

Selected Explanatory Notes to the Financial Statements for the quarter ended on 30 September 2016:

1. Status of the Bank

ONE Bank Ltd. (the “Bank”) is a private sector commercial bank incorporated under the Companies Act 1994, obtained license from the Bangladesh Bank on 2 July, 1999 under section 31 of the Bank Company Act 1991 (as amended in 2013) and commenced its operation on 14 July 1999. The Bank has offered initially its shares to public by Pre-IPO and subsequently sold shares to the public through IPO in the year 2003. The shares of the Bank have been listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. The number of branches of the Bank was eighty five (85) and the number of booths was nineteen (19) as on 30 September 2016.

2. Nature of the business

The bank carries on, undertakes and transacts all kinds of banking business with its customers in Bangladesh and abroad.

2.1 Off-Shore Banking Unit

The bank has obtained permission for Off-shore Banking business vide letter no. BRPD (P-3) 744 (115)/2010-2337 dated 26 May, 2010 and commenced operation of its Off-shore Banking Unit since 12 December, 2010. At present the Bank has 2 (two) Off-shore Banking units, one in Dhaka and another in Chittagong. The principal activities of the units are to provide all kinds of commercial banking services in foreign currency.

2.2 ONE Securities Limited

ONE Securities Limited (OSL) was incorporated on May 04, 2011 under the Companies Act (Act XVIII) of 1994 as a Private Limited Company and is a subsidiary of ONE Bank Limited. Subsequently, it was converted into Public Limited Company on 24 December 2014. The Registered Office of the Company is 45, Dilkusha C/A (4th Floor), Dhaka-1000.

3. Presentation of Financial Statements

The financial statements have been presented in compliance with the provisions of the Bangladesh Accounting Standards BAS 1 “Presentation of Financial Statements” and in accordance to the BRPD circular No. 14 dated 25 June 2003, by which Bangladesh Bank provides guidelines, forms and formats for presentation of Financial Statements.

4. Basis for Consolidation

The Consolidated Financial Statements is the combination of the financial statements of ONE Bank Limited and ONE Securities Limited for the reporting period in accordance with Bangladesh Accounting Standard and Bangladesh Financial Reporting Standards.

The Bank has complied the requirements of Bangladesh Financial Reporting Standards (BFRS), Bangladesh Accounting Standards (BAS), Bank Company Act 1991 (as amended in 2013), provision of the Companies Act 1994, the Securities and Exchange Rules 1987, BRPD Circular # 14 dated 25 June, 2003, other respective Circulars and other prevailing laws and rules applicable in Bangladesh.

Figures appearing in Financial Statements have been rounded off to the nearest Taka.