due by directors or officers of the bank or any of them either separately or jointly with any other persons	199,021,455	109,129,102
(vi)	Loans & Advances due from companies or firms in which the directors of the bank are interested as directors, partners or managing agents or, in case of private companies, as members	-	-
(vii)	Maximum total amount of advances, including temporary advances made at any time during the year to directors or managers or officers of the bank or any of them either separately or jointly with any other persons	-	-
(viii)	Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which the directors of the Bank are interested as directors, partners or managing agents or, in the case of private companies, as members	-	-
(ix)	Due from other banking companies	-	-
(x)	Amount of classified loans on which interest has not been charged:		
	a. i) (Decrease)/Increase in provision,	1,391,146,069	770,395,262
	ii) amount of loan written off	-	-
	iii) amount realised against loan previously written off;	-	-
	b. Amount of provision kept against loan classified as ' bad/ loss'	2,191,575,698	1,710,559,724
	c. Interest creditable to the interest suspense A/c;	2,107,988,142	1,500,249,328
(xi)	Cumulative amount of loans written-off	2,111,517,748	**546,305,469**
(xii)	Amount of loans written-off during the year	1,565,212,279	**470,409,402**
(xiii)	The amount of written off loan for which law suit has been filed	1,565,212,279	470,409,402

7.14 Audited Financial Statements are mandatory documents for any company applying for new loan facility from bank. The bank reviews the Audited Financial Statements while assessing any new credit / Loan facilities to any new customers. In compliance with BRPD Circular Letter No. 04, dated January 04, 2021, the bank obtained audited financial statements while approving any new loan facility and wherever required under Financial Reporting Act'2015. Audited Financial Statements are preserved in the loan files by the bank and during each review latest audited financials are also obtained. However, in some special circumstances where latest Audited Financial Statements is not available and where there is valid reason for delay in submission of latest audited financial, the bank uses interim Management Accounts for conducting the Internal Credit Risk Rating (ICRR) for the purpose of renewal of any loan facilities as per guidelines of ICRR of Bangladesh Bank. However, from September' 2021 the Bank is verifying the Financial Statements using the Document Verification System (DVS) as per BRPD Circular Letter 35 dated July 06, 2021 and FRC Letter No. 178/FRC/APR/2021/27(28) dated December 08, 2021.

8. a Consolidated Fixed Assets including Premises, Furniture & Fixture

	2025 BDT	2024 BDT
Midland Bank PLC.	1,482,297,780	871,245,407
Midland Bank Asset Management Company Ltd.	6,100,874	7,603,532
	1,488,398,654	**878,848,938**

8.00 Fixed Assets including Premises, Furniture & Fixture

	2025 BDT	2024 BDT
Property, Plant & equipment		
Computer and Peripherals	461,110,195	430,704,184
Furniture & Fixture	268,485,133	250,190,936
Office Equipment	259,316,813	207,129,407
Motor Vehicles	36,348,949	36,348,949
Books	20,260	20,260
Intangible Assets	239,830,637	155,277,537
Right of Use Assets	1,350,651,818	914,648,538
Land, Building & Construction	96,375,200	-
Total Cost	**2,712,139,005**	**1,994,319,812**
Less: Accumulated Depreciation	1,229,841,225	1,123,074,405
Book value at the end of the year	**1,482,297,780**	**871,245,407**
Details are shown in Annex-C		

9. a Consolidated Other Assets

	2025 BDT	2024 BDT
Midland Bank PLC.	5,875,928,588	4,534,217,504
Midland Bank Asset Management Company Ltd.	8,207,378	5,538,285
	5,884,135,966	**4,539,755,788**

9.00 Other Asset

	2025 BDT	2024 BDT
Classification of Other Assets		
A) Income generating Other Asset	-	-
B) Non-Income generating Other Assset :		
Advance Rent (note-9.01)	-	-
Interest Accrued on Investment but not collected & other income receivable	1,542,415,163	1,058,514,379
Dividend Receivable	47,342,343	37,908,531
Preliminary Expenditure	-	-
Advance Income Tax (note-9.02)	3,056,028,431	2,360,141,202
Suspense Account (note-9.03)	71,042,304	172,453,184
Advance Subscription	4,224,618	1,783,788
Advance to Subsidiary Company	5,933,721	3,207,171
Prepaid Insurance	3,689,864	3,343,902
Stationery, Stamps, Printing materials in stock etc.	22,625,953	8,006,996
Sundry Assets (note-9.04)	171,830,677	89,465,436
Stamp in Hand	1,257,106	1,749,696
Branch Adjustment (note-9.05)	0	-
Deferred Tax Assets (note-9.06)	931,153,926	759,325,550
Exchange House	(207,925)	1,203,974
Clearing House and BFTN Adjustment	18,592,407	37,113,696
	5,875,928,588	**4,534,217,504**
Total Other Asset (A+B)	**5,875,928,588**	**4,534,217,504**

9.01 Advance Rent adjusted due to IFRS 16.

9.02 Advance Income Tax

	2025 BDT	2024 BDT
Opening Balance	2,360,141,202	2,615,351,806
Less: Adjustment made during the year	-	969,645,200
Add: Payment during the year	695,887,229	714,434,596
Closing Balance	**3,056,028,431**	**2,360,141,202**

9.03 Suspense account represents advance paid for encashment of PSP,BSP & WEDB, advances for opening of new branches, procurement of equipments, etc, awating for adjustment.

9.04 Sundry Assets

	2025 BDT	2024 BDT
Security Deposit	37,259,803	17,825,743
Stock of Assets	-	-
Receivable from Bangladesh Bank- Time Loan-WC under stimulus packag	13,086,345	13,086,345
Receivable from Brokerage House	19,237,043	20,361,163
Sundry Debtors	6,899,930	18,127,671
MFS Settlement Account	82,739,362	8,291,818
OBU Adjustment Account	290,464	-
Prepaid Interest	7,158,330	7,168,393
Prepaid Furniture Allowance	5,159,401	4,604,304
	171,830,677	**89,465,436**

9.05 Branch Adjustment (net)

Entries	No. of Entries Outstanding as on 31-12-2025	BDT	BDT
Debit entries	-	-	-
Credit entries	-	-	-
	-	-	-

9.06 Deferred tax asset/ (Liability)

	2025 BDT	2024 BDT
Opening Balance	759,325,550	546,613,862
Deferred tax Expenses/ (Income)	(171,828,376)	(212,711,688)
Closing Balance Deferred Tax asset/ (liability)	**931,153,926**	**759,325,550**

9.06.01 Computation of deferred tax

	2025 BDT	2024 BDT
Specific Provision for Loans & Advances	2,288,825,340	1,977,932,485
Less: Tax Base	-	-
Deductable temporary difference	2,288,825,340	1,977,932,485
Accounting written down value- Fixed Assets	609,836,830	418,539,260
Less: Tax base written down value- Fixed Assets	553,378,970	459,859,413
Taxable temporary difference	**56,457,860**	**(41,320,153)**
Right of Use of Assets	872,460,951	452,706,147
Lease Obligation	819,635,949	401,699,130
Taxable temporary difference	**(52,825,002)**	**(51,007,017)**
Book value - Gratuity provision	255,990,000	194,490,000
Less: Tax base - Gratuity provision	65,371,062	55,227,182
Deductable temporary difference	**190,618,938**	**139,262,818**
Net deductable temporary difference	**2,483,077,136**	**2,024,868,133**
Effective tax rate	37.50%	37.50%
Deferred Tax Assets/(Liability)	**931,153,926**	**759,325,550**
Deferred Tax (Expenses)/Income		
Closing Deferred Tax Assets	931,153,926	759,325,550
Opening Deferred Tax Assets/(Liability)	759,325,550	546,613,862
Deferred Tax (Expenses)/Income	**171,828,376**	**212,711,688**

9.07 Classification of Other Asset

	2025 BDT	2024 BDT
Unclassified	5,083,234,149	4,486,658,109
Substanderd	-	-
Doubtful	137,090,684	3,728,660
Bad/Loss	655,603,754	43,830,735
	5,875,928,588	**4,534,217,504**

10.00 Non-Banking Assets

	2025 BDT	2024 BDT
Land at cost (market value of the land at BDT 14.54 million)	12,585,359	12,585,359
	12,585,359	**12,585,359**

The Bank filed on Artha Rin suit bearing # 539/2017, dated 02.03.2017 against one default customer, A/C : Al-Fahad Air Ticketing & Medical Tourism Limited. The Bank has been awarded the ownership of the mortgage properties according to the verdict of the honorable court in accordance with section 33(5) of "Artharin Adalat 2003". Subsequent approval taken from the Board of Directors of the Bank, the full amount of loan of BDT 12.59 million (market value of the property at BDT 14.54 million) transferred to Non-Banking Assets of the Bank, which will continue to sustain in Bank's Balance Sheet until sale / disposal of the said property acquired by the Bank u/s 33(5) of the Artha Rin Adalat Ain 2003 as mortgagee Bank. As per Bangladesh Bank Guideline, 100% provision has been maintained against this asset during the year.

According to Section 10 of the Banking Companies Act, 1991 (Transfer of property not used in banking business), "(1) Notwithstanding anything contained in Section 7, no banking company shall retain in its possession any immovable property not required for its own use, however acquired, for a period exceeding seven years from the date of acquisition."

In view of the above, the Bank has already applied to Bangladesh Bank on August 27, 2025 for permission to extend the period of displaying the said assets as Non-Banking Assets (NBA) in the balance sheet of Midland Bank PLC for another 05 years as per sub-section (2) of section (10) of the Banking Companies Act, 1991 and is awaiting the approval of Bangladesh Bank.

11. a Consolidated Borrowing From Other Banks, Financial Institutions & Agents

	2025 BDT	2024 BDT
Midland Bank PLC.	18,391,455,767	8,971,081,435
Midland Bank Asset Management Company Ltd.	-	-
	18,391,455,767	**8,971,081,435**

11.00 Borrowings From Other Banks, Financial Institutions & Agents

	2025 BDT	2024 BDT
In Bangladesh	18,391,455,767	8,971,081,435
Outside Bangladesh	-	-
	18,391,455,767	**8,971,081,435**

11.01 In Bangladesh:

	2025 BDT	2024 BDT
Borrowings from Bank/Other Institutions:	**11,021,146,450**	**1,820,000,000**
Shahjalal Islami Bank PLC.	3,975,130,450	-
Citizens Bank PLC.	800,000,000	-
Bangladesh Development Bank PLC.	500,000,000	-
Community Bank Bangladesh PLC.	500,000,000	-
Bank Alfalah PLC.	600,000,000	-
NRB Bank PLC.	250,000,000	-
Shimanto Bank PLC.	250,000,000	-
Bangladesh Krishi Bank PLC.	600,000,000	-
SBAC Bank PLC.	550,000,000	-
Sonali Bank PLC.	122,300,800	-
The Premier Bank PLC.	122,300,800	-
IPDC Finance PLC.	250,000,000	-
Jamuna Bank PLC.	-	1,240,000,000
Commercial Bank Of Ceylon PLC.	1,223,008,000	-
BRAC Bank PLC.	489,203,200	-
Eastern Bank PLC.	489,203,200	-
Mercantile Bank PLC.	300,000,000	480,000,000
City Bank PLC.	-	100,000,000
Repo of Treasury Bill/Bond		
Bangldesh Bank (LS)	1,664,707,000	1,694,707,000
Refinance from Bangladesh Bank	2,067,929,272	1,350,373,135
Investment Promotion and Financing Facility (IPFF)	2,654,685,535	2,896,611,577
Borrowings From Bangladesh Bank (EDF)	982,987,510	1,209,389,723
	5,705,602,317	**5,456,374,435**
Total	**18,391,455,767**	**8,971,081,435**

11.02 Security against Borrowing From Other Banks, Financial Institutions and Agents

	2025 BDT	2024 BDT
Secured	-	-
Unsecured	18,391,455,767	8,971,081,435
	18,391,455,767	**8,971,081,435**

11.03 Maturity Grouping of Borrowing From other Banks, Financial Institutions & Agents

	2025 BDT	2024 BDT
On Demand	3,129,600,000	212,540,000
Up to one month	5,930,100,000	1,617,460,000
Not more than three months	680,400,000	302,960,000
More than three months but less than one year	832,092,360	405,012,360
More than one year but less than five years	5,464,263,407	3,075,037,775
More than five years	2,355,000,000	3,358,071,300
	18,391,455,767	**8,971,081,435**

12. a Consolidated Deposit

	2025 BDT	2024 BDT
Midland Bank PLC.	86,432,187,588	75,205,065,593
Midland Bank Asset Management Company Ltd.	-	-
Less: Intra Group Transaction	(427,330)	(18,475,176)
	86,431,760,258	**75,186,590,417**

12.00 Deposit and Other Accounts

	2025 BDT	2024 BDT
From Banks	19,851,516	309,693,854
From Customers	86,412,336,072	74,895,371,739
	86,432,187,588	**75,205,065,593**

12.01 Customer Deposits and Other Accounts:

	2025 BDT	2024 BDT
Current Deposits & Other Accounts :		
Current Deposits & Other Accounts :	4,081,134,685	4,398,710,393
Foreign Currency Deposits	2,179,898,360	2,712,667,701
Sundry Deposits	2,199,699,456	2,556,380,963
	8,460,732,500	**9,667,759,057**
Bills Payable :		
Payment Order Issued	795,854,447	373,020,816
Pay Slip Issued	-	-
Demand Draft Payable	-	-
	795,854,447	**373,020,816**
Short Notice Deposits	**8,392,126,126**	**8,965,777,489**
Savings Deposits	**6,259,969,715**	**6,095,579,408**
Fixed Deposits	**53,373,952,522**	**42,906,513,683**
Deposit Schemes:		
MDB Super Monthly Savings	3,019,952,493	2,857,616,731
MDB Double Benefit	649,558,159	613,235,321
MDB Family Support	3,803,553,031	2,820,111,773
MDB Corporate Support	142,779,420	142,795,553
MDB Shikhsha Sanchay Scheme	19,709,128	19,443,182
Saalam Millionaire Savings Scheme	345,024	-
MDB Sathi	57,860,164	-
MDB Salaam sathi	6,119,454	-
MDB Super Saver Plus	453,676,398	-
Saalam Super Saver Plus	39,896,393	-
MDB Special Rural Savings	-	-
Midland-Nirbhorotha	-	-
MDB Millionaire Savings Scheme	309,788,017	264,698,781
MDB Kotipoti	288,686,295	223,963,409
MDB Platinum Savings Scheme	210,778,556	152,275,516
MDB Traveller's Savings Scheme	4,166,371	12,794,430
MDB Saalam Monthly Scheme	74,533,533	56,030,986
MDB Saalam Hajj Savings Scheme	2,009,093	2,068,197
Saalam Digital Monthly Savings Scheme	61,558,691	29,493,847
Saalam Digital Hajj Savings Scheme	4,582,061	1,887,415
	9,149,552,279	**7,196,415,140**
Total	**86,432,187,588**	**75,205,065,593**

12.02 Maturity grouping of Deposit and Other Accounts:

	2025 BDT	2024 BDT
On Demand	841,300,000	1,061,100,000
Repayable within one month	2,825,800,000	3,009,100,000
More than one month but within three months	28,575,900,000	18,504,800,000
More than three months but within one year	23,180,000,000	26,322,910,000
More than one year but within five years	30,677,887,588	25,762,360,111
More than five year but within ten years	331,300,000	544,795,481
	86,432,187,588	**75,205,065,593**

12.03 Demand & Time Deposits

	2025 BDT	2024 BDT
a) Demand Deposits	**9,819,984,221**	**10,589,382,020**
Current Deposit	4,081,134,685	4,398,710,393
Savings Deposit	563,397,274	548,602,147
Foreign Currency Deposit (non interest bearing)	2,179,898,360	2,712,667,701
Sundry Deposit	2,199,699,456	2,556,380,963
Bills Payable	795,854,447	373,020,816
b) Time Deposits	**76,612,203,367**	**64,615,683,573**
Saving Deposits	5,696,572,440	5,546,977,261
Fixed Deposits	53,373,952,522	42,906,513,683
Short Notice Deposits	8,392,126,126	8,965,777,489
Deposit Under Schemes	9,149,552,279	7,196,415,140
Total Demand & Time Deposits	**86,432,187,588**	**75,205,065,593**

12.04 Sectorwise Deposits

	2025 BDT	2024 BDT
Government	2,087,632,629	2,087,632,629
Deposit Money Banks	19,851,516	309,693,854
Other Public	6,559,924,620	6,559,924,620
Foreign Currency	2,792,224,464	3,624,215,944
Private	62,623,598,545	62,623,598,545
	74,083,231,774	**75,205,065,593**

13. a Consolidated Other Liabilities

	2025 BDT	2024 BDT
Midland Bank PLC.	11,060,415,707	8,920,658,309
Midland Bank Asset Management Company Ltd.	16,540,720	6,242,917
	11,076,956,427	**8,926,901,226**

13.00 Other Liabilities

	2025 BDT	2024 BDT
Provision for Loans and Advances (Note 13.01)	2,970,272,875	2,508,776,339
Special General Provision -COVID 19 (Note 13.02)	-	-
Provision for Off Balance Sheet Items (Note 13.03)	209,535,902	124,616,475
Provision for Other Assets(Note 13.04)	78,747,096	46,882,555
Provision for Income Tax (Note 13.05)	3,089,508,140	2,631,120,116
Interest Payable on Borrowing	403,989,708	333,416,379
Audit fee Payable	2,022,207	345,000
Accrued Expenses	125,210,743	201,134,944
Unearned Income (for investment & placement)	769,638,980	570,950,978
Corporate Social Responsibility (CSR) Payable	500,000	-
Start-up Equity Investment Fund	45,090,873	36,834,098
Lease Liability (note-13.06)	819,635,949	401,699,130
Interest Suspense (Note 13.07)	2,107,988,142	1,500,249,328
Provision for Share, Commercial Paper & Bond (Note 13.08)	344,917,291	418,581,792
Provision for Non-Banking Asset	12,585,359	12,585,359
Other Liabilities	80,772,441	133,465,816
	11,060,415,707	**8,920,658,309**

As per Bangladesh Bank SMESPD Circular Letter no. 05 dated April 26, 2001 Provision for Startup Fund has been maintained against 1% net profit after tax starting from the year 2020.

13.01 Provision for Loans and Advances

	2025 BDT	2024 BDT
For Unclassified		
Opening Balance	530,843,854	494,566,815
Add: Provision made during the year	153,714,164	36,277,039
Closing Balance	**684,558,018**	**530,843,854**
For Classified		
Opening Balance	1,977,932,485	1,448,788,189
Add: Recovery from earlier write off loan	64,784,832	2,569,641
Add: Transfer from Special General Provision -COVID 19	-	112,324,283
Add: Provision made during the year	1,391,146,069	770,395,262
Less: Provision transfer to Provision for Share, Commercial Paper & Bond	-	102,100,000
Less: Provision transfer to Provision for Non-Banking Asset	4,887,606	-
Less: Loan written off during the year	1,143,260,922	254,044,890
Closing Balance	**2,285,714,858**	**1,977,932,485**
	2,970,272,875	**2,508,776,339**

13.02 Special General Provision -COVID 19

	2025 BDT	2024 BDT
A. Opening Balance	-	**112,324,283**
B. Less: Transferred to specific provision	-	(112,324,283)
C. Less: Provision release due to recovery	-	-
D. Net Provision Charged in Profit & Loss Account [B-C]	-	**(112,324,283)**
E. Closing Balance [A+D]	-	-

13.03 Provision for Off Balance Sheet Items

	2025 BDT	2024 BDT
Opening Balance	124,616,475	104,793,283
Add: Provision made during the year	84,919,427	19,823,192
Less: Provision transferred to Loans and Advances	-	-
Closing Balance	**209,535,902**	**124,616,475**

In accordance with Bangladesh Bank Foreign Exchange Policy Department, Circular Letter No. FEPD(FEMO)/01/2005-677 dated 13 September 2005, the quarterly review of Nostro Accounts for the quarter ended 31 December 2024 reflect the true state of the Nostro Account entries recorded correctly and after review a separate audit certificate has also been given by the Auditor.

13.04 Provision for Other Assets

	2025 BDT	2024 BDT
Opening Balance	46,882,555	39,623,679
Add: Provision made during the year	35,615,638	8,081,865
Less: written off during the year	3,751,097	822,989
Closing Balance	**78,747,096**	**46,882,555**

Provision for other assets made for legal expenses, protested bills, expenditure related to unreconciled entries and other assets that are classified as bad and loss as per Bangladesh Bank BRPD Circular 4 dated April 12, 2022.

13.05 Provision for Income Tax*

	2025 BDT	2024 BDT
Opening Balance	2,631,120,116	3,077,798,674
Less: Adjustment made with advance tax during the year	-	969,645,200
Add: Provision for compensation in Islami Banking Wing(IBW)	2,379,097	3,000,000
Add: Provision made during the year	456,008,927	519,966,642
	3,089,508,140	**2,631,120,116**

*Income tax provision has been made as per Income Tax Act 2023 and as amended for the time being .

13.06 Lease liability created due to IFRS 16.

13.07 Interest Suspense Account

	2025 BDT	2024 BDT
Opening Balance	1,500,249,328	1,076,755,986
Add: Addition during the year	1,455,036,039	928,125,937
Less: Written off during the year	428,178,322	216,364,512
Less: Recovery during the year	419,118,903	288,268,084
Closing Balance	**2,107,988,142**	**1,500,249,328**

13.08 Provision for Share, Commercial Paper & Bond

	2025 BDT	2024 BDT
Opening Balance	418,581,792	161,812,935
Add: Provision made during the year	(73,664,502)	154,668,857
Add: Provision transferred from Loans and Advances	-	102,100,000
Closing Balance	**344,917,290**	**418,581,792**

14.00 Shareholders' Equity

	2025 BDT	2024 BDT
Paid up Capital (note 15.02)	6,588,598,450	6,396,697,530
Statutory Reserve (note 16.00)	2,328,782,419	2,106,810,799
Revaluation Reserve on Investment in Securities (note 17.00)	159,603,278	39,519,156
Retained Earnings (note 18.00)	1,404,032,422	1,133,753,163
	10,481,016,569	**9,676,780,648**

15.00 Capital

15.01 Authorized Capital:

	2025 BDT	2024 BDT
1,000,000,000 ordinary shares of Tk. 10 each	10,000,000,000	10,000,000,000

15.02 Issued, subscribed and Paid-up Capital:

	2025 BDT	2024 BDT
639,669,753 Ordinary shares of Taka 10 each issued for cash.	6,588,598,450	6,396,697,530
	6,588,598,450	6,396,697,530

15.03 The break up of Issued, Subscribed and Paid-up Capital is as follows:

	December 31, 2025 No. of shares	Value of shares BDT	% of holding
Sponsors/Directors	504,669,538	5,046,695,380	76.60%
Institutions	58,698,769	586,987,690	8.91%
Individuals	95,491,538	954,915,380	14.49%
	658,859,845	**6,588,598,450**	**100%**

15.04 Capital Adequacy Ratio

In terms of section 13 (2) of the Bank Company Act 1991 and Bangladesh Bank BRPD circular no. 35 dated December 29, 2010, required capital of the Bank at the close of business on December 31, 2025 was 12.50% of Risk-Weighted Assets of BDT 63,142,506,569 i.e. BDT 7,892,813,321 or BDT 5,000,000,000, whichever is higher as against available core capital of BDT 9,370,072,880 and supplementary capital of BDT 684,558,018 making a total capital of BDT 10,054,630,898 thereby showing a surplus capital of BDT 2,161,817,577. Details are given below:

	2025 BDT	2024 BDT
Total risk weighted assets	63,142,506,569	55,955,602,535
Required Capital : 12.50% of total risk weighted asset or BDT 500 cr, whichever is higher	7,892,813,321	6,994,450,317
Actual capital maintained		
Core Capital (Tier-I) :		
Paid up Capital	6,588,598,450	6,396,697,530
Statutory Reserve	2,328,782,419	2,106,810,799
Retained Earnings	1,404,032,422	1,133,753,163
	10,321,413,291	**9,637,261,492**
Deduction from Tier - I (Core Capital)		
Intangible Assets	135,946,383	74,803,059
Deferred Tax adjustment	815,394,027	704,638,448
	9,370,072,880	**8,857,819,986**
Supplementary Capital (Tier-II) :		
General Provision	684,558,018	530,843,854
Revaluation Reserve on Investment in Securities	-	-
	684,558,018	**530,843,854**
Total Capital (Tier-I+Tier-II)	**10,054,630,898**	**9,388,663,840**
Surplus	**2,161,817,577**	**2,394,213,523**
Capital to Risk Weighted Asset Ratio (CRAR)	**15.92%**	**16.78%**

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net

midlandbank
bank for inclusive growth

MIDLAND BANK PLC.

ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক এজেন্ট ব্যাংকিং

	2025 BDT	2024 BDT

15.04.01

Capital Requirement Particulars	Required	2025 Held	2024 Held
Tier-I	8.50%	14.84%	15.83%
Tier-II	4.00%	1.08%	0.95%
Total	**12.50%**	**15.92%**	**16.78%**

16.00 Statutory Reserve

	2025	2024
Opening Balance	2,106,810,799	1,881,769,558
Add: Transferred during the year (20% of pre-tax profit)	221,971,619	225,041,241
Closing Balance	**2,328,782,419**	**2,106,810,799**

17.00 Revaluation Reserve on Investment in Securities

	2025	2024
Opening Balance	39,519,156	3,337,887
Add: Addition during the year	3,140,731,420	679,388,165
Less: Adjustment of Revaluation Reserve	3,020,647,298	643,206,896
Closing Balance	**159,603,278**	**39,519,156**

18. a Consolidated Retained Earnings

	2025	2024
Midland Bank PLC.	1,404,032,422	1,133,753,163
Midland Bank Asset Management Company Ltd.	(6,953,336)	(4,007,639)
	1,397,079,086	**1,129,745,524**

18.00 Retained Earnings

	2025	2024
Opening Balance	1,133,753,163	868,857,541
Add: Profit made during the year	825,677,547	817,951,253
Less: Transferred to Statutory Reserve	(221,971,619)	(225,041,241)
Less: Transferred to CSR	-	-
Less: Transferred to Start Up Fund	(8,256,775)	(8,179,513)
Add: Transferred from Suspense of NBA	4,468,770	-
Add: Transferred from Provision of NBA	54,163,183	-
Less: Dividend paid	(383,801,846)	(319,834,877)
Closing Balance	**1,404,032,422**	**1,133,753,163**

18.01a Consolidated Retained Surplus Brought Forwarded

	2025	2024
Midland Bank PLC.	749,951,317	549,022,665
Midland Bank Asset Management Company Ltd.	(4,007,638)	(172,500)
	745,943,679	**548,850,165**

18.01 Retained Surplus Brought Forwarded

	2025	2024
Opening Balance	1,133,753,163	868,857,541
Less: Dividend paid	(383,801,846)	(319,834,877)
	749,951,317	**549,022,665**

19. a Consolidated Contingent Liabilities

	2025	2024
Midland Bank PLC.	28,042,481,516	17,939,141,406
Midland Bank Asset Management Company Ltd.	-	-
	28,042,481,516	**17,939,141,406**

19.00 Contingent Liabilities

19.01 Acceptance and endorsements

	2025	2024
Foreign	45,492,783	155,849,174
Local	6,848,868,061	2,149,640,643
EPZ	10,511,241	8,678,963
	6,904,872,085	**2,314,168,781**

19.02 Letter of Guarantee

	2025	2024
Foreign	1,965,801,918	1,139,993,085
Local	9,939,736,127	8,433,243,915
	11,905,538,045	**9,573,237,000**

19.02.01 Letter of Guarantee

Money for which the bank is contingently liable in respect of guarantees given favoring :

	2025	2024
Directors	-	-
Government	-	-
Bank and other Financial Institutions	-	-
Others	11,905,538,045	9,573,237,000
	11,905,538,045	**9,573,237,000**

19.03 Irrevocable Letter of Credit

	2025	2024
Letter of Credit (Sight)	101,240,625	39,966,653
Letter of Credit (Back to Back/Deferred)	2,840,874,297	1,052,259,549
Letter of Credit (Cash & Others)	4,111,737,400	1,823,529,509
	7,053,852,322	**2,915,755,712**

19.04 Bills for Collection

	2025	2024
Foreign Bill Collection	443,329,231	972,324,554
Local/Inland Bill Collection	1,734,889,833	2,163,655,360
	2,178,219,063	**3,135,979,914**
	28,042,481,516	**17,939,141,406**

20.00 Income Statement

	2025	2024
Income:		
Interest, Discount and Similar Income	11,731,700,462	8,617,262,033
Dividend income	91,035,231	105,992,824
Fee, Commission and Brokerage	219,314,773	154,119,405
Gain less losses arising from dealing securities	-	-
Gain less losses arising from investment securities	-	-
Gain less losses arising from dealing in Foreign Currencies	376,275,551	632,242,080
Income from non Banking Asset	-	-
Other Operating Income	147,240,035	148,582,205
Profit less losses on Interest Rate Changes	-	-
	12,565,566,052	**9,658,198,548**
Expenses		
Interest, Fee and Commission	8,065,002,070	5,962,414,697
Losses on Loans and advances	-	-
Administrative expenses	898,201,065	787,191,980
Other operating expenses	618,431,639	533,063,495
Depreciation on Banking Assets	282,342,386	261,075,956
	9,863,977,159	**7,543,746,127**
Operating profit	**2,701,588,893**	**2,114,452,421**

21. a Consolidated Interest Income / Profit on Investment

	2025	2024
Midland Bank PLC.	7,159,629,538	6,020,822,065
Midland Bank Asset Management Company Ltd.	6,275,884	1,060,222
Less: Intra Group Transaction	(228,824)	(1,060,222)
	7,165,676,598	**6,020,822,065**

21.00 Interest Income / Profit on Investment

	2025	2024
Loans and Advances (note-21.01)	6,900,890,892	5,857,612,641
Money at Call and Short Notice	17,355,978	22,611,647
Balance with Other Banks and Financial Institutions (note-21.02)	227,896,148	131,672,995
Bangladesh Bank Foreign Currency Clearing Account	13,486,519	8,924,783
	7,159,629,538	**6,020,822,065**

21.01 Interest on Loans and Advances / Profit on Investment

	2025	2024
Term Loan	2,118,359,900	1,995,748,705
Overdraft	1,266,718,672	1,100,143,037
Time Loan	1,790,665,421	1,607,927,261
Cash Credit	187,639,266	167,276,247
Trust Receipt	574,181,170	388,232,956
Consumer Loan	237,758,230	178,318,455
Payment Against Documents(PAD)	939,727	955,422
Agricultural Credit	5,050,471	11,863,257
EDF Loan	79,860,655	-
Packing Credit	8,582,788	2,601,018
Staff Loan	5,974,993	5,304,294
Other Loans and Advances	42,416,854	30,142,322
Bill Purchased and Discounted	582,742,746	369,099,666
	6,900,890,892	5,857,612,641
	6,900,890,892	**5,857,612,641**

21.02 Interest on Balance with other Bank and Financial Institution

	2025	2024
Interest on Balance with other Bank in Bangladesh	227,896,148	131,672,995
Interest on Balance held with outside Bangladesh	-	-
	227,896,148	**131,672,995**

22. a Consolidated Interest/Profit Paid on Deposit & Borrowing, etc.

	2025	2024
Midland Bank PLC.	8,065,002,070	5,962,414,697
Midland Bank Asset Management Company Ltd.	223,678	143,409
Less: Intra Group Transaction	(228,824)	(1,060,222)
	8,064,996,924	**5,961,497,884**

22.00 Interest/Profit Paid on Deposit & Borrowing, etc.

	2025	2024
Interest/Profit on Deposit and Other Accounts (note-22.01)	6,270,709,566	4,591,940,330
Interest on Borrowing from other Banks and Financial Institutions (note-22.02)	1,757,145,719	1,348,832,205
Interest Paid for Lease Obligation	37,146,785	21,642,162
	8,065,002,070	**5,962,414,697**

22.01 Interest/ Profit on Deposits and Other Accounts

	2025	2024
Current Deposit	160,905,330	202,278,549
Special Notice Deposit	259,785,231	223,828,712
Savings Deposits	129,401,205	117,737,628
Fixed Deposits	3,992,733,325	3,099,962,809
Deposit Scheme	1,727,884,475	948,132,633
	6,270,709,566	**4,591,940,330**

22.02 Interest on Borrowing from other Banks and Financial Institutions

	2025	2024
Call Deposits	162,352,349	113,419,901
Local Bank Account	276,465,788	192,264,163
Repurchase agreement (REPO)	882,727,560	774,768,814
Refinance	199,402,196	157,152,287
Foreign Bank Account	66,703,542	32,159,348
Bangladesh Bank	169,494,283	79,067,691
	1,757,145,719	**1,348,832,205**

23. a Consolidated Income From Investments

	2025	2024
Midland Bank PLC.	4,663,106,155	2,702,432,792
Midland Bank Asset Management Company Ltd.	6,517,714	2,765,882
	4,669,623,869	**2,705,198,674**

23.00 Income From Investments

	2025	2024
Interest on Treasury Bill, Bond, Reverse Repo	3,326,937,638	2,195,410,391
Interest on Commercial Paper/Bond	34,920,768	34,444,448
Gain/(Loss) on Investment in shares of quoted companies	(113,192,609)	(17,147,472)
Gain on Govt. Security Trading	1,323,405,127	383,732,600
Dividend on Investment in Shares	91,035,231	105,992,824
	4,663,106,155	**2,702,432,792**

23.01 Gain on Govt. Security Trading

	2025	2024
Gain on Govt. Security Trading	3,166,668,220	1,404,317,010
Loss on Govt. Security Trading	(1,843,263,093)	(1,020,584,410)
	1,323,405,127	**383,732,600**

24.00 Commission, Exchange and Brokerage

	2025	2024
Commission (note-24.01)	219,314,773	154,119,405
Exchange	376,275,551	632,242,080
Brokerage	-	-
	595,590,324	**786,361,486**

24.01 Commission

	2025	2024
Letter of Guarantee	60,993,724	55,821,057
Letter of Credit	62,564,970	49,758,413
Acceptance of Bills	32,114,828	18,433,718
Export Bills	20,218,994	13,031,179
PO, DD & TT	1,032,917	1,003,456
OBC/IBC	47,068	54,943
Underwriting Comm. on Treasury Bill/Bond	38,541,645	14,602,015
Other Commission	3,800,627	1,414,623
	219,314,773	**154,119,405**

25.00 Other Operating Income

	2025	2024
VISA Charge	49,991,206	40,553,563
Service and other Charges	40,070,587	60,890,659
SWIFT Charge Recoveries	(2,743,385)	(2,099,752)
Charges against cards	8,924,544	7,053,294
Locker Rent	642,000	587,000
Miscellaneous Earnings	40,903,397	34,996,089
LC Charges	9,451,686	6,601,351
	147,240,035	**148,582,205**

26. a Consolidated Salary & Allowances

	2025	2024
Midland Bank PLC.	878,176,065	767,166,980
Midland Bank Asset Management Company Ltd.	4,838,878	2,544,968
	883,014,943	**769,711,948**

26.00 Salary & Allowances

	2025	2024
Basic Salary	319,947,448	287,754,972
Allowances	380,960,414	342,901,991
Bonus	88,839,154	76,242,158
Gratuity	61,500,000	36,690,000
Provident Fund	26,929,049	23,577,859
	878,176,065	**767,166,980**

26.01 Managing Director's Remuneration

	2025	2024
Basic	12,900,000	12,900,000
Allowances	3,475,000	3,475,000
Festival Bonus	2,150,000	2,150,000
Incentive Bonus	1,500,000	1,500,000
Provident Fund	-	-
	20,025,000	**20,025,000**

27. a Consolidated Rent, Tax, Insurance, Electricity, etc.

	2025	2024
Midland Bank PLC.	128,336,282	111,851,813
Midland Bank Asset Management Company Ltd.	93,215	171,946
	128,429,497	**112,023,759**

27.00 Rent, Tax, Insurance, Electricity, etc.

	2025	2024
Rent	-	0
Rates & taxes	34,954,851	31,768,845
Insurance	52,603,425	39,174,587
Power, electricity etc	40,778,005	40,908,381
	128,336,282	**111,851,813**

28. a Consolidated Legal Expense

	2025	2024
Midland Bank PLC.	1,640,707	1,662,999
Midland Bank Asset Management Company Ltd.	271,770	822,610
	1,912,477	**2,485,609**

28.00 Legal Expense

	2025	2024
Legal Expense	1,640,707	1,662,999
	1,640,707	**1,662,999**

29. a Consolidated Postage, Stamps & Telephone, etc

	2025	2024
Midland Bank PLC.	35,438,448	27,243,829
Midland Bank Asset Management Company Ltd.	37,967	36,239
	35,476,415	**27,280,068**

	2025 BDT	2024 BDT

29.00 Postage, Stamps & Telephone, etc

	2025	2024
Postage,Stamp & Courier Service	3,465,485	2,747,795
On-line and connectivity charges	28,400,784	21,276,441
Telephone	3,572,180	3,219,593
	35,438,448	**27,243,829**

30. a Consolidated Printing, Stationery, Advertisement etc.

	2025	2024
Midland Bank PLC.	78,387,701	60,478,082
Midland Bank Asset Management Company Ltd.	47,588	79,852
	78,435,289	**60,557,934**

30.00 Printing, Stationery, Advertisement etc.

	2025	2024
Printing & Stationery	63,296,540	49,927,892
Computer Stationery	2,955,278	3,581,350
Publicity & Advertisement	12,135,883	6,968,841
	78,387,701	**60,478,082**

31.00 Directors' Fees

	2025	2024
Meeting fee	4,031,220	5,005,379
	4,031,220	**5,005,379**

The Board of Directors is entitled to BDT 10,000/-(excluding VAT) as Board Meeting fee for attending each Board Meeting as per BRPD Circular Letter # 02 dated February 11, 2024. Moreover Independent Directors receiving TK.50,000 monthly as per BRPD Circular No. 03, dated 14 February 2024.

32. a Consolidated Audit Fee

	2025	2024
Midland Bank PLC.	2,022,207	460,000
Midland Bank Asset Management Company Ltd.	34,500	34,500
	2,056,707	**494,500**

32.00 Audit Fee

	2025	2024
Audit Fee	2,022,207	460,000
	2,022,207	**460,000**

33. a Consolidated Depreciation & Repairs

	2025	2024
Midland Bank PLC.	342,435,619	311,411,946
Midland Bank Asset Management Company Ltd.	1,680,774	768,758
	344,116,393	**312,180,704**

33.00 Depreciation on & Repairs to Bank's property

	2025	2024
Depreciation :		
a) Tangible Assets	**104,648,597**	**84,596,144**
Computer and Peripherals	55,306,495	44,193,492
Furniture & Fixture	21,656,635	21,631,149
Office Equipment	22,532,562	15,398,215
Motor Vehicles	5,152,906	3,373,288
Books	-	-
Land & Building	-	-
b) Intangible Assets	23,409,776	23,771,388
c) Leased Assets	154,284,013	152,708,423
Total Depreciation (a+b)	**282,342,386**	**261,075,956**
Repairs on Bank's property	60,093,233	50,335,990
	342,435,619	**311,411,946**

34. a Consolidated Other Expenditure

	2025	2024
Midland Bank PLC.	308,481,840	276,025,402
Midland Bank Asset Management Company Ltd.	2,132,441	91,230
	310,614,281	**276,116,632**

34.00 Other Expenditure

	2025	2024
Security & Auxiliary Service	74,004,016	70,543,300
Salary of Support Staff	25,905,855	22,536,310
Office Cleaning & Maintenance	100,910	55,321
Car Expense	5,821,975	6,076,358
Preliminary Expenditure	-	-
Entertainment	33,378,045	23,475,510
Travelling	3,447,881	3,849,690
Conveyance	7,580,283	6,909,973
Newspaper & Magazines	4,011,338	2,845,100
Q-Cash, ATM Cards, VISA Cards	70,876,387	59,634,333
Medical Expenses	769,505	143,939
Training Expenses	2,136,160	850,540
Bank Charges	16,286,359	11,224,712
AGM Expenses	528,132	1,022,805
Corporate Social Responsibility (CSR) activities	3,657,291	4,763,432
IPO Issue Expenses	-	-
Business Development Expense	11,164,538	7,124,744
Subscription & Donation	2,243,617	1,952,634
Miscellaneous Expense	46,569,549	53,016,703
	308,481,840	**276,025,402**

35. a Consolidated Provision Against Loans -Advances, Investment and others

	2025	2024
Midland Bank PLC.	1,591,730,795	989,246,215
Midland Bank Asset Management Company Ltd.	5,583,362	1,988,097
	1,597,314,157	**991,234,312**

35.00 Provision Against Loans -Advances, Investment and others

	2025	2024
Provision for Unclassified Loans and Advances	153,714,164	36,277,039
Special General Provision -COVID 19	-	-
Provision for Classified Loans & Advances	1,391,146,069	770,395,262
Provision for Off Balance Sheet Items	84,919,427	19,823,192
Provision for diminution in Investments	(73,664,502)	154,668,857
Provision for Non-Banking Asset	-	-
Provision for Other Assets	35,615,638	8,081,865
Total amount of provision made during the year	**1,591,730,795**	**989,246,215**

36. a Consolidated Provision for Tax

	2025	2024
Midland Bank PLC.	284,180,551	307,254,954
Midland Bank Asset Management Company Ltd.	795,122	979,633
	284,975,673	**308,234,587**

36.00 Provision for Tax

	2025	2024
Current tax	456,008,927	519,966,642
Deferred tax* (note 9.06)	(171,828,376)	(212,711,688)
Total	**284,180,551**	**307,254,954**

* Deferred tax has been calculated as per "IAS:12 Income Taxes" and it is the timing differences arising between the carrying value of specific provission for classified loan, lease asset-liability ,gratuity liability & fixed assets.

37.00 Statutory Reserve

	2025	2024
Transferred during the year	221,971,619	225,041,241
Add: Adjustment of previous year	-	-
	221,971,619	**225,041,241**

38.00 Provision for CSR

	2025	2024
Corporate Social Responsibility (CSR) activities	-	-
	-	**-**

39.00 Net Asset Value Per Share (NAV)

	Consolidated 2025	Consolidated 2024	Solo 2025	Solo 2024
Net Asset Value	10,474,063,233	9,672,773,009	10,481,016,569	9,676,780,648
Number of ordinary shares outstanding	**658,859,845**	**658,859,845**	**658,859,845**	**658,859,845**
Net Asset Value Per Share (NAV)	**15.90**	**14.68**	**15.91**	**14.69**

40.00 Earning Per Share (EPS):*

	Consolidated 2025	Consolidated 2024	Solo 2025	Solo 2024
Net Profit After Tax	822,731,849	814,116,115	825,677,547	817,951,253
Number of Ordinary Shares outstanding	**658,859,845**	**658,859,845**	**658,859,845**	**658,859,845**
Earning Per Share (EPS)	**1.25**	**1.24**	**1.25**	**1.24**

*Earnings per share has been calculated in accordance with IAS-33: Earnings Per Share (EPS).

41.00 Net Operating Cash Flow Per Share

	Consolidated 2025	Consolidated 2024	Solo 2025	Solo 2024
Net Operating Cash Flow	1,910,144,963	6,841,619,118	1,887,899,805	6,866,679,144
Number of ordinary shares outstanding	658,859,845	658,859,845	**658,859,845**	**658,859,845**
Net Operating Cash Flow Per Share	**2.90**	**10.38**	**2.87**	**10.42**

42. a Consolidated Received from Other Operational Income

	2025	2024
Midland Bank PLC.	147,240,035	148,582,205
Midland Bank Asset Management Company Ltd.	-	-
	147,240,035	**148,582,205**

42.00 Received from Other Operational Income

	2025	2024
VISA Charge	49,991,206	40,553,563
Service and other Charges	40,070,587	60,890,659
SWIFT Charge Recoveries	(2,743,385)	(2,099,752)
Charges against cards	8,924,544	7,053,294
Locker Rent	642,000	587,000
Miscellaneous Earnings	40,903,397	34,996,089
LC Charges	9,451,686	6,601,351
	147,240,035	**148,582,205**

43. a Consolidated Payment for Other Operational Expenses

	2025	2024
Midland Bank PLC.	618,431,639	533,063,495
Midland Bank Asset Management Company Ltd.	9,360,811	4,661,550
	627,792,450	**537,725,045**

43.00 Payment for Other Operational Expenses

	2025	2024
Rent, Tax, Insurance, Electricity	128,336,282	111,851,813
Legal Expense	1,640,707	1,662,999
Postage, Stamps, Telegram & Telephone	35,438,448	27,243,829
Audit fee	2,022,207	460,000
Printing, Stationery, Advertisement	78,387,701	60,478,082
Directors' Fee	4,031,220	5,005,379
Repair & Maintenance	60,093,233	50,335,990
Other Expenditure	308,481,840	276,025,402
	618,431,639	**533,063,495**

44.00 Related Party transaction Disclosures of the Bank

i)

Name of the Directors together with a list of entities in wich they have interest	Annexure- D

ii) Significant contracts where Bank is a party and wherein Directors have interest during the year 2025:

Name of the party	Relationship	Nature of transaction	Amount
			Nil

iii)

Share issued to Directors and Executives without consideration or exercisable at a discount	Nil

iv) **Key Management Personnel Compensation**

As per IAS 24 "Related Party Transactions" amounts incurred by the Bank for the provision of Key Management Personnel services is given below:

	2025	2024
Short Term Employee Benefits	65,663,927	61,876,076.19
Post Employement Benefits	10,527,781	7,527,361.00
Other Long Term Benefits	-	-
	76,191,708	69,403,437

Key Management Personnel are those persons having direct or indirect authority and responsibility for planning, directing and controlling the activities of the entity. Key Management Personnel of the Bank includes Managing Director & CEO, Deputy Managing, Directors, Head of Internal Control & Compliance, Chief Technical Officer, Chief Financial Officer and Other Senior Executives responsible for planning, directing and controlling the activities of the Bank.

Amount of retirement/post-employment benefits such as Gratuity fund and Provident fund have been incurred by the Bank for 2 nos. of Key Management Personnel.

iv) **Related Party Transaction:**

Name	Relationship	Nature of Transaction	Limit	Amount Outstanding Loan
Kazi Shayan Ekramullah	Shareholder	Credit Card	500,000	79,214
A.K.M Badiul Alam	Director	Credit Card	500,000	205,979
Md Jahangir Miah	Family member of Director	Credit Card	500,000	18,843
Md. Zahid Miah	Family member of Director	Credit Card	500,000	286
Fouzia Ekramullah	Sponsor Shareholder	Credit Card	500,000	227
Nilufer Zafarullah	Sponsor Shareholder	Credit Card	500,000	16,557
Anushka Mehreen Zafar	Sponsor Shareholder	Credit Card	500,000	52,331
Zobaida Mahaboob Latif	Shareholder	Credit Card	500,000	58,674
Master Abul Kashem	Director	Credit Card	500,000	1,271
Mohammed Jamal Ullah	Director	Credit Card	500,000	31,714
Susmita Sompa	Family member of Director	Credit Card	500,000	186
Ahsan Khan Chowdhury	Director	Credit Card	500,000	5,143
Kazi Zafar Ullah	Sponsor Shareholder	Credit Card	500,000	291
Tazkia Labeeba Karim	Family member of Director	Credit Card	500,000	34,300
Manshood Alam	Family member of Director	Credit Card	500,000	16,801
Md Rezaul Karim	Director	Credit Card	500,000	344
Kazi Raihan Zafar	Sponsor Shareholder	Credit Card	500,000	254,561
Sub-Total (A)				**776,722**

v) Lending policies to related parties: Lending to related parties is affected as per requirement of section 27(1) of the Bank company Act 1991.

Loans and advances to concern related to directors:

Name	Relationship	Nature of Transaction	Limit	Outstanding Loan Amount
CVC Finance Limited	Family member of Director	Term Loan	150,000,000	54,304,272
Sub-Total (B)				**54,304,272**
Total (C=A+B)				**55,080,995**

vii) Business other than banking business with any related concern of the Directors as per section 18(2) of the Bank Company Act 1991:

Lease agreement made with the Director

Name	Nature of Transaction	Name of Party	Amount
Mrs. Nilufer Zafarullah, Sponsor Shareholder	Office Rent	Hong Kong Shanghi Tower	13,972,521
Mrs. Lutfa Begum,Family Member of Director	Office Rent	Helal Tower	1,591,761
Mrs. Lutfa Begum,Director	ATM Booth Rent	Hazrat Amanat Shah Spinning Mills Ltd.	Free of Cost
Mr. A. K.M Badiul Alam, Director	ATM Booth Rent	KASBA Tower	Free of Cost
Mr. A. K.M Badiul Alam, Director	ATM Booth Rent	MAA Tower	Free of Cost
Mr. Rezaul Karim, Director	Collection Booth	Southeast University	Free of Cost

Goods procured from the concern related with the Director

Name	Procurement Type	Company Name	Amount
			Nil

viii)

Investment in securities of Directors and their related concern	Nil

45.00 Number of employees and support staffs

	2025	2024
Employee		
Regular employee	602	549
Contractual employee	291	317
	893	**866**
Support staff		
Security	423	390
Messenger and cleaning staff	163	163
	586	**553**
	1479	**1419**

46.00 Others

46.01 The expenses, irrespective of capital or revenue nature, accrued or due but not paid have been provided for in the books of the Bank.

46.02 Figures relating to the previous year included in this report have been rearranged, wherever considered necessary, to make them comparable with those of the current year without, however, creating any impact on the operating result and value of assets and liabilities as reported in the financial statements for the current year.

46.03 These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

The annexed notes form an integral part of these accounts.

Imtiaz Uddin Ahmed **Managing Director & CEO**	**Dr. Mostafizur Rahman** **Director**	**Md. Shamsuzzaman** **Vice Chairman**	**Ahsan Khan Chowdhury** **Chairman**

Balance with other Banks- Out Side Bangladesh (NOSTRO Account)

Annexure- A

As at December 31, 2025

Currency wise position and Exchange rate applied for conversion of Balance with other Banks in Foreign Currency into Local currency as on 31 December 2025.

SL	Name of the Bank	Account Type	Currency	2025 Foreign Currency Amount	2025 Exchange Rate	2025 BDT	2024 Foreign Currency Amount	2024 Exchange Rate	2024 BDT
1	AB Bank, Mumbai Branch	CD	US$	526,210.80	122.30	64,356,002	189,435.58	120.00	22,732,270
2	Punjab National Bank	CD	US$	492,238.00	122.30	60,201,101	301,423.92	120.00	36,170,870
3	Axix Bank Limited	CD	US$	645,688.42	122.30	78,968,210	91,210.34	120.00	10,945,241
4	National Bank of Pakistan, Tokyo Japan	CD	JPY	524,098.00	0.78	410,788	523,098.00	0.76	397,743
5	Mashreq Bank Psc, NY	CD	US$	790,618.87	122.30	96,693,320	607,897.66	120.00	72,947,719
6	Mashreq Bank Psc, NY OBU	CD	US$	194,492.63	122.30	23,786,604	282,461.04	120.00	33,895,325
7	Kookmin Bank, South Korea	CD	GBP	60,211.53	165.15	9,943,796	73,413.16	120.00	8,809,579
8	Habib American Bank, NY	CD	US$	61,432.92	122.30	7,513,295	348,385.95	120.00	41,806,314
9	NIB Bank, Pakistan	CD	US$	32,382.15	122.30	3,960,363	6,521.65	120.00	782,598
10	Aktif Yatirim Bank	CD	US$	9,668.71	122.30	1,182,491	2.45	120.00	294
11	Aktif Yatirim Bank	CD	EURO	13,917.84	143.94	2,003,292	128,190.23	125.12	16,039,674
12	Aktif Yatirim Bank	CD	GBP		165.15	-	171,889.74	150.95	25,946,412
13	Banca UBAE Italy	CD	EURO	86,099.80	143.94	12,392,947	7,926.62	125.12	991,810
14	Banca UBAE Italy	CD	GBP	-		-	-		-
15	Kookmin Bank, South Korea	CD	US$	239,828.26	122.30	29,331,188	133,064.22	150.95	20,085,778
16	Sonali Bank	CD	US$	113,731.30	122.30	13,909,429	26,794.03	120.00	3,215,284
17	Sonali Bank	CD	EURO	40.00	143.94	5,757	4,040.00	125.12	505,501
18	Mashreq Bank Dubai	CD	AED	15,850.000	33.30	527,805			
19	ICICI Bank Limited	CD	US$	982,079.840	122.30	120,109,150			
20	Zhejiang Chouzhou	CD	US$	207,524.76	122.30	25,380,444	8,531.97	120.00	1,023,837
21	Zhejiang Chouzhou	CD	CNY	83,403.78	17.46	1,456,130	361.41	16.44	5,943
						552,132,113			**296,302,192**

Annexure- B (Regular)

Investment in Quoted Share of the Bank

As at December 31, 2025

SL	Name of the Company	Face Value Per Share	No. of Shares	Cost Holding (Without Commission)	Average Cost (Without Commission)	Cost Holding (With Commission)	Quoted rate per Share as on December 31, 2025	Total Market Value of Share as at December 31,
Quoted:								
1	BATBC	10	50,000	28,837,507	576.75	28,909,600	248.60	12,430,000
2	BRACBANK	10	5,452,642	333,202,675	61.11	333,892,469	63.10	344,061,710
3	BXPHARMA	10	90,000	7,328,072	81.42	7,345,255	102.10	9,189,000
4	GP	10	269,808	91,747,327	340.05	91,953,362	257.90	69,583,483
5	JAMUNABANK	10	487,000	10,527,300	21.62	10,553,353	21.10	10,275,700
6	LHB	10	1,450,000	111,683,855	77.02	111,948,407	46.70	67,715,000
7	MARICO	10	45,465	123,764,917	2722.20	124,027,238	2673.50	121,550,678
8	PRIMEBANK	10	7,659,802	213,694,280	27.90	214,117,845	28.70	219,836,317
9	RENATA	10	600	459,000	765.00	460,033	391.80	235,080
10	SQURPHARMA	10	1,254,408	275,767,107	219.84	276,398,339	198.60	249,125,429
	Total			**1,197,012,040**		**1,199,605,900**		**1,104,002,397**

Cost Holding of Quoted Share (Without Commission)	1,197,012,040
Market Value of Quoted Share	1,104,002,397
Diminution Value in Investment	93,009,643

Investment in Open End Mutual Fund of the Bank

As at December 31, 2025

SL	Name of Mutual Fund	Face Value	No. of units	Cost Holding (Without Commission)	Average Cost (Without Commission)	Cost Holding (With Commission)	NAV Per Unit	Investment Amount as per NAV
1	Ekush Growth Fund	10	2000000	20,000,000	10.00	20,000,000	11.8400	23,680,000
2	EDGE High Quality Income Fund	10	2000000	20,000,000	10.00	20,000,000	12.6500	25,300,000
3	UCB Taqwa Growth Fund	10	2000000	20,000,000	10.00	20,000,000	9.6400	19,280,000
4	UCB Income plus Fund	10	5000000	50,000,000	10.00	50,000,000	13.4521	67,260,500
5	Ekush Stable Return Fund	10	429611	4,565,480	10.63	4,565,480	13.7700	5,915,743
6	Midland Bank Growth Fund*	10	2500000	25,000,000	10.00	25,000,000	10.0000	25,000,000
7	Midland Bank Balanced Fund*	10	2500000	25,000,000	10.00	25,000,000	10.0000	25,000,000
8	Sandhani AML SLIC Fixed Income Fund	10	2334630	30,000,000	12.85	30,000,000	12.9500	30,233,459
	Total			**194,565,480**		**194,565,480**		**221,669,702**

* Subscribed as sponsor

Annexure- B(Special Fund)

Investment in Quoted Share of the Bank (Under Special Fund)

As at December 31, 2025

SL	Name of the Company	Face Value Per Share	No. of Shares	Cost Holding (Without Commission)	Average Cost (Without Commission)	Cost Holding (With Commission)	Quoted rate per Share as on December 31, 2025	Total Market Value of Share as at December 31, 2025
1	BATBC	10	94,000	31,672,219	336.94	31,744,096	248.60	23,368,400
2	BRACBANK	10	432,178	27,386,543	63.37	27,439,961	63.10	27,270,432
3	BSCPLC	10	588,740	128,365,414	218.03	128,646,716	126.60	74,534,484
4	BXPHARMA	10	426,000	83,796,018	196.70	83,963,610	102.10	43,494,600
5	GP	10	127,579	41,190,923	322.87	41,312,421	257.90	32,902,624
6	ITC	10	250,997	10,910,008	43.47	10,935,122	38.40	9,638,285
7	LHB	10	89,000	6,815,010	76.57	6,830,344	46.70	4,156,300
8	MARICO	10	38,813	97,585,782	2514.26	97,804,486	2673.50	103,766,556
9	PRIMEBANK	10	2,464,741	69,481,613	28.19	69,638,841	28.70	70,738,067
10	SQURPHARMA	10	1,075,093	232,731,554	216.48	233,262,898	198.60	213,513,470
	Total			**729,935,085**		**731,578,495**		**603,383,217**

Cost Holding of Quoted Share under special fund (Without Commission)	729,935,085
Market Value of Quoted Share under special fund	603,383,217
Diminution Value in Investment in Quoted Share under special fund	126,551,868

Investment in Open End Mutual Fund of the Bank(Under Special Fund)

As at December 31, 2025

SL	Name of Mutual Fund	Face Value	No. of units	Cost Holding (Without Commission)	Average Cost (Without Commission)	Cost Holding (With Commission)	NAV Per Unit	Investment Amount as per NAV
1	Ekush First Unit Fund	10	1,551,348	20,051,477	13	20,051,477	14.09	21,858,493
2	VIPB NLI 1st Unit Fund	10	1,301,985	11,812,606	9	11,835,044	10.60	13,801,041
3	VIPB Accelerated Income Unit Fund	10	2,275,224	27,500,000	12	27,500,000	12.17	27,689,476
	Total			**59,364,083**		**59,386,521**		**63,349,010**

Annexure-C

Fixed Asset Schedule

As at December 31, 2025

Asset Category	Cost: Balance as at 01.01.2025	Cost: Addition during the period	Cost: Adjustment/ Disposal	Cost: Balance as at 31.12.2025	Rate	Depreciation: Balance as at 01.01.2025	Depreciation: Addition during the period	Depreciation: Adjustment/ Disposal	Depreciation: Balance as at 31.12.2025	Written down value as at 31.12.2025
	BDT	BDT	BDT	BDT		BDT	BDT	BDT	BDT	BDT
Own Assets										
Computer & Peripherals	430,704,184	44,590,629	14,184,617	461,110,195	20%	257,226,375	55,306,495	14,184,567	298,348,303	162,761,892
Furniture & Fixture	250,190,936	34,673,250	16,379,054	268,485,133	10%	137,634,181	21,656,635	13,253,670	146,037,146	122,447,986
Office Equipment	207,129,407	62,290,713	10,103,308	259,316,813	20%	171,201,837	22,532,562	10,101,793	183,632,607	75,684,206
Motor Vehicles	36,348,949	-	-	36,348,949	20%	14,574,881	5,152,906	-	19,727,787	16,621,162
Books	20,260	-	-	20,260	20%	20,260	-	-	20,260	-
Land & Building	-	96,375,200	-	96,375,200	2%	-	-	-	-	96,375,200
Intangible Assets	155,277,537	84,553,100	-	239,830,637	20%	80,474,479	23,409,776	-	103,884,254	135,946,383
Sub-Total	**1,079,671,274**	**322,482,892**	**40,666,979**	**1,361,487,187**		**661,132,014**	**128,058,373**	**37,540,030**	**751,650,357**	**609,836,830**
Leased Assets										
Right of Use Assets	914,648,538	574,038,817	138,035,537	1,350,651,818		461,942,392	154,284,013	138,035,538	478,190,867	872,460,951
Sub-Total	**914,648,538**	**574,038,817**	**138,035,537**	**1,350,651,818**		**461,942,392**	**154,284,013**	**138,035,538**	**478,190,867**	**872,460,951**
Grand Total	**1,994,319,812**	**896,521,709**	**178,702,516**	**2,712,139,005**		**1,123,074,406**	**282,342,386**	**175,575,567**	**1,229,841,224**	**1,482,297,781**
Total 2024	**1,721,652,109**	**522,157,169**	**249,489,466**	**1,994,319,812**		**1,110,902,598**	**261,075,956**	**248,904,148**	**1,123,074,406**	**871,245,407**

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net

midlandbank
bank for inclusive growth

MIDLAND BANK PLC.
ANNUAL FINANCIAL STATEMENTS 2025

মিডল্যান্ড ব্যাংক সালাম ইসলামী ব্যাংকিং

মিডল্যান্ড ব্যাংক এজেন্ট ব্যাংকিং

Annexure-D

Name of the Directors and their Interest in Different Entities
As at December 31, 2025

Sl.	Name of the Directors	Status with MDB	Entities where they have interest	Designation
1	Mr. Ahsan Khan Chowdhury	Chairman	1. Agricultural Marketing Company Limited	1. Chairman
			2. Rangpur Foundry Limited	2. Chairman
			3. AKC (Pvt.) Limited	3. Chairman
			4. Advance Personal Care Limited	4. Director
			5. Kaliganj Agro Processing Limited	5. Director
			6. Banga Bakers Limited	6. Director
			7. Banga Millers Limited	7. Director
			8. Chorka Textile Limited	8. Director
			9. Mymensingh Agro Limited	9. Director
			10. PRAN Agro Limited	10. Director
			11. PRAN Dairy Limited	11. Director
			12. PRAN Foods Limited	12. Director
			13. Packmat Industries Limited	13. Director
			14. Sylvan Technologies Limited	14. Director
			15. Gonga Foundry Limited	15. Director
			16. Get Well Limited	16. Director
			17. RFL Electronics Limited	17. Director
			18. Rangpur Metal Industries Limited	18. Director
			19. RFL Plastics Limited	19. Director
			20. Durable Plastics Limited	20. Director
			21. Durable Petro Chemical Limited	21. Director
			22. Property Development Limited	22. Director
			23. Advance Trims Solution BD Limited	23. Director
2	Mr. Md. Shamsuzzaman	Vice Chairman	1. Micro Fibre Limited	1. Managing Director
			2. Orient Chem-Tex Limited	2. Managing Director
			3. Liberty Knitwear Limited	3. Managing Director
			4. Midland Knitwear Limited	4. Managing Director
			5. A-One Polar Limited	5. Managing Director
			6. Tubingen Chemicals (BD) Limited	6. Managing Director
			7. Sungarh Tex Limited	7. Managing Director
			8. Micro Trims Limited	8. Managing Director
			9. Micro Logistics Limited	9. Managing Director
			10. Shahzi Bazar Power Co. Ltd..	10. Managing Director
			11. Petromax Refinery Ltd.	11. Sponsor Director
			12. Harmony Chem Limited	12. Managing Director
			13. Harmony Colour Limited	13. Managing Director
			14. Gulshan Spinning Mills Ltd.	14. Managing Director
			15. Mahmuda Hai Chemi Ltd.	15. Managing Director
			16. MICLO Bangladesh Ltd.	16. Managing Director
3	Mr. Rezaul Karim	Director	1. Bangla Tel Ltd.	1. Chairman
			2. Jibondhara Solutions Ltd.	2. Chairman
			3. BD Link Communications Ltd.	3. Chairman
			4. Kohinoor Chemical Co. (BD) Ltd..	4. Managing Director
			5. Reedisha Knitex Ltd.	5. Managing Director
			6. Reedisha Textipe Ltd.	6. Managing Director
			7. Reedisha Spinning Ltd.	7. Managing Director
			8. P.A Knit Composite Ltd..	8. Managing Director
			9. Reedisha Printing and Packaging Ltd.	9. Managing Director
			10. Reedisha Blended Yarn Ltd.	10. Managing Director
			11. Formula 1 Blended Yarn Ltd.	11. Managing Director
4	Mr. Master Abul Kashem	Director	1. Mother Steel & Oxygen Limited	1. Chairman
			2. Sea Force Alliance Ltd.	2. Chairman
			3. Mother Steel Limited	3. Managing Director
			4. MAK Corporation	4. Managing Partner
			5. Master Steel Re-Rolling Mills	5. Proprietor
			6. Master Fishing & Dairy	6. Proprietor
5	Mr. A.K.M. Badiul Alam	Director	1. Garments Export Village Ltd.	1. Chairman
			2. Amranet Ltd.	2. Chairman
			3. Bravo Apparel Manufacturer Ltd.	3. Director
			4. Shahjibazar Power Co. Ltd..	4. Director
			5. Eden Multicare Hospital Ltd.	5. Director
			6. Petromax Refinery Ltd.	6. Director
			7. Doria Shipping Limited	7. Chairman
			8. Tiger Tours Limited	8. Director
			9. Bravo Apparel Manufacturer Limited	9. Chairman
6	Mrs. Shahnaj Parveen	Director	1. Refat Garments Limited	1. Executive Director
			2. Bango Engineering Co. Ltd..	2. Executive Director
			3. Next Collection Ltd.	3. Shareholder
			4. Next Garments Ltd.	4. Shareholder
7	Mr. Hafizur Rahman Sarker	Director	1. Beq Printer	1. Chairman
			2. Beq Embroidery	2. Chairman
			3. Legato Service Ltd.	3. Managing Director
			4. Beq Knit Ltd.	4. Managing Director
			5. Beq Sweaters Ltd.	5. Managing Director
			6. Beq Fabrics (Pvt.) Ltd..	6. Managing Director
			7. C.K Sweaters Ltd..	7. Managing Director
			8. Tammam Design	8. Director
			9. Lusaka Fashions Limited	9. Director
8	Dr. Mostafizur Rahman	Director	1. Popular Pharmaceuticals Ltd.	1. Managing Director
			2. Popular Diagnostic Center Ltd.	2. Managing Director
			3. Popular Specialized Hospital Ltd.	3. Managing Director
			4. Popular Medical College and Hospital Ltd.	4. Managing Director
9	Alhaj Mohammed Helal Miah	Director	1. Amanat Shah weaving Processing Ltd.	1. Chairman
			2. Hazrat Amanat Shah Securities Ltd.	2. Chairman
			3. Amanat Shah Fabrics Ltd.	3. Chairman
			4. Hazrat Amanat Shah Spinning Mills Ltd.	4. Managing Director
			5. M/S Helal & Brothers	5. Proprietor
10	Mohammed Jamal Ullah	Director	1. Shehjad Food Products Limited	1. Managing Director
			2. Bismillah Store	2. Proprietor
11	Mr. Mahbubul Hady Fazle Rab	Independent Director		
12	Mr. Nazim Uddin Chowdhury	Independent Director		
13	Mr. Khandhaker Tanveer Shamsul Islam	Independent Director		
14	Mr. Mohammad Asif-uz-Zaman	Independent Director		

Annexure - E

Name of the Directors and their Shareholding
For the year ended 31 December 2025

SL	Name	Status	No. of Shares	Percentage
1	Mrs. Nilufer Zafarullah	Chairman	12,793,396	2.00%
2	Mr. Md. Shamsuzzaman	Vice Chairman	29,907,662	4.68%
3	Mr. Master Abul Kashem	Director	26,373,600	4.12%
4	Mr. Kazi Omar Zafar	Director	12,793,396	2.00%
5	Mr. Ahsan Khan Chowdhury	Director	28,483,488	4.45%
6	Mr. Md. Wahid Miah	Director	28,483,488	4.45%
7	Mr. Rezaul Karim	Director	28,483,488	4.45%
8	Mr. A.K.M. Badiul Alam	Director	19,208,277	3.00%
9	Mr. Abdullah Ahmed Yousuf	Director	31,331,837	4.90%
10	Mrs. Shahnaj Parveen	Director	28,483,488	4.45%
11	Mr. Abdul Momin Mondol	Director	28,483,488	4.45%
12	Mr. Hafizur Rahman Sarker	Director	27,059,313	4.23%
13	Dr. Mostafizur Rahman	Director	28,483,488	4.45%
14	Mr. Kazi Raihan Zafar	Director	12,793,396	2.00%
15	Mr. Al-haj Mohammed Helal Miah	Director	15483488	2.42%
16	Mr. Mohammed Jamal Ullah	Director	22,899,888	3.58%
17	Mr. Mahbubul Hady Fazle Rab	Independent Director		
18	Mr. Nazim Uddin Chowdhury	Independent Director		
19	Mr. Khandhaker Tanveer Shamsul Islam	Independent Director		
20	Mr. Mohammad Asif-uz-Zaman	Independent Director		

Annexure - F

Financial Highlights
For the year ended 31 December 2025

Items	2025	2024
Paid up Capital	6,588,598,450	6,396,697,530
Total Capital	10,054,630,898	9,388,663,840
Surplus in Capital Fund	2,161,817,577	2,394,213,523
Total Asset	126,365,075,632	102,773,585,985
Total Deposit	86,432,187,588	75,205,065,593
Total Loans and Advances	71,067,898,118	63,276,548,910
Total Contingent Liabilities	28,042,481,516	17,939,141,406
Lending-Deposit Ratio	75.15%	77.29%
Classified Loans as % of Total Loans and Advances	3.08%	3.78%
Profit After Provision and Tax	825,677,547	817,951,253
Total Classified loans and advances	2,189,941,264	2,390,538,772
Total Provision Maintained against Classified Loans	2,288,825,340	1,977,932,485
Surplus/(deficit) in Provision against Classified Loans	26,889,518	-
Cost of Fund	8.27%	7.18%
Earning Asset	110,972,047,112	89,671,598,034
Non-Interest Earning Asset	15,393,028,520	13,101,987,951
Return on Investments (ROI)	8.19%	8.69%
Return on Asset (ROA)	0.72%	0.88%
Income from Investment	4,663,106,155	2,702,432,792
Earnings per Share (BDT)	1.25	1.24
Net Income per Share (BDT)	1.25	1.24
Price-Earning Ratio (Times)	13.57	25.13

Annexure-G

Balance Sheet of Islami Banking Wing
As at December 31, 2025

	Notes	2025 BDT	2024 BDT
Property and Asset			
Cash	1.00	**632,126,760**	**621,390,832**
In Hand (Including Foreign Currency)		14,952,121	21,389,988
With Bangladesh Bank and its agent Bank (including Foreign Currency)		617,174,639	600,000,844
Balance with other Banks & Financial Institutions	2.00	**1,700,269,458**	**400,267,301**
In Bangladesh		1,700,269,458	400,267,301
Outside Bangladesh		-	-
Money at Call and Short Notice		-	-
Investments in Shares & Securities	3.00	**765,850,000**	**646,204,754**
Government		745,850,000	196,650,000
Others		20,000,000	449,554,754
Investments	4.00	**2,848,277,795**	**3,331,659,483**
General Investment		2,848,277,795	3,331,659,483
Bills Purchased and Discounted		-	-
Fixed Asset including Premises, Furniture & Fixtures		**177,765**	**238,228**
Other Asset	5.00	**64,358,934**	**182,647,025**
Non-Banking Asset		-	-
Total Property and Asset		**6,011,060,711**	**5,182,407,623**
Liabilities and Capital			
Borrowing from other Banks, Financial Institutions & Agents		-	-
Deposit and Other Accounts	6.00	**5,876,127,306**	**5,060,510,688**
Current Deposit & Other Accounts		65,943,912	419,569,304
Bills Payable		71,051	5,104
Short Notice Deposit		304,277,564	610,571,881
Savings Deposit		316,896,676	292,593,631
Fixed Deposit		5,045,147,832	3,647,607,256
Deposit Scheme		143,790,272	90,163,512
Other Liabilities	7.00	**134,933,405**	**121,896,935**
Total Liabilities		**6,011,060,711**	**5,182,407,623**
Capital/Shareholders' Equity			
Paid up Capital		-	-
Statutory Reserve		-	-
Revaluation Reserve on Investment in Securities		-	-
Retained Earnings		-	-
Total Shareholders' Equity		-	-
Total Liabilities and Shareholders' Equity		**6,011,060,711**	**5,182,407,623**
		-	-
Off-Balance Sheet Items			
Contingent Liabilities	8.00		
Acceptance and endorsements		-	-
Letter of Guarantee		1,335,669,934	1,335,669,934
Irrevocable Letter of Credit		-	-
Bills for Collection		-	-
Other Contingent Liabilities		-	-
Total Off Balance Sheet Items including Contingent Liabilities		**1,335,669,934**	**1,335,669,934**

Annexure-G1

Profit and Loss Account of Islami Banking Wing
For the year ended 31 December 2025

Particulars	Note	2025 BDT	2024 BDT
Profit on Investment	9.00	423,105,745	340,289,798
Less: Profit Paid on Deposit and Borrowing, etc.	10.00	484,027,932	351,187,347
Net Investment Income		**(60,922,187)**	**(10,897,548)**
Income from Investment	11.00	52,394,885	29,791,122
Commission, Exchange and Brokerage	12.00	12,904,335	7,435,832
Other Operating Income		640,787	723,981
		65,940,007	**37,950,935**
Total Operating Income		**5,017,820**	**27,053,386**
Less: Operating Expenditure			
Salary and Allowances	13.00	3,545,904	3,733,880
Rent, Tax, Insurance, Electricity		64,813	57,526
Postage, Stamps and Telephone		20,500	14,045
Printing, Stationery, Advertisement	14.00	110,511	142,674
Depreciation on and Repair to Bank's Property		63,501	100,835
Other Expenditure		618,220	307,316
Total Operating Expenses		**4,423,449**	**4,356,276**
Profit Before Provision & Tax		**594,371**	**22,697,110**

Annexure-G2

Notes to the Financial Statements of Islami Banking Wing
For the year ended 31 December 2025

		2025 BDT	2024 BDT
1.00	**Cash**		
	In Hand (Including foreign currency)	14,952,121	21,389,988
	Balance with Bangladesh Bank and its Agent Bank	617,174,639	600,000,844
		632,126,760	**621,390,832**
1.01	**In Hand (Including foreign currency)**		
	Local Currency	14,952,121	21,389,988
	Foreign Currency	-	-
		14,952,121	**21,389,988**
1.02	**Balance with Bangladesh Bank and its Agent Bank**		
	With Bangladesh Bank		
	Local Currency	617,174,639	600,000,844
	Foreign Currency	-	-
	With Sonali Bank (as agent of Bangladesh Bank-Local Currency)	-	-
		617,174,639	**600,000,844**
2.00	**Balance with other Banks and Financial Institutions**		
	In Bangladesh	1,700,269,458	400,267,301
	Outside Bangladesh	-	-
		1,700,269,458	**400,267,301**
3.00	**Investments**		
	Government (note 3.01)	745,850,000	196,650,000
	Others	20,000,000	449,554,754
		765,850,000	**646,204,754**
3.01	**Investment Classified as per Bangladesh Bank Circular**		
	Held to Maturity -BGIIB (HTM)	350,000,000	-
	Held for Trading (HFT)	-	-
	Reverse Repo	-	-
	Prize Bond	-	-
	Government Securites Encumbered	-	-
	Government Securites -SUKUK Bond	395,850,000	196,650,000
	Other Investments	20,000,000	449,554,754
		765,850,000	**646,204,754**
4.00	**Investments**		
	Bai-Murabaha	1,234,989,139	2,059,928,005
	Bai-Muajjal	9,341,000	12,949,616
	Hire Purchase Shirkatul Melk	1,603,947,656	1,258,781,862
	Qardh Against Local Bill	-	-
	Bills Purchased and Discounted	-	-
		2,848,277,795	**3,331,659,483**
5.00	**Other Asset**		
	Classification of Other Asset		
	Profit receivable on Investment	37,475,005	17,716,000
	Advance Tax	26,883,929	10,555,250
	Inter Bank General Account Balance (note 7.01)		154,375,775
	Profit receivable on Deposit with Other Bank		
	Total Other Asset	**64,358,934**	**182,647,025**
6.00	**Deposit and Other Accounts**		
	From Banks		-
	From Customers (note 6.01)	5,876,056,255	5,060,505,584
		5,876,056,255	**5,060,505,584**
6.01	**Customer Deposit and Other Accounts:**		
	Current Deposit & Other Accounts :		
	Current Deposit	52,728,592	409,407,490
	Sundry Deposit	13,215,320	10,161,813
		65,943,912	**419,569,304**
	Bills Payable	71,051	5,104
	Short Notice Deposit	304,277,564	610,571,881
	Savings Deposit	316,896,676	292,593,631
	Fixed Deposit	5,045,147,832	3,647,607,256
	Deposit Schemes:		
	MDB Saalam Monthly Scheme	74,878,557	56,030,986
	MDB Saalam Hajj Savings Scheme	2,009,093	2,068,197
	MDB Digital Monthly Savings Scheme	61,558,691	29,493,846
	MDB Digital Hajj Savings Scheme	4,582,061	1,887,415
	MDB Double Benefit Plus Scheme	761,870	683,068
		143,790,272	**90,163,512**
	Total	**5,876,056,255**	**5,060,505,584**
7.00	**Other Liabilities**		
	Unearned Income	19,821,472	106,687,907
	Compensation & Others	26,127,176	15,209,027
	Inter Bank General Account Balance (note 7.01)	88,984,758	-
		134,933,405	**121,896,935**
7.01	**Inter Bank General Account Balance (net)**		
	Credit entries	3,142,273,933	1,774,425,697
	Debit entries	3,053,289,176	1,928,801,472
		88,984,758	**(154,375,775)**
8.00	**Contingent Liabilities**		
	Acceptance and endorsements	-	-
	Letter of Guarantee	1,335,669,934	1,335,669,934
	Irrevocable Letter of Credit	-	-
	Bills for Collection	-	-
	Other Contingent Liabilities	-	-
		1,335,669,934	**1,335,669,934**
8.01	**Letter of Guarantee**		
	Foreign	-	-
	Local	1,335,669,934	1,335,669,934
		1,335,669,934	**1,335,669,934**
9.00	**Profit on Investment**		
	General Investment (note 9.01)	360,119,327	320,857,741
	Balance with Other Banks and Financial Institutions	62,986,418	19,432,058
		423,105,745	**340,289,798**
9.01	**Profit on Investment**		
	Income on Saalam Murabaha Local Purchase	185,851,034	131,777,093
	Income on Saalam Hire Purchase Shirkat-Ul-Melk	149,206,417	179,878,793
	Income on Saalam Consumer Finance	1,735,560	928,994
	Income on Saalam Home Finance	22,102,685	6,772,500
	Income on Saalam SME Bai Muajjal	1,223,631	1,500,361
		360,119,327	**320,857,741**
10.00	**Profit paid on Deposits and Other Accounts**		
	Current Deposit	1,121,707	1,133
	Special Notice Deposit	19,241,199	25,520,712
	Savings Deposits	6,267,385	39,042,698
	Fixed Deposits	447,400,102	282,299,970
	Deposit Scheme	9,997,540	4,322,833
		484,027,932	**351,187,347**
11.00	**Income From Investments**		
	Dividend on Share	13,852,703	-
	Gain on Sale of Share	1,803,290	-
	Profit on Investment in T.Bond, SUKUK Bond	36,738,892	29,791,122
		52,394,885	**29,791,122**
12.00	**Commission, Exchange and Brokerage**		
	Commission	2,501,001	7,430,947
	Exchange	10,403,333	4,885
	Brokerage	-	-
		12,904,335	**7,435,832**
13.00	**Salary & Allowances**		
	Basic Salary	1,317,775	1,349,332
	Allowances	1,899,762	2,019,581
	Bonus	328,367	364,967
		3,545,904	**3,733,880**
14.00	**Printing, Stationery, Advertisement etc.**		
	Printing & Stationery	110,511	138,274
	Computer Stationery	-	4,400
	Publicity & Advertisement	-	-
		-	-
		110,511	**142,674**

Annexure-H

Balance Sheet of Off-Shore Banking Unit
As at 31 December 2025

	Notes	2025 USD	2025 BDT	2024 USD	2024 BDT
Property and Asset					
Cash		-	-	-	-
In Hand (Including Foreign Currency)		-	-	-	-
With Bangladesh Bank and its agent Bank (including Foreign Currency)		-	-	-	-
Balance with other Banks & Financial Institutions	1.00	**2,194,493**	**268,388,204**	**282,461**	**33,895,325**
In Bangladesh		2,000,000	244,601,600	-	-
Outside Bangladesh		194,493	23,786,604	282,461	33,895,325
Money at Call and Short Notice		-	-	-	-
Investments		-	-	-	-
Government		-	-	-	-
Others		-	-	-	-
Loans and Advances	2.00	**38,671,848**	**4,729,597,942**	**16,438,138**	**1,972,576,530**
Loans, Cash Credit, Overdrafts, etc.		-	-	-	-
Bills Purchased and Discounted		38,671,848	4,729,597,942	16,438,138	1,972,576,530
Fixed Asset including Premises, Furniture & Fixtures		-	-	-	-
Other Asset		**6,264**	**766,115**	**113,681**	**13,641,668**
Non-Banking Asset		-	-	-	-
Total Property and Asset		**40,872,605**	**4,998,752,261**	**16,834,279**	**2,020,113,523**
Liabilities and Capital					
Borrowing from other Banks, Financial Institutions & Agents	3.00	**22,000,000**	**2,690,617,599**	**9,000,000**	**1,080,000,000**
Deposit and Other Accounts	4.00	**18,417,866**	**2,252,519,724**	**7,609,582**	**913,149,896**
Other Liabilities	5.00	**454,739**	**55,614,939**	**224,697**	**26,963,627**
Total Liabilities		**40,872,605**	**4,998,752,261**	**16,834,279**	**2,020,113,523**
Capital/Shareholders' Equity					
Paid up Capital		-	-	-	-
Statutory Reserve		-	-	-	-
Revaluation Reserve on Investment in Securities		-	-	-	-
Retained Earnings		-	-	-	-
Total Shareholders' Equity		-	-	-	-
Total Liabilities and Shareholders' Equity		**40,872,605**	**4,998,752,261**	**16,834,279**	**2,020,113,523**
		-	-	-	-
Off-Balance Sheet Items					
Contingent Liabilities					
Acceptance and endorsements		-	-	-	-
Letter of Guarantee					
Irrevocable Letter of Credit		-	-	-	-
Bills for Collection		-	-	-	-
Other Contingent Liabilities		-	-	-	-
Other Commitments		-	-	-	-
Total Off Balance Sheet Items including Contingent		-	-	-	-

Annexure-H-1

Profit and Loss Account of Off-Shore Banking Unit
For the year ended 31 December 2025

Particulars	Notes	2025 USD	2025 BDT	2024 USD	2024 BDT
Interest Income	6.00	1,771,780	216,690,076	1,511,255	181,350,592
Less: Interest Paid on Deposit and Borrowing, etc	7.00	1,587,319	194,130,377	1,443,502	173,220,210
Net Interest Income		**184,461**	**22,559,699**	**67,753**	**8,130,382**
Income from Investment		-	-	-	-
Commission, Exchange and Brokerage		-	-	-	-
Other Operating Income			-		-
		-	-	-	-
Total Operating Income		**184,461**	**22,559,699**	**67,753**	**8,130,382**
Less: Operating Expenditure					
Salary and Allowances		-	-	-	-
Rent, Tax, Insurance, Electricity		-	-	-	-
Other Expenditure		-	-		-
Total Operating Expenses		-	-	-	-
Profit Before Provision & Tax		**184,461**	**22,559,699**	**67,753**	**8,130,382**

Annexure-H-2

Notes to the Financial Statements of Off-Shore Banking Unit
For the year ended 31 December 2025

		2025 USD	2025 BDT	2024 USD	2024 BDT
1.00	**Balance with other Banks and Financial Institutions**				
	In Bangladesh	2,000,000	244,601,600	-	-
	Outside Bangladesh	194,493	23,786,604	282,461	33,895,325
		2,194,493	**268,388,204**	**282,461**	**33,895,325**
2.00	**Loans & Advances**				
	Export Bill Discounting	1,128,740	138,045,805	6,740,307	808,836,840
	Import Bill Discounting	37,543,108	4,591,552,137	9,697,831	1,163,739,690
		38,671,848	**4,729,597,942**	**16,438,138**	**1,972,576,530**
3.00	**Borrowing from other Banks, Financial Institutions &**				
	In Bangladesh	17,000,000	2,079,113,600	9,000,000	1,080,000,000
	Outside Bangladesh	5,000,000	611,503,999	-	-
		22,000,000	**2,690,617,599**	**9,000,000**	**1,080,000,000**
4.00	**Deposit and Other Accounts**				
	Fixed Deposit	18,417,866	2,252,519,724	7,506,066	900,727,919
	Sundry Deposit		-	103,516	12,421,978
		18,417,866	**2,252,519,724**	**7,609,582**	**913,149,896**
5.00	**Other Liabilities**				
	Interest Payable	270,278	33,055,240	156,944	18,833,245
	Profit Payable	184,461	22,559,699	67,753	8,130,382
		454,739	**55,614,939**	**224,697**	**26,963,627**
6.00	**Interest Income**				
	Loans and Advances	1,605,519	196,356,258	1,355,755	162,690,590
	Balance with Other Banks and Financial Institutions	166,261	20,333,818	155,500	18,660,001
		1,771,780	**216,690,076**	**1,511,255**	**181,350,592**
7.00	**Interest Paid on Deposit and Borrowing, etc.**				
	Interest Paid on Deposit & Borrowing from Foreign Bank	638,178	78,049,737	781,422	93,770,590
	Interest Paid on Deposit & Borrowing from Local Bank	949,140	116,080,640	662,080	79,449,620
		1,587,319	**194,130,377**	**1,443,502**	**173,220,210**

The above audited financial statements are available in the website of the bank: www.midlandbankbd.net