



DRUK PNB BANK LTD

CO: THIMPHU

BALANCE SHEET
AS ON
31.12.2017

INDEPENDENT AUDITORS' REPORT

To The Members of
DRUK PNB BANK LIMITED
THIMPU, BHUTAN

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Druk PNB Bank Limited (DPNBL), which comprise the statement of financial position as at December 31, 2017, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory

information. Our audit was conducted in accordance with the standards of independent auditors in the Kingdom of Bhutan. The financial statements are the responsibility of the management of Druk PNB Bank Limited. We are not providing any assurance on the financial statements. Our audit was conducted in accordance with the standards of independent auditors in the Kingdom of Bhutan. The financial statements are the responsibility of the management of Druk PNB Bank Limited. We are not providing any assurance on the financial statements.



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 judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

Management is responsible for the preparation and the presentation of these financial statements in accordance with the Malaysian Accounting Standards as notified by the Accounting and Auditing Standards Board of Malacca ("AASB") and with the Companies Act of 1965, 1966 and 1973 for such financial control as management deems it necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the



