



INDEPENDENT AUDITORS' REPORT



Independent Auditors' Report

To the Shareholders of Islami Bank Bangladesh PLC.

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of Islami Bank Bangladesh PLC. and its subsidiaries (the "Group") as well as the separate financial statements of Islami Bank Bangladesh PLC. (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2024 and the consolidated and separate profit & loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended and notes to the consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank 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 2024, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.1.

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 Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), guidelines issued by Bangladesh Bank, and rules and regulations issued by Bangladesh Securities and Exchange Commission (BSEC), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye-Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

Without qualifying our opinion, we are drawing attention to the following facts:

1. Provision Shortfall:

- i. As disclosed in note no. # 11.00 to the financial statements on 31 December 2024, the Bank's total investment is Taka 155,128.37 crore, which includes classified investments amounting to Taka 65,715.70 crore as disclosed in note # 11.7. Required provision for these classified investments is Taka 53,930.60 crore against which the bank has maintained provision of Taka 6,002.24 crore only as disclosed note # 17.1.5. Thus, an amount of Taka 47,928.36 crore has remained short in the provision for the said classified investments.
- ii. As disclosed in the financial statements, the amount of Bank's Off-balance sheet items is Taka 24,963.09 crore. The required provision for off-balance sheet exposures as at 31 December 2024 is Taka 18,718.21 crore against which the Bank has kept provision of Taka 584.92 Crore as disclosed in note no. # 17.1.5. Thus, the shortfall of provision for off-balance sheet exposures has remained of Taka 18,133.29 Crore.
- iii. As disclosed in note no. # 8.00 (i) to the financial statements, Balance with other banks and financial institutions (FIs) is Taka 8,613.5 crore. The required provision amounts are Taka 3,602.50 crore, against which the Bank has kept provision amounting to Taka 38.00 crore only as disclosed in note # 17.3. Thus, an amount of Taka 3,564.5 crore has remained short in the provision for the said Balance with other banks and FIs.
- iv. As disclosed in note no. # 17.3 to the financial statements, the required provision for Un- responded IBDA included in other assets, amounts to Taka 464.57 crore, against which the Bank has kept provision amounting to Taka 319.82 crore only. Thus, an amount of Taka 144.75 crore has remained short in the provision for the said Balance with Other Assets, Un-responded IBDA.

The total required provision as disclosed in para (i) to (iv) above, as at 31 December 2024, therefore, stands at Taka 76,715.88 crore, against which the Bank has provided only Taka 6,944.98 crore. As a result, there remains a total shortfall in provisions of Taka 69,770.90 crore for Investments and other assets as discussed above. Non-recognition shortfall in provision has its consequential impact such as overstatement of assets, net profit and equity and understatement of liability.

However, the Bangladesh Bank, through its letter reference no. DOS (CAMS)1157/41(Dividend)/2025-3101 dated 21 May 2025, has granted permission to the Bank to finalize its financial statements for the year ended 31 December 2024 without incorporating the required adjustment for provisions amounting to BDT 69,770.90 crore (BDT 69,815.90 crore less BDT 45.00 crore), due to the Bank's insufficient profit with adequate disclosure of provision shortfall in market disclosure. While the maintenance of adequate provisions is required under the International Financial Reporting Standards (IFRSs), in instances where local laws and regulations differ from IFRSs, the local regulatory requirements shall prevail. Bank management has to submit a Board-approved realistic time bound action for overcoming the shortfall of provision and capital within a month after finalization of the financial statements as per Bangladesh Bank letter ref: DOS(CAMS)/1157/01(II)-A/2025-4305 dated 17th July, 2025.

Additionally, we draw attention to Note 2.7 to the financial statements which states that the financial statements have been prepared on a going concern basis, considering the regulatory forbearance extended by Bangladesh Bank. The continued application of the going concern assumption is dependent on the ongoing support of Bangladesh Bank, without which Islami Bank Bangladesh PLC. may encounter challenges in maintaining its going concern status.

2. Capital Adequacy:

- a) As disclosed in note No. # 20 to the financial statements, as per section 13 (2) of the Bank Company Act 1991 (amended in 2023), BRPD circular No. 35 dated 29 December 2010 and BRPD Circular No. 18 dated 21 December 2014 to fulfil the Basel-III requirement, the required capital of the Bank as at 31 December 2024 was Taka 16,615.28 crore of Risk Weighted Assets against which the Bank's reported capitalis Taka 10,067.21 crore as at the balance sheet date. Thus, the Bank's reported capital shortfall is Taka 6,548.06 crore as at the balance sheet date. If the shortfall in provision of Tk. 69,770.90 crore as stated in para 1 above is considered, the Regulatory capital shortfall of the Bank would have been Tk 59,704 crore (negative 44.92%) as disclosed in note # 20.2.
- b) As disclosed in note no. # 20.2 to the financial statements, as per Section 13(2) of the Bank Company Act 1991 (amended in 2023), BRPD Circular No. 35 dated 29 December 2010 and BRPD Circular No. 18 dated 21 December 2014 to fulfil the Basel-III requirement, the required Capital Adequacy Ratio (CRAR) of the Bank was 12.50% (including capital conservation buffer) of Risk Weighted Assets but the Bank's reported CRAR was 7.57% approximately. If there were no forbearance from Bangladesh Bank and the short falls inprovisions mentioned in this audit report were considered, as on 31 December 2024, the aggregated loss of the bank would have been Taka 69,673.73 Crore on solo basis as disclosed in note # 40.

3. Credit Concentration Risk:

Asper Section 26 (2) of the Bank Company Act, 1991 (as amended in 2023) and Bangladesh Bank's BRPD Circular No. 01 dated 16 January 2022, the Bank's total exposure (Funded and Non-funded) to a single borrower or group is restricted to 25% of its capital, a maximum of 15% for funded and 10% for non- funded exposures. However, based on information provided by the Bank as disclosed in note no. # 11.6 Multiple exposures were found to exceed the above regulatory thresholds significantly.

4. Liquidity & Statutory Compliance:

We draw attention to note 7.3.1 of the financial statements, the Bank failed to maintain the required CRR and SLR for regulatory periods, incurring a penalty of Taka 568 crore, for which a provision has been made during the year. It is also noted that the Bank's CRR & SLR were also be low the regulatory threshold throughout the year, which indicates the Bank was facing liquidity crisis and its net cash flow was negative in the amount of Taka 1,128.05 Crore for the year ended 31 December 2024.

As per Bangladesh Bank's BRPD Circular No. 11 dated 14 August 2013 and DOS Circular No. 01 dated 01 January 2015, to fulfill Basel III liquidity requirements, the Bank is required to maintain a Liquidity Coverage Ratio (LCR) of $\geq 100\%$ and Net Stable Funding Ratio (NSFR) of $>100\%$.

During the year ended 31 December 2024, although, the Bank has complied with NSFR but did not comply with regulatory requirement regarding LCR. The LCR fell below the minimum threshold, ranging from 22.21% to 94.97%.

However, subsequently after balance sheet date, the bank has complied majority of the liquidity indicators such as CRR, SLR.

5. Other Assets & Recoverability Concerns:

- a) As disclosed in Note 13.3 of the financial statements, the Bank reported an amount of BDT 24,280 crore under the "IB General Accounts" within Other Assets. This amount primarily comprises un-responded foreign payment transactions for which corresponding force loans were not created. This amount has a material impact on the Bank's financial position and should be duly considered when assessing the total investments. However, corresponding force loans were subsequently created after the balance sheet date.
- b) As disclosed in Note 10.2 (v) of the financial statements, the Bank has invested BDT 844 crore in subordinated debt instruments issued by financially weak banks, including First Security Islami Bank PLC, Social Islami Bank PLC and Union Bank PLC. Under the ongoing banking sector reform initiatives, these banks are expected to undergo mergers. As a result, the recoverability of these investments has become uncertain.

Our opinion is not modified in respect of the above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of the 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, and informing our opinion thereon, and we do not provide a separate opinion on these matters.

Description of key audit matters	Our response to key audit matters
Measurement of provision for investments	
<p>The process for estimating the provision for investment portfolios associated with credit risk is significant, judgmental, and complex.</p> <p>The process for estimating the provision for investment portfolio associated with credit risk is significant and complex.</p> <p>For the individual analysis for large exposure, the provision calculation considers the estimates of future business performance and the market value of the collateral provided for credit transactions.</p> <p>For the collective analysis of exposure on a portfolio basis, provision calculation and reporting are manually processed, which deal with voluminous databases, assumptions, and estimates.</p> <p>Due to the high level of judgment involved and the use of the manual process in estimating the provision for investment, we considered this to be a key audit matter.</p> <p>At year-end, the Group and the Bank reported total net investments of BDT 154,658.37 Crore (2023: BDT 159,526.56 Crore) and BDT 155,128.37 Crore (2023: BDT 160,026.56 Crore), respectively, and provision for investments of BDT 7,183.08 Crore (2023: BDT 6,667.2 Crore) and BDT 7,183.08 Crore (2023: BDT 6,667.2 Crore).</p> <p>Provision measurement is primarily dependent upon key assumptions relating to the probability of default, ability to repossess collateral, and recovery rates.</p>	<p>We tested the design and operating effectiveness of key controls, focusing on the following:</p> <ul style="list-style-type: none"> • Credit appraisal, investment disbursement procedures, monitoring, and provisioning process; • Completeness of appropriate documentation before disbursement of investments, as well as recording of investment balance; • Alternate procedures applied by management to assess new investment/renewal of existing investments where the 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 Investment/Loan (CL); Our substantive procedures for the provision of the investment portfolio comprised the following: • 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; • Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. <p>Finally, compared the amount of provision requirement as determined by the Bangladesh Bank inspection team to the actual amount of provision maintained.</p>
See notes no. 11 and 17.1 to the financial statements.	
Description of key audit matters	Our response to key audit matters
Recognition of investment income	
<p>Recognition of Investment income has a significant and wide influence on financial statements. Recognition and measurement of Investment income has involvement of complex IT environments.</p> <p>We identify recognition of Investment income as a key audit matter because this is one of the key performance indicators of the Bank, and therefore, there is an inherent risk of fraud and error in the recognition of Investment income by management to meet specific targets or expectations.</p> <p>At year's end, the Group and the Bank reported total gross investment income of BDT 12,512.02 Crore (2023: BDT 10,962.58 Crore) and BDT 12,518.87 Crore (2023: BDT 10,959.56 Crore).</p>	<p>We tested the design and operating effectiveness of key controls over the recognition and measurement of investment income.</p> <p>We performed tests of operating effectiveness on automated controls in place to measure and recognize investment income.</p> <p>We have also performed substantive procedures to check whether investment income is recognized completely and accurately.</p> <p>We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p>
See note no. 24 to the financial statements.	

Description of key audit matters	Our response to key audit matters
Recognition of investment	
<p>Investments are the main element of the financial statements of the Bank. The profit of the Bank is mainly dependent on the portfolio of Investments. Management performance is highly dependent on the target achievement of Investment. Investment disbursement requires robust documentation followed by approval from an appropriate level of authority.</p> <p>We have identified Investment as a key audit matter because there is an inherent risk of fraud and mis statement in the disbursement of investment by management to meet specific targets or expectations.</p> <p>At year's end, the Group and the Bank reported total net investments of BDT 154,658.37 Crore (2023: BDT 159,526.56 Crore) and BDT 155,128.37 Crore (2023: BDT 160,026.56 Crore), respectively.</p>	<p>We tested the design and operating effectiveness of key controls, focusing on investment appraisal, investment disbursement procedures, and the monitoring process of investment.</p> <p>We have performed a procedure to check whether the Bank has ensured appropriate documentation as per Bangladesh Bank regulations and the Bank's policy before the disbursement of investment.</p> <p>In addition, we have performed a procedure to check whether the investments are recorded completely and accurately, and whether are exist at the reporting date.</p> <p>Further more, we have assessed the appropriateness of disclosures against the Bangladesh Bank guidelines and the Bangladesh Bank letter ref. No. DBI- 6/51(1)/2025-376 dated 27 April 2025 and DOS(CAMS)1157/41(Dividend)/2025-3101dated 21 May 2025 (refer to emphasis of matters para).</p>
See note No. 11 to the financial statements.	
Description of key audit matters	Our response to key audit matters
Measurement of deferred tax liabilities (DTL)	
<p>At year's end, the Group and the Bank reported total deferred tax liabilities of BDT 107.09 Crore (2023: BDT 120.14 Crore) and BDT 107.30 Crore (2023: BDT 120.35 Crore) respectively, and deferred tax income of BDT 10.23 Crore (2023: BDT 18.36 Crore) and BDT 10.22 Crore (2023: BDT 18.37 Crore) respectively.</p> <p>Significant judgment is required about deferred tax assets, as their recoverability is dependent on forecasts of future profitability over a number of periods.</p> <p>Accordingly, this area has been considered a key audit matter.</p>	<p>We obtained an understanding, evaluated the design, and tested the operational effectiveness of the Bank's key controls over the recognition and measurement of DTLs and the assumptions used.</p> <p>We also assessed the completeness and accuracy of the data used. We involved tax specialists to assess key assumptions, controls, recognition, and measurement of DTLs.</p> <p>Finally, assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.</p>
See note No. 18 to the financial statements.	
Description of key audit matters	Our response to key audit matters
Impairment assessment of unquoted investments	
<p>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 that may take into consideration direct or indirect unobservable market data and hence require an elevated level of judgment.</p>	<p>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.</p>
Description of key audit matters	Our response to key audit matters
	<p>We tested a sample of investment valuations as at 31 December 2024 and compared our results to the recorded value.</p> <p>Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>
See note no. 10 (a) to the financial statements	

Description of key audit matters	Our response to key audit matters
IT systems and controls	
<p>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.</p> <p>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.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.</p> <p>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.</p> <p>We tested the Bank's periodic review of access rights and reviewed requests for changes to systems for appropriate approval and authorization.</p> <p>We considered the control environment relating to various interfaces, configurations, and other application layer controls identified as key to our audit.</p> <p>We performed the Tests of IT General Controls to evaluate the Application Development and Database, Hosting Platforms, and segregation of incompatible duties relevant to application and database change management.</p>
Description of key audit matters	
Legal and regulatory matters	
<p>We focused on legal and regulatory matters because the Group and the Bank operate 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.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows concerning the provisions and other contingent liabilities.</p>	<p>We obtained an understanding of the Group and The Bank's key controls over the legal provision and contingencies process.</p> <p>We enquired of those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.</p> <p>We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports. We also received formal confirmations from external counsel.</p> <p>We assessed the methodologies on which the provision amounts are based, recalculated the provision, and tested the completeness and accuracy of the underlying information.</p> <p>We also assessed the Bank's provisions and contingent liabilities disclosure.</p>

Other Matters

The consolidated as well as standalone financial statements of the group and the bank respectively for the year ended 31 December 2023 were audited by ACNABIN, Chartered Accountants, and Khan Wahab Shafique Rahman & Co., Chartered Accountants, who issued an unqualified audit opinion on those financial statements.

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 auditors' 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.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Bank.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRSs, as explained in note no. # 2.00, 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 Bank.

The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to the Bangladesh Bank on instances of fraud and forgery.

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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with ISAs will always detect a 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 the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance 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, related safeguards.

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 year and are therefore the key audit matters. We describe these matters in our auditors' 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 Act 1994 (as amended up to date), the Securities and Exchange Rules 2020, the Bank Company Act 1991 (amended up to date), the Financial Reporting Act 2015, and the rules and regulations issued by Bangladesh Bank, we also report that:

- i. We have obtained all the information and explanations that, to the best of our knowledge and belief, were necessary for the purpose of our audit and made due verification thereof.
- ii. To the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility for the audit of the consolidated and separate financial statements section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank 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 Management's Responsibility for the financial statements and internal control:
 - a. The internal audit, internal control, and risk management arrangements of the Bank as disclosed in the financial statements appeared to be inadequate in specific cases.
 - b. We have observed, material instances of irregularities (such as sanctioning of investments to newly formed entities without proven track records, renewal of facilities despite poor financial performance, unauthorized approval of special limits by the Managing Director, alteration of investment terms in TORCH software without proper authorization, sanctioning with inadequate collateral and weak IRR analysis, and inadequate physical inspection of borrowers' operations etc.) and administrative error (other than matters disclosed in these financial statements);
- iii. Financial statements for the year ended 31 December 2024 of two subsidiaries, namely, Islami Bank Securities Limited, Dhaka, have been audited by K M Hasan & Co., Chartered Accountants, and Islami Bank Capital Management Limited have been audited by Aziz Halim Khair Choudhury, Chartered Accountant have been properly reflected in the consolidated financial statements.
- iv. In our opinion, proper books of accounts as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books.
- v. The records and statements submitted by the branches have been properly maintained and consolidated in the financial statements.
- vi. The consolidated balance sheets and consolidated profit and loss accounts together with the annexed notes dealt with by the report agree with the books of account and returns.
- vii. The expenditure incurred was for the purpose of the Bank's business for the year.
- viii. 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.
- ix. Provisions have been made for investment, OBU, and off-balance sheet exposures as per Bangladesh Bank's DBI letter no. DBI-6/51(1)/2025-376 dated 27 April 2025, and as per forbearance letter vide: DOS(CAMS) 1157/41 (Dividend)/2025-3101, dated 21 May 2025, which are, in our opinion, doubtful of recovery and have been addressed in Emphasis of Matters section of this report.
- 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, covering 72 branches as well as the Head office, and spent over 17,600 person hours; and
- xii. The Bank could maintain a Capital to Risk-weighted Asset Ratio (CRAR) 7.57% with forbearance of Bangladesh Bank vide letter ref: DOS(CAMS)1157/41(Dividend)/2025-3101 dated 21 May 2025, which is explained in note no. # 20.02, which we have addressed in Emphasis of Matters section of this report.

Skh Md Mahmudul Ambia FCA

Partner

Mahfel Huq & Co. Chartered Accountants
FRC Enlistment No. CAF-001-133
ICAB Enrollment Number # 1067
DVC: 2508271067AS833275

Kazi Md. Mahboob Kasem, FCA

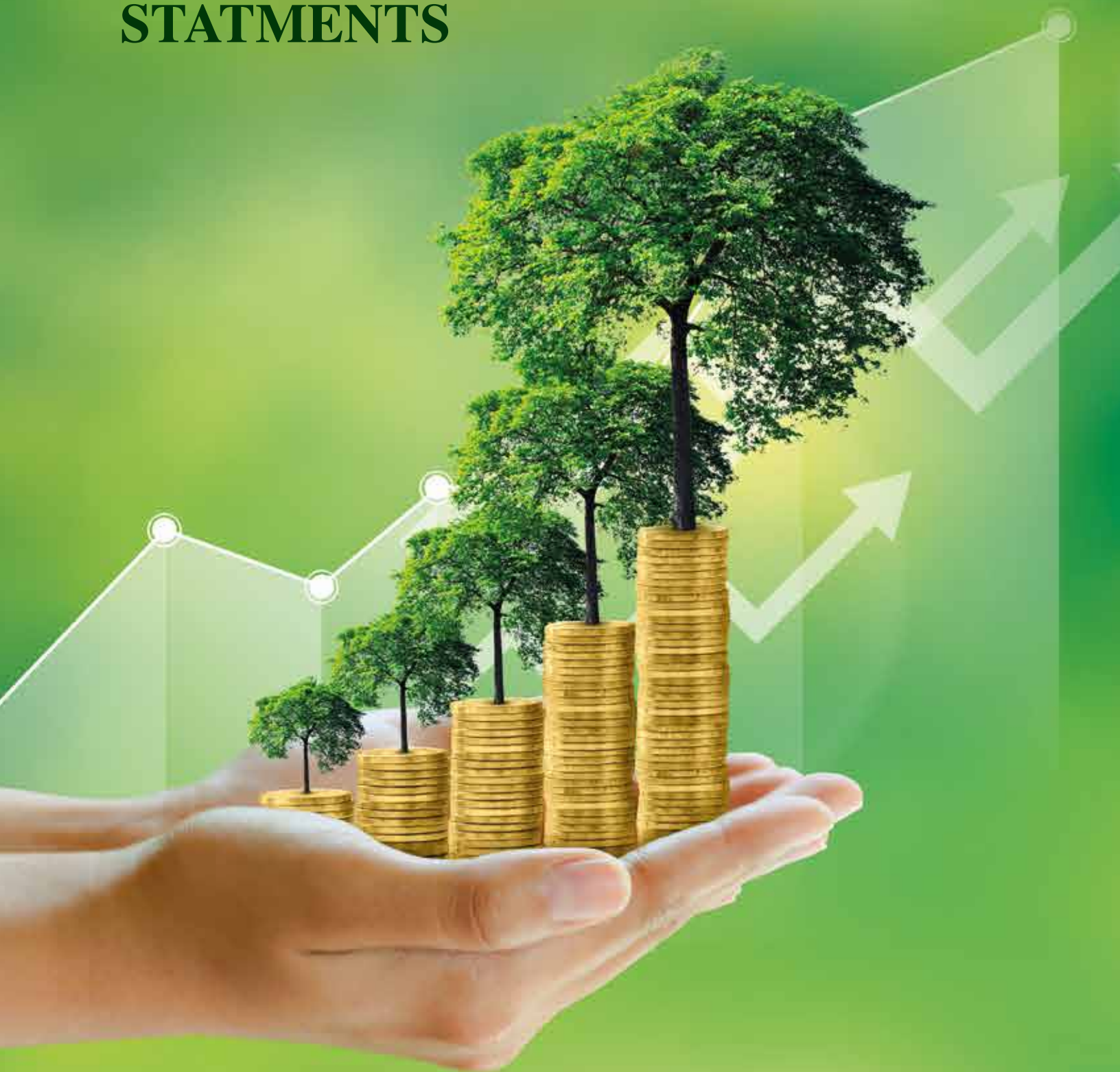
Partner

A.Wahab & Co. Chartered Accountants
FRC Enlistment No. CAF-001-062
ICAB Enrollment Number # 845
DVC: 2508270845AS496157

Dhaka, August 26, 2025



FINANCIAL STATEMENTS



Islami Bank Bangladesh PLC. and its Subsidiaries

Consolidated Balance Sheet

As at 31 December 2024

Particulars	Notes	31.12.2024	31.12.2023
		Taka	Taka
Property and Assets			
Cash in hand	7(a)	107,376,052,708	117,904,765,300
Cash in hand (including foreign currency)	7(a)(i)	32,335,649,910	35,241,166,165
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	7(a)(ii)	75,040,402,798	82,663,599,136
Balance with other banks & financial institutions	8(a)	105,722,859,100	106,288,372,039
In Bangladesh	8(a)(i)	90,936,584,382	89,236,265,476
Outside Bangladesh	8(a)(ii)	14,786,274,718	17,052,106,564
Placement with banks & other financial institutions	9.0	-	-
Investments in shares & securities	10(a)	187,331,106,334	88,883,831,538
Government	10(a)(i)	169,671,957,824	69,158,974,837
Others	10(a)(ii)	17,659,148,510	19,724,856,701
Investments		1,546,583,710,470	1,595,265,662,100
General investments etc.	11.1(a)	1,529,535,310,296	1,410,352,159,015
Bills purchased & discounted	11.2(a)	17,048,400,174	184,913,503,084
Fixed assets including premises	12(a)	17,353,033,212	15,450,475,777
Other assets	13(a)	261,439,910,532	108,537,991,765
Non - banking assets		-	-
Total property and assets		2,225,806,672,356	2,032,331,098,519
Liabilities and Capital			
Liabilities			
Placement from banks & other financial institutions	14(a)	292,256,492,246	211,378,924,541
Deposits & other accounts	15(a)	1,594,982,243,809	1,533,352,997,369
Mudaraba savings deposits		473,573,505,546	480,045,282,962
Mudaraba term deposits		621,659,300,130	556,859,802,084
Other mudaraba deposits		311,652,348,799	286,150,968,635
Al- wadeeah current and other deposit accounts		180,997,321,177	197,638,708,993
Bills payable		7,099,768,157	12,658,234,695
Mudaraba bond	16	30,800,000,000	31,200,000,000
Perpetual bond	16.1	11,000,000,000	11,000,000,000
Redeemable subordinated bond	16.2	19,800,000,000	20,200,000,000
Other liabilities	17(a)	235,279,432,978	182,356,791,053
Deferred tax liabilities	18(a)	1,070,884,628	1,201,461,042
Total liabilities		2,154,389,053,661	1,959,490,174,005
Capital/shareholders' equity		71,417,618,695	72,840,924,514
Paid - up capital	19.2	16,099,906,680	16,099,906,680
Statutory reserve	21.0	22,735,466,258	22,735,466,258
Other reserves	22(a)	30,879,106,488	30,826,540,611
Retained earnings	40(a)	1,702,814,695	3,178,699,604
Non-controlling interest	40(b)	324,574	311,361
Total liabilities & shareholders' equity		2,225,806,672,356	2,032,331,098,519

Islami Bank Bangladesh PLC. and its Subsidiaries

Consolidated Balance Sheet

As at 31 December 2024


Particulars	Notes	31.12.2024	31.12.2023
		Taka	Taka
Off-balance sheet items			
Contingent liabilities			
Acceptances & endorsements	23.0	34,503,739,572	38,051,818,197
Letters of guarantee		21,729,353,443	26,716,961,910
Irrevocable letters of credit (including back to back bills)		142,724,354,963	114,415,481,421
Bills for collection		50,664,908,672	44,514,902,525
Other contingent liabilities		8,174,045	8,174,045
Total		249,630,530,695	223,707,338,098
Other commitments			
Documentary credits, short term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		249,630,530,695	223,707,338,098

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

This is the consolidated balance sheet referred to in our separate report of even date.


Md. Omar Faruk Khan
Managing Director

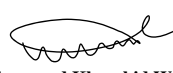
Signed for & on behalf of


(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067AS833275


Dated: Dhaka, 26 August 2025


Prof. Dr. Mohammed Masud Rahman
Independent Director


Md. Abdus Salam FCA, FCS
Independent Director


Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845AS496157

Islami Bank Bangladesh PLC. and its Subsidiaries

Consolidated Profit & Loss Account

For the year ended 31 December 2024

Particulars	Notes	2024	2023
		Taka	Taka
Operating income			
Investment income	24(a)	120,478,988,514	104,904,817,711
Profit paid on mudaraba deposits	25(a)	(89,569,306,871)	(65,614,798,101)
Net investment income		30,909,681,643	39,290,019,610
Income from investments in shares & securities	26(a)	4,641,319,483	4,721,044,977
Commission, exchange & brokerage income	27(a)	17,993,127,071	7,592,498,914
Other operating income	28(a)	9,368,220,897	9,277,841,598
		32,002,667,451	21,591,385,489
Total operating income		62,912,349,094	60,881,405,099
Operating expenses			
Salary & allowances	29(a)	25,497,739,478	22,083,985,773
Rent, taxes, insurances, electricity etc.	30(a)	1,791,565,321	2,140,466,195
Legal expenses	31(a)	12,864,031	8,889,728
Postage, stamps and telecommunication etc.	32(a)	163,623,770	138,358,108
Stationery, printing and advertisement etc.	33(a)	321,662,082	360,702,298
Chief executive's salary & fees	34.0	19,006,800	18,419,328
Directors' fees & expenses	35(a)	6,444,395	8,345,323
Shari'ah supervisory committee's fees & expenses	36.0	1,399,774	1,556,000
Auditors' fees	37(a)	59,338,750	3,235,750
Depreciation and repair to bank's assets	38(a)	2,082,812,220	1,751,956,837
Zakat expenses	17.8	-	1,062,913,871
Other expenses	39(a)	12,045,685,767	10,242,733,125
Total operating expenses		42,002,142,389	37,821,562,336
Profit/ (loss) before provision		20,910,206,705	23,059,842,763
Provision for investments & off- balance sheet exposures	17.1.4	4,057,332,156	5,715,676,548
Provision for diminution in value of investments in shares	17.2(a)	852,824,866	219,587,865
Other provisions	17.4	5,547,638,566	281,901,053
Total provision		10,457,795,588	6,217,165,466
Total profit/(loss) before taxes		10,452,411,117	16,842,677,297
Provision for taxation for the year		9,364,543,665	10,489,346,367
Current tax	17.7(a)	9,466,854,629	10,672,991,971
Deferred tax	18(b)	(102,310,964)	(183,645,604)
Net profit/ (loss) after tax		1,087,867,452	6,353,330,930
Net profit after tax attributable to:		1,087,867,452	6,353,330,930
Equity holders of Bank		1,087,853,539	6,353,317,684
Non-controlling interest	40(b)	13,913	13,246
Retained earnings from previous year		3,178,699,604	2,962,834,552
Revaluation reserve of assets/securities transferred to retained earnings		-	1,530,645,029
Add: Net profit after tax (attributable to equity holders of Bank)		1,087,853,539	6,353,317,684
Add: Excess depreciation on revalued amount of building transferred from assets revaluation reserve to retained earnings	22.2	68,814,534	80,516,221
Profit available for appropriation		4,335,367,677	10,927,313,486
Appropriation		4,335,367,677	10,927,313,486
Statutory reserve	21.0	-	1,000,000,000
General reserve		22,743,553	4,203,881,689
Dividend (previous year)	40.0	1,609,990,668	1,609,990,668
Start-up Fund	17.1	9,713,555	61,141,523
Coupon/dividend on perpetual bond		990,105,207	873,600,002
Retained earnings	40(a)	1,702,814,695	3,178,699,604
Consolidated earnings per share	42(a)	0.68	3.95

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

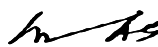
This is the consolidated profit & loss account referred to in our separate report of even date.



Md. Omar Faruk Khan
Managing Director



Prof. Dr. Mohammed Masud Rahman
Independent Director



Md. Abdus Salam FCA, FCS
Independent Director



Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of



(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067AS833275

Dated: Dhaka, 26 August 2025

Signed for & on behalf of



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845AS496157

Islami Bank Bangladesh PLC. and its Subsidiaries

Consolidated Cash Flow Statement

For the year ended 31 December 2024


Particulars	Note	2024	2023
		Taka	Taka
Cash flows from operating activities			
Investment income		92,479,040,559	88,909,870,564
Profit paid on mudaraba deposits		(81,019,122,658)	(65,364,798,101)
Income/ dividend receipt from investments in shares & securities		3,871,140,202	4,708,633,306
Fees & commission receipt in cash		17,993,127,071	7,592,498,914
Recovery from written off investments		154,411,747	287,689,592
Payments to employees		(25,297,104,137)	(22,087,325,471)
Cash payments to suppliers		(447,447,804)	(480,140,010)
Income tax paid		(7,282,127,232)	(8,602,411,530)
Receipts from other operating activities		10,446,557,009	9,965,082,978
Payments for other operating activities		(13,523,411,826)	(12,518,139,727)
(i) Operating profit before changes in operating assets and liabilities		(2,624,937,069)	2,410,960,515
Changes in operating assets and liabilities			
Increase/(decrease) of statutory deposits		-	-
(Increase)/decrease of net trading securities		(149,311,043)	(126,856,928)
(Increase)/decrease of investments to customers		53,681,951,630	(133,900,164,587)
(Increase)/decrease of other assets		(152,892,098,068)	(74,785,243,945)
Increase/(decrease) of placement from other banks		80,877,567,705	23,940,555,141
Increase/(decrease) of deposits from other banks		18,051,334,523	11,299,593,301
Increase/(decrease) of deposits received from customers		39,062,828,299	111,605,899,975
Increase/(decrease) of other liabilities		57,212,832,365	42,445,205,271
(ii) Cash flows from operating assets and liabilities		95,845,105,411	(19,521,011,772)
Net cash flows from operating activities (A)=(i+ii)		93,220,168,342	(17,110,051,257)
Cash flows from investing activities			
Proceeds from sale of securities/BGIIB/Sukuk		2,316,102,125	5,109,805,373
Payment for purchase of securities/BGIIB/Sukuk		(101,273,460,260)	(2,683,196,954)
Purchase/sale of property, plants & equipments		(3,742,024,178)	1,553,300,579
Purchase/sale of subsidiaries		-	-
Net Cash flows from investing activities (B)		(102,699,382,314)	3,979,908,998
Cash flows from financing activities			
Receipts from issue of debt instruments		4,400,000,000	5,000,000,000
Payment for redemption of debt instruments		(4,800,000,000)	(4,800,000,000)
Receipts from issuing ordinary share/ right share		300,000,000	-
Dividend paid in cash		(1,609,982,968)	(1,609,990,668)
Net cash flows from financing activities (C)		(1,709,982,968)	(1,409,990,668)
Net increase/(decrease) in cash (A+B+C)		(11,189,196,940)	(14,540,132,927)
Add/(less): effects of exchange rate changes on cash & cash equivalent		94,971,408	(20,341,230)
Add: cash & cash equivalents at beginning of the year		224,193,137,340	238,753,611,497
Cash & cash equivalents at the end of the year	45(a)	213,098,911,808	224,193,137,340


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

This is the consolidated cash flow statement referred to in our separate report of even date.



Md. Omar Faruk Khan
Managing Director


Prof. Dr. Mohammed Masud Rahman
Independent Director


Md. Abdus Salam FCA, FCS
Independent Director



Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of


(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067AS833275

Dated: Dhaka, 26 August 2025

Signed for & on behalf of


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845AS496157

Islami Bank Bangladesh PLC. and its Subsidiaries

Consolidated Statement of Changes in Equity For the year ended 31 December 2024

(Amount in Taka)

Particulars	1	2	Share premium	Statutory reserve	General/ Other reserves (*)	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Non-con- trolling interest	Total
	1	2	3	4	5	6	7	8	9	10
Balance as at 01 January 2024		16,099,906,680	1,989,633	22,735,466,258	23,746,567,651	6,903,383,328	174,600,000	3,178,699,604	311,361	72,840,924,514
Sale of revalued assets and Deferred tax on revaluation surplus	-	-	-	-	-	-	2,460,000	-	-	2,460,000
Deferred tax impact on excess depreciation	-	-	-	-	-	25,805,450	-	-	-	25,805,450
Depreciation adjustment on revalued fixed assets	-	-	-	-	-	(68,814,534)	-	68,814,534	-	-
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	-	(24,600,000)	-	-	(24,600,000)
Currency translation differences	-	-	-	-	94,971,408	-	-	-	-	94,971,408
Net gain and losses not recognized in the income statement/ Revaluation reserve of fixed assets transferred to retained earnings	-	-	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	-	1,087,853,539	13,913	1,087,867,452
Transfer to (from) reserve	-	-	-	-	22,743,553	-	-	(22,743,553)	-	-
Dividend:	-	-	-	-	-	-	-	-	-	-
Bonus shares	-	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	(1,609,990,668)	(700)	(1,609,991,368)
Start-up Fund transferred to retained earnings for adjustment against 2020	-	-	-	-	-	-	-	-	-	-
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	-	(9,713,555)	-	(9,713,555)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	-	(990,105,207)	-	(990,105,207)
Total shareholders' equity as on 31 December 2024		16,099,906,680	1,989,633	22,735,466,258	23,864,282,611	6,860,374,244	152,460,000	1,702,814,695	324,574	71,417,618,694
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	-	-	19,800,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	-	11,808,400,000	-	-	-	-	11,808,400,000
Less: Yearwise redemption	-	-	-	-	-	-	-	-	-	(4,400,000,000)
Adjustment for intangible assets	-	-	-	-	(55,448,747)	-	-	-	-	(55,448,747)
Adjustment for currency translation differences	-	-	-	-	(121,083,527)	-	-	-	-	(121,083,527)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	-	(6,860,374,244)	-	-	-	(6,860,374,244)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	-	(152,460,000)	-	-	(152,460,000)
Total equity as on 31 December 2024		16,099,906,680	1,989,633	22,735,466,258	35,496,150,336	-	-	1,702,814,695	324,574	102,436,652,176

(*) Note: General /Other reserves

Particulars	01.01.2024	01.01.2023
General reserve	23,688,455,530	19,484,573,841
Dividend equalization account	32,000,000	32,000,000
Currency translation differences	26,112,120	46,453,350
Total	23,746,567,650	19,563,027,191

Islami Bank Bangladesh PLC. and its Subsidiaries

Consolidated Statement of Changes in Equity

For the year ended 31 December 2023


Particulars	Paid-up capital	Share premium	Statutory reserve	General/Other reserves	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Non-controlling interest	Total
1	2	3	4	5	6	7	8	9	(Amount in Taka)
Balance as at 01 January 2023	16,099,906,680	1,989,633	21,735,466,258	19,563,027,192	9,018,051,329	189,540,000	2,962,834,552	298,115	100,243,445,667,849
Deferred tax on revaluation surplus	-	-	-	-	(2,103,769,139)	1,660,000	-	-	69,571,113,759
Deferred tax impact on excess depreciation	-	-	-	-	69,617,359	-	-	-	(2,102,109,139)
Depreciation adjustment on revalued fixed assets	-	-	-	-	(80,516,221)	-	80,516,221	-	69,617,359
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	(16,600,000)	-	-	(16,600,000)
Currency translation differences	-	-	-	(20,341,230)	-	-	-	-	(20,341,231)
Net gain and losses not recognized in the income statement/Revaluation reserve of securities transferred to retained earnings	-	-	-	-	-	-	1,530,645,029	-	1,530,645,029
Net profit for the year	-	-	-	-	-	-	6,353,317,684	13,246	6,353,330,930
Transfer to (from) reserve	-	-	1,000,000,000	4,203,881,689	-	-	(5,203,881,689)	-	-
Dividend:	-	-	-	-	-	-	-	-	-
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	-	(1,609,990,668)
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	(61,141,523)	-	(61,141,523)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	(873,600,002)	-	(873,600,002)
Total shareholders' equity as on 31 December 2023	16,099,906,680	1,989,633	22,735,466,258	23,746,567,651	6,903,383,328	174,600,000	3,178,699,604	311,361	72,840,924,514
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	-	20,200,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	18,009,428,293	-	-	-	-	18,009,428,293
Less: Yearwise redemption	-	-	-	-	-	-	-	-	(4,400,000,000)
Adjustment for intangible assets	-	-	-	-	-	-	-	-	(121,759,287)
Adjustment for currency translation differences	-	-	-	(121,759,287)	-	-	-	-	(26,112,120)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	(6,903,383,328)	-	-	-	(6,903,383,328)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(174,600,000)	-	-	(174,600,000)
Total equity as on 31 December 2023	16,099,906,680	1,989,633	22,735,466,258	41,608,124,537	-	-	3,178,699,604	311,361	110,424,498,073

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



Md. Omar Faruk Khan
Managing Director


Prof. Dr. Mohammed Masud Rahman
Independent Director



Md. Abdus Salam FCA, FCS
Independent Director


Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of


(Mahfud Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067/AS83275

Signed for & on behalf of


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845/AS496157

Islami Bank Bangladesh PLC.

Balance Sheet

As at 31 December 2024

Particulars	Notes	31.12.2024	31.12.2023
		Taka	Taka
Property and Assets			
Cash in hand	7.0	107,376,027,108	117,904,723,005
Cash in hand (including foreign currency)	7.1	32,335,624,310	35,241,123,870
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	7.2	75,040,402,798	82,663,599,136
Balance with other banks & financial institutions	8	100,922,063,002	101,578,824,230
In Bangladesh	8.i	86,135,788,284	84,526,717,667
Outside Bangladesh	8.ii	14,786,274,718	17,052,106,564
Placement with banks & other financial institutions	9.0	-	-
Investments in shares & securities	10.0	186,964,014,922	88,038,373,421
Government	10.1	169,671,957,824	69,158,974,837
Others	10.2	17,292,057,098	18,879,398,584
Investments	11.0	1,551,283,710,470	1,600,265,662,100
General investments etc.	11.1	1,534,235,310,296	1,415,352,159,015
Bills purchased & discounted	11.2	17,048,400,174	184,913,503,084
Fixed assets including premises	12.0	17,341,953,163	15,435,663,200
Other assets	13.0	261,345,599,125	108,309,536,758
Non - banking assets		-	-
Total property and assets		2,225,233,367,790	2,031,532,782,714
Liabilities and Capital			
Liabilities			
Placement from banks & other financial institutions	14.0	292,256,492,246	211,378,924,541
Deposits & other accounts	15.0	1,596,427,351,567	1,534,566,006,233
Mudaraba savings deposits	15.1	473,652,663,490	480,047,894,909
Mudaraba term deposits		623,016,280,183	558,058,288,511
Other mudaraba deposits	15.2	311,657,860,657	286,154,166,380
Al- wadeeah current and other deposit accounts	15.3	181,000,779,080	197,647,421,738
Bills payable	15.4	7,099,768,157	12,658,234,695
Mudaraba bond	16.0	30,800,000,000	31,200,000,000
Perpetual bond	16.1	11,000,000,000	11,000,000,000
Redeemable subordinated bond	16.2	19,800,000,000	20,200,000,000
Other liabilities	17.0	235,023,515,800	181,991,528,355
Deferred tax liabilities	18.0	1,073,039,127	1,203,537,421
Total liabilities		2,155,580,398,740	1,960,339,996,550
Capital/ shareholders' equity		69,652,969,050	71,192,786,164
Paid - up capital	19.2	16,099,906,680	16,099,906,680
Statutory reserve	21.0	22,735,466,258	22,735,466,258
Other reserves	22.0	30,777,244,882	30,747,422,558
Retained Earnings	40.0	40,351,229	1,609,990,668
Total liabilities & shareholders' equity		2,225,233,367,790	2,031,532,782,714

Islami Bank Bangladesh PLC.

Balance Sheet

As at 31 December 2024

Particulars	Notes	31.12.2024	31.12.2023
		Taka	Taka
Off-balance sheet items			
Contingent liabilities			
Acceptances & endorsements	23.0	34,503,739,572	38,051,818,197
Letters of guarantee		21,729,353,443	26,716,961,910
Irrevocable letters of credit (including back to back bills)		142,724,354,963	114,415,481,421
Bills for collection		50,664,908,672	44,514,902,525
Other contingent liabilities		8,174,045	8,174,045
Total		249,630,530,695	223,707,338,098
Other commitments			
Documentary credits, short term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		249,630,530,695	223,707,338,098

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



Md. Omar Faruk Khan
Managing Director

Signed for & on behalf of



(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067AS833275

Dated: Dhaka, 26 August 2025



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Independent Director



Md. Abdus Salam FCA, FCS
Independent Director



Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845AS496157

Islami Bank Bangladesh PLC.

Profit & Loss Account

For the year ended 31 December 2024

Particulars	Notes	2024	2023
		Taka	Taka
Operating income			
Investment income	24.0	120,591,116,359	105,027,452,635
Profit paid on mudaraba deposits	25.0	(89,680,490,367)	(65,692,577,714)
Net investment income		30,910,625,992	39,334,874,921
Income from investments in shares & securities	26.0	4,597,585,766	4,568,105,509
Commission, exchange & brokerage income	27.0	17,963,331,081	7,528,442,016
Other operating income	28.0	8,858,014,932	8,909,487,926
		31,418,931,779	21,006,035,451
		62,329,557,771	60,340,910,372
Total operating income			
Operating expenses			
Salary & allowances	29.0	25,432,642,459	22,023,407,478
Rent, taxes, insurances, electricity etc.	30.0	1,783,563,870	2,132,537,530
Legal expenses	31.0	11,946,378	7,577,062
Postage, stamps and telecommunication etc.	32.0	163,124,497	137,773,741
Stationery, printing and advertisement etc.	33.0	321,088,566	360,217,563
Chief executive's salary & fees	34.0	19,006,800	18,419,328
Directors' fees & expenses	35.0	4,746,879	6,629,860
Shari'ah supervisory committee's fees & expenses	36.0	1,399,774	1,556,000
Auditors' fees	37.0	59,137,500	3,086,250
Depreciation and repair to bank's assets	38.0	2,076,397,190	1,743,712,837
Zakat expenses	17.8	-	1,062,913,871
Other expenses	39.0	11,980,395,231	10,229,510,546
Total operating expenses		41,853,449,145	37,727,342,066
Profit/ (loss) before provision		20,476,108,626	22,613,568,306
Provision for investments & off- balance sheet exposures	17.1.4	4,057,332,156	5,715,676,548
Provision for diminution in value of investments in shares	17.2	663,778,425	114,330,599
Other provisions	17.4	5,547,638,566	281,901,053
Total provision		10,268,749,147	6,111,908,200
Total profit/(loss) before taxes		10,207,359,479	16,501,660,106
Provision for taxation for the year		9,236,004,022	10,387,507,852
Current tax	17.7.1	9,338,236,866	10,571,206,273
Deferred tax	18.0	(102,232,844)	(183,698,421)
Net profit/(loss) after tax		971,355,457	6,114,152,254
Retained earnings from previous year		1,609,990,668	1,609,990,668
Revaluation reserve of assets/securities transferred to retained earnings		-	1,530,645,029
Add: Net profit after tax		971,355,457	6,114,152,254
Add: Excess depreciation on revalued amount of building transferred from assets revaluation reserve to retained earnings	22.2	68,814,534	80,516,221
Profit available for appropriation		2,650,160,659	9,335,304,172
Appropriation:		2,650,160,659	9,335,304,172
Statutory reserve	21.0	-	1,000,000,000
General reserve	22.1	-	4,180,581,312
Dividend (previous year)		1,609,990,668	1,609,990,668
Start-up Fund	17.10	9,713,555	61,141,523
Coupon/dividend on perpetual bond		990,105,207	873,600,002
Retained earnings	40.0	40,351,229	1,609,990,668
Earnings per share (EPS)	42.0	0.60	3.80

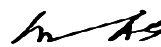
The annexed notes form an integral part of these financial statements.



Md. Omar Faruk Khan
Managing Director



Prof. Dr. Mohammed Masud Rahman
Independent Director

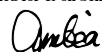


Md. Abdus Salam FCA, FCS
Independent Director



Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of



(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067AS833275

Dated: Dhaka, 26 August 2025

Signed for & on behalf of



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845AS496157

Islami Bank Bangladesh PLC.

Cash Flow Statement

For the year ended 31 December 2024

Particulars	Note	2024	2023
		Taka	Taka
Cash flows from operating activities			
Investment income		92,591,116,359	89,027,452,635
Profit paid on mudaraba deposits		(81,130,306,154)	(65,442,577,714)
Income/ dividend receipt from investments in shares & securities		3,711,526,185	4,568,105,509
Fees & commission receipt in cash		17,963,331,081	7,528,442,016
Recovery from written off investments		154,411,747	287,689,592
Payments to employees		(25,250,678,205)	(22,041,826,806)
Cash payments to suppliers		(447,017,546)	(479,750,727)
Income tax paid		(7,144,536,102)	(8,484,602,539)
Receipts from other operating activities		9,915,064,080	9,581,864,535
Payments for other operating activities		(13,425,762,793)	(12,470,545,452)
(i) Operating profit before changes in operating assets and liabilities		(3,062,851,348)	2,074,251,049
Changes in operating assets and liabilities			
(Increase)/decrease of investments to customers		48,981,951,630	(138,900,164,587)
(Increase)/decrease of other assets		(153,036,062,367)	(74,778,609,651)
Increase/(decrease) of placement from other banks		80,877,567,705	23,940,555,141
Increase/(decrease) of deposits from other banks		18,052,301,323	11,300,560,101
Increase/(decrease) of deposits received from customers		40,809,044,011	112,820,016,793
Increase/(decrease) of other liabilities		60,790,585,364	46,191,994,507
(ii) Cash flows from operating assets and liabilities		96,475,387,666	(19,425,647,696)
Net cash flows from operating activities (A)=(i+ii)		93,412,536,318	(17,351,396,647)
Cash flows from investing activities			
Proceeds from sale of securities/BGIB/Sukuk		-	2,416,290,015
Payment for purchase of securities/BGIB/Sukuk		(98,925,641,501)	-
Purchase/sale of property, plants & equipments		(3,757,332,682)	1,557,188,784
Net cash flows from investing activities (B)		(102,682,974,184)	3,973,478,799
Cash flows from financing activities			
Receipts from issue of debt instruments		4,400,000,000	5,000,000,000
Payment for redemption of debt instruments		(4,800,000,000)	(4,800,000,000)
Dividend paid in cash		(1,609,990,668)	(1,609,990,668)
Net cash flows from financing activities (C)		(2,009,990,668)	(1,409,990,668)
Net increase/(decrease) in cash (A+B+C)		(11,280,428,534)	(14,787,908,516)
Add/(Less): effects of exchange rate changes on cash & cash equivalent		94,971,408	(20,341,230)
Add: cash & cash equivalents at beginning of the year		219,483,547,236	234,291,796,982
Cash & cash equivalents at the end of the year	45.0	208,298,090,110	219,483,547,236

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



Md. Omar Faruk Khan
Managing Director



Prof. Dr. Mohammed Masud Rahman
Independent Director



Md. Abdus Salam FCA, FCS
Independent Director



Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of



(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DVC No: 2508271067AS833275

Dated: Dhaka, 26 August 2025

Signed for & on behalf of



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no: 845
DVC No: 2508270845AS496157

Islami Bank Bangladesh PLC.

Statement of Changes in Equity

For the year ended 31 December 2024

(Amount in Taka)

Particulars	1	2	Share premium	Statutory reserve	General/ other reserves(*)	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Total
	1	2	3	4	5	6	7	8	9 (2+3+4+5+6+7+8)
Balance as at 01 January 2024		16,099,906,680	1,989,633	22,735,466,258	23,667,449,598	6,903,383,328	174,600,000	1,609,990,668	71,192,786,164
Sale of revalued assets and Deferred tax on revaluation surplus	-	-	-	-	-	-	2,460,000	-	2,460,000
Deferred tax impact on excess depreciation	-	-	-	-	-	25,805,450	-	-	25,805,450
Depreciation adjustment on revalued fixed assets	-	-	-	-	-	(68,814,534)	-	68,814,534	-
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	-	(24,600,000)	-	(24,600,000)
Currency translation differences	-	-	-	-	94,971,408	-	-	-	94,971,408
Net gain and losses not recognized in the income statement/Revaluation reserve of fixed assets transferred to retained earnings	-	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	-	971,355,457	971,355,457
Transfer to (from) reserve	-	-	-	-	-	-	-	-	-
Dividend:	-	-	-	-	-	-	-	-	-
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	(1,609,990,668)	(1,609,990,668)
Start-up Fund transferred to retained earnings for adjustment against 2020	-	-	-	-	-	-	-	-	-
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	-	(9,713,555)	(9,713,555)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	-	(990,105,207)	(990,105,207)
Total shareholders' equity as on 31 December 2024		16,099,906,680	1,989,633	22,735,466,258	23,762,421,005	6,860,374,244	152,460,000	40,351,229	69,652,969,049
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	-	19,800,000,000
Add: General provision for unclassified investments and off-balance sheet items (Note-3.14.7)	-	-	-	-	11,808,400,000	-	-	-	11,808,400,000
Less: Yearwise redemption	-	-	-	-	-	-	-	-	(4,400,000,000)
Adjustment for intangible assets	-	-	-	-	(55,298,134)	-	-	-	(55,298,134)
Adjustment for currency translation differences	-	-	-	-	(121,083,527)	-	-	-	(121,083,527)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	-	-	-	-	(6,860,374,244)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(6,860,374,244)	(152,460,000)	-	(152,460,000)
Total equity as on 31 December 2024		16,099,906,680	1,989,633	22,735,466,258	35,394,439,344	-	-	40,351,229	100,672,153,144

(*) Note: General/ Other reserves

Particulars	01.01.2024	01.01.2023
General reserve	23,609,337,478	19,428,756,166
Dividend equalization account	32,000,000	32,000,000
Currency translation differences	26,112,120	46,453,350
Total	23,667,449,597	19,507,209,516

Islami Bank Bangladesh PLC.

Statement of Changes in Equity

For the year ended 31 December 2023


(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ Other reserves	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Total
1	2	3	4	5	6	7	8	9
Balance as at 01 January 2023	16,099,906,680	1,989,633	21,735,466,258	19,507,209,516	9,018,051,329	189,540,000	1,609,990,668	9,243,445,467.78
Deferred tax on revaluation surplus	-	-	-	-	(2,103,769,139)	1,660,000	-	68,162,154,084
Deferred tax impact on excess depreciation	-	-	-	-	69,617,359	-	-	(2,102,109,139)
Depreciation adjustment on revalued fixed assets	-	-	-	-	(80,516,221)	-	80,516,221	69,617,359
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	(16,600,000)	-	-
Currency translation differences	-	-	-	(20,341,230)	-	-	-	(16,600,000)
Net gain and losses not recognized in the income statement/Revaluation reserve of securities transferred to retained earnings	-	-	-	-	-	-	-	(20,341,230)
Net profit for the year	-	-	-	-	-	-	1,530,645,029	1,530,645,029
Transfer to (from) reserve	-	-	1,000,000,000	4,180,581,312	-	-	-	6,114,152,254
Dividend:	-	-	-	-	-	-	(5,180,581,312)	-
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	-
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	(1,609,990,668)	(1,609,990,668)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	(61,141,523)	(61,141,523)
Total shareholders' equity as on 31 December 2023	16,099,906,680	1,989,633	22,735,466,258	23,667,449,598	6,903,383,328	174,600,000	1,609,990,668	71,192,786,165
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	20,200,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	18,009,428,293	-	-	-	18,009,428,293
Less: Yearwise redemption	-	-	-	-	-	-	-	-
Adjustment for intangible assets	-	-	-	-	-	-	-	(4,800,000,000)
Adjustment for currency translation differences	-	-	-	(121,404,642)	-	-	-	(121,404,642)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	(26,112,120)	(6,903,383,328)	-	-	(26,112,120)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(174,600,000)	-	(6,903,383,328)
Total equity as on 31 December 2023	16,099,906,680	1,989,633	22,735,466,258	41,529,361,129	-	-	1,609,990,668	108,376,714,368

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


Md. Omar Faruk Khan
Managing Director

Signed for & on behalf of


(Mahfuz Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No: 1067
DYC No: 2508271067AS833275


Dated: Dhaka, 26 August 2025


Prof. Dr. Mohammed Masud Rahman
Independent Director


Md. Abdus Salam FCA, FCS
Independent Director


Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kaseem, FCA
Partner, ICAB Enrolment no: 845
DYC No: 2508270845AS496157

Islami Bank Bangladesh PLC.

Liquidity Statement


Assets & Liabilities Analysis

As at 31 December 2024

Amount in taka

Particulars	Up to 1 Month	1 - 3 Months	3 - 12 Months	1 - 5 years	More than 5 years	Total 31.12.2024	Total 31.12.2023
1	2	3	4	5	6	7=(2+3+4+5+6)	8
ASSETS							
Cash in hand	45,719,095,108	-	-	-	61,656,932,000	107,376,027,108	117,904,723,005
Balance with other banks & financial institutions (Note-8.2)	85,197,388,402	12,840,000,000	2,810,000,000	-	74,674,600	100,922,063,002	101,578,824,230
Placement with Banks & other Financial Institutions	-	-	-	-	-	-	-
Investments (in shares & securities) (Note-10.4)	76,626,607,824	640,000,000	7,968,830,000	3,091,600,000	98,636,977,098	186,964,014,922	88,038,373,421
General investments etc. (Note-11.1.1)	457,445,717,465	174,072,022,807	312,845,051,776	263,940,316,432	325,932,201,816	1,534,235,310,296	1,415,352,159,015
Bills purchased & discounted (Note-11.2.1)	10,228,932,161	5,114,466,080	1,705,001,933	-	-	17,048,400,174	184,913,503,084
Fixed assets including premises (land & building), furniture and fixtures (Note-12.3)	-	-	-	-	17,341,953,163	17,341,953,163	15,435,663,200
Other assets (Note-13.1)	256,694,860,983	2,714,823,573	1,273,133,878	662,780,691	-	261,345,599,125	108,309,536,758
Non - banking assets	-	-	-	-	-	-	-
Total Assets	931,912,601,943	195,381,312,460	326,602,017,587	267,694,697,123	503,642,738,677	2,225,233,367,790	2,031,532,782,714
LIABILITIES							
Placement from banks & other financial institutions	96,643,784,373	93,392,670,249	54,392,992,312	40,096,227,187	7,730,818,125	292,256,492,246	211,378,924,541
Deposits (Note-15.5)	355,792,012,074	481,464,088,045	361,470,234,867	348,943,215,108	48,757,801,473	1,596,427,351,567	1,534,566,006,233
Other accounts	-	-	-	-	-	-	-
Provision & other liabilities (Note-17.11)	11,818,771,274	11,782,293,251	34,000,441,367	23,173,741,241	154,248,268,667	235,023,515,800	181,991,528,355
Deferred tax liability/(assets)	57,129,702	56,953,374	164,351,694	112,017,476	682,586,881	1,073,039,127	1,203,537,421
Mudaraba perpetual bond	-	-	-	-	11,000,000,000	11,000,000,000	11,000,000,000
Mudaraba redeemable subordinated bond	2,000,000,000	-	3,800,000,000	12,400,000,000	1,600,000,000	19,800,000,000	20,200,000,000
Total Liabilities	466,311,697,423	586,696,004,919	453,828,020,240	424,725,201,012	224,019,475,146	2,155,580,398,740	1,960,339,996,550
Net Liquidity Gap	465,600,904,520	(391,314,692,459)	(127,226,002,653)	(157,030,503,889)	279,623,263,531	69,652,969,050	71,192,786,164


Md. Omar Faruk Khan
Managing Director

Signed for & on behalf of

(Mahfel Haq & Co.)
Chartered Accountants
FRC Enlistment No. CAF-001-133
Skh Md. Mahmudul Ambia FCA
Partner, ICAB Enrolment No. 1067
DVC No: 2508271067/AS83275
Dated: Dhaka, 26 August 2025

Prof. Dr. Mohammed Masud Rahman
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

Mohammad Khurshid Wahab
Independent Director

Signed for & on behalf of

(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS
FRC Enlistment No. CAF-001-062
Kazi Md. Mahboob Kasem, FCA
Partner, ICAB Enrolment no. 845
DVC No: 2508270845/AS496157

Islami Bank Bangladesh PLC. and its Subsidiaries

Notes to the financial statements

As at and for the year ended 31 December 2024

1.0 The Bank and its activities

1.1 Introduction

Islami Bank Bangladesh PLC. [IBBPLC] (hereinafter referred to as “the Bank”) was established as a public limited banking company in Bangladesh in 1983 as the first Shari‘ah based scheduled commercial bank in the South East Asia. Naturally, its modus operandi is substantially different from those of other conventional commercial banks. The Bank conducts its business on the Shari‘ah principles of Mudaraba, Musharaka, Bai-Murabaha, Bai-Muajjal, Hire Purchase under Shirkatul Melk, Bai-Salam, Bai-as-Sarf and Ujarah etc. There is a Shari‘ah Supervisory Council in the Bank which ensures that the activities of the Bank are being conducted on the precepts of Islam.

The shares of the Bank are listed with both Dhaka Stock Exchange (DSE) PLC and Chittagong Stock Exchange (CSE) PLC. The Bank carries out its business activities through its Head Office in Dhaka, 16 Zonal Offices, 400 Branches including 79 Authorised Dealer (AD) Branches, 265 Sub Branches, 2783 Agent Banking Outlets and 3 Off-shore Banking Units (OBUs) in Bangladesh. The Principal place of business is the Registered Office of the Bank situated at Islami Bank Tower, 40, Dilkusha Commercial Area, Dhaka-1000, Bangladesh. These financial statements as at and for the year ended 31 December 2024 include the consolidated and separate financial statements of the Bank. The consolidated financial statements comprise the financial statements of the Bank and its subsidiaries (mentioned in Note - 1.4, together referred to as “the Companies”). The current number of employees are 21,864 (in 2023: 20,809).

1.2 Nature of business/ Principal activities of the Bank

1.2.1 Commercial banking services

All kinds of commercial banking services are provided by the Bank to the customers following the principles of Islamic Shari‘ah, the provisions of the Bank Company Act, 1991 as amended, Bangladesh Bank’s directives and directives of other regulatory authorities.

1.2.2 Islamic micro-finance

Islamic micro-finance represents micro-finance of the Islamic finance industry. Under Islamic micro-finance, major focus is given on improvement of living standard of poor people. The projects are closely monitored so that the members are really benefited. The Bank provides this services under the umbrella of Rural Development Scheme (RDS) and Urban Poor Development Scheme (UPDS).

1.2.3 Mobile financial services -“mCash”

The bank has launched mobile financial services on 27 December 2012 under the name “Islami Bank mCash” as per Bangladesh Bank approval (reference no. DCMPS/PSD/37/(W)/2012-321 dated 14 June 2012). Islami Bank mCash offers different services through Mobile phone that include deposit and withdrawal of cash money, fund transfer from one account to another, receiving remittance from abroad, knowing account balance and mini-statement, giving and receiving salary, mobile recharge and payment of utility bill, merchant bill payment etc.

1.2.4 Mobile Application platform -“CellFin”

CellFin is a Mobile Application platform backed by a Virtual Prepaid Card and identified by a valid Mobile Number. Now with over 5 million registered customers, CellFin offers a wide range of Shari‘ah-compliant digital financial services including account opening, fund transfer, mobile recharge, utility bill payment, international remittance disbursement, e-commerce payments, donations (including Zakat), savings and investment installment payments, Auto Pay, ticketing, merchant payments, and educational fee payments. The app empowers users with secure, convenient, and inclusive banking, contributing significantly to the nation’s goal of financial inclusion.

1.3 Off-shore banking unit (OBU)

Bangladesh Bank has approved the operation of Off-Shore Banking Unit (OBU) of Islami Bank Bangladesh PLC. located at Head Office Complex Branch- Dhaka, Uttara Branch- Dhaka and Agrabad Branch- Chattogram through letter no. BRPD (P-3)744(111)/2010-1032 dated 28 March, 2010. The Bank commenced the operation of its Off-shore Banking Unit from 08 February 2011 at Head Office Complex Branch, Dhaka from 27 September 2011 at Agrabad Branch, Chattogram and from 01 June 2015 at Uttara Branch, Dhaka.

Due to having different functional currency (Note 2.4), the operation of OBU has been considered as “foreign operation” and accordingly relevant financial reporting standards have been applied consistently that mentioned in note 3.15.3. The financial statements of the OBU are included in the separate financial statements of the Bank and eventually in the consolidated financial statements. The separate financial statements of OBU are shown in the functional currency (i.e. USD) as well as the presentation currency i.e. BDT of the Bank (i.e. BDT) in Annexure - F.

1.4 Subsidiaries of the Bank

1.4.1 Islami Bank Securities Limited (IBSL)

As per Bangladesh Securities and Exchange Commission’s (BSEC) Letter No. SEC/Reg/CSE/MB/2009/444 dated 20 December 2009 and approval of Bangladesh Bank through Letter No. BRPD (R-1)717/2010-47 dated 07 February 2010; the Bank established a subsidiary Company named “Islami Bank Securities Limited” to operate stock broker and stock dealer activities.

The share capital of IBSL is Tk.2,700,000,000/- divided into 2,700,000 shares of Tk.1,000/- each out of which share capital of the bank is Tk.2,699,846,000/- divided into 2,699,846 shares of Tk.1,000/- each which represent 99.995% of total share of the subsidiary company.

IBSL was incorporated on 22.03.2010 and date of commencement of business was 23 May 2010. Required capital was transferred to IBSL on 25 May 2010 which is operating business under the license issued by the Bangladesh Securities & Exchange Commission (BSEC). As a stock broker, IBSL acts as an agent in the purchase and sale of Shari’ah approved listed securities and realizes commission on transactions in accordance with approved commission schedule.

1.4.2 Islami Bank Capital Management Limited (IBCML)

As per Bangladesh Bank BRPD Circular No. 12 dated 14 October 2009 and approval of Bangladesh Bank through Letter No. BRPD (R-1)717/2010-47 dated 07 February 2010, the Bank established another subsidiary Company named “Islami Bank Capital Management Limited” to operate portfolio management, underwriting, issue management etc.

The share capital of Islami Bank Capital Management Ltd. is Tk.600,000,000/- divided into 600,000 shares of Tk.1,000/- each, out of which share capital of the bank is Tk.599,986,000/- divided into 599,986 shares of Tk.1,000/- each which represent 99.998% of total share of the subsidiary Company. The company has obtained Merchant Banker Registration Certificate on 31 March 2019 from Bangladesh Securities & Exchange Commission (BSEC) to operate the activities of Issue Manager/Underwriting/Portfolio manager.

2.0 Basis of preparation of financial statements

2.1 Reporting framework and compliance thereof

The Bank and its subsidiaries are being operated in strict compliance with the rules of Islamic Shari’ah. The financial statements (consolidated & separate) have been prepared in accordance with the guidelines of Islamic banking issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009. The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is formed and it is yet to issue financial reporting standards for public interest entities such as banks hence International Financial Reporting Standards (IFRS) as approved by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable. Accordingly, the financial statements of the Bank continue to be prepared in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Bank Company Act 1991 as amended, the rules and regulations issued by Bangladesh Bank (BB), the Companies Act 1994, the Securities and Exchange Rules, 2020, Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as a member of that organization. Where the reporting guidelines issued by Bangladesh Bank and Bank Companies Act differ with those of IFRS, the requirements of the Bank Company Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. As such the Bank has departed from those requirements of IFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

I. Presentation of financial statements

IFRS

As per IAS-1 “Presentation of Financial Statements”, financial statements shall comprise statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows, notes to the financial statements comprising summary of accounting policies and other explanatory information and retrospective restatement of items in the earlier financial statement, where applicable. Furthermore, IAS-1 states that, an entity shall present its current and non-current assets and liabilities, as separate classifications in its statement of financial position.

Bangladesh Bank

The financial statements and certain disclosures therein are presented in a prescribed format (i.e. balance sheet, profit and loss account, cash flows statement, statement of changes in equity, liquidity statement) in accordance with the guidelines of the 'First Schedule' (section 38) of the Bank Company Act 1991 as amended and BRPD circular no. 15 dated 09 November, 2009 and other subsequent guidelines of BB. In the prescribed format of BB there is no component of other comprehensive income and accordingly the elements of other comprehensive income and the tax thereon (if any) is recognized directly in the statement of changes in equity. The assets and liabilities are presented in accordance with the prescribed format of BB and accordingly not classified as current and non-current classification as required by IAS-1.

II. Name of the Components of Financial Statements**IFRS**

As per IAS 1, complete set of financial statements consists statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and notes comprising a summary of significant accounting policies and other explanatory information.

Bangladesh Bank

The forms of financial statements and directives for preparation thereof of the Islamic banking companies in Bangladesh are guided by BRPD circular no. 15 dated 09 November 2009 Bangladesh Bank. BRPD circular no. 15 states the statement of financial position as balance sheet and statement of profit or loss and other comprehensive income as profit and loss account.

III. Other Comprehensive Income**IFRS**

As per IAS-1 "Other Comprehensive Income (OCI)" is a component of of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income (OCI).

Bangladesh Bank

Bangladesh Bank has issued templates for financial statements which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single Other Comprehensive Income (OCI) Statement. As such the Bank does not prepare the Other Comprehensive Income statement. However, elements of OCI, if any, are shown in the statement of changes in equity.

IV. Disclosure of Appropriation of Profit**IFRS**

IFRS do not require to appropriation of profit to be shown on the face of the statement of comprehensive income.

Bangladesh Bank

As per BRPD circular no. 14, dated 25 June 2003 and BRPD 15 dated 09 November 2009, an appropriation of profit should be disclosed on the face of profit and Loss Account.

V. Investments in shares and securities**IFRS**

As per requirements of IFRS-9 "Financial Instruments", investment in shares and securities are generally classified either at fair value through profit or loss or at fair value through other comprehensive income and measured initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. However in the case of financial assets classified and measured at fair value through profit or loss, transactions costs are immediately recognised in profit or loss. Change in the fair value of shares and securities measured at fair value through profit or loss is recognised in the statement of profit or loss and changes in the fair value of shares and securities measured at fair value through other comprehensive income is recognised in the other comprehensive income and are never reclassified to profit or loss.

Bangladesh Bank

As per BRPD circular no. 14 dated 25 June 2003, investments in shares and securities are classified under held to maturity (HTM) or held for trading (HFT) and measured at cost. Transaction costs that are directly attributable to the acquisition added to the initial fair value except for financial assets classified as HFT where they should be recognised in profit or loss.

After initial recognition, HFT govt. securities are measured according to DOS circular no. 05 dated 26 May 2008 and DOS circular no. 05 dated 28 January 2009, where amortization loss is charged to profit and loss account, mark-to-market loss on revaluation is charged to profit and loss account, but any unrealized gain on such revaluation is recognized in revaluation reserve account. HTM govt. securities are measured at amortized cost and increase/decrease related to amortization is recognized in equity.

As per BRPD circular no. 14 dated 25 June 2003 and DOS circular No.4 dated 24 November 2011, investments in quoted and unquoted shares are revalued at the year-end at market price and at Book Value of last audited balance sheet respectively. As such, provision is made against the diminution in value of investments considering netting off gain /loss. Investment in mutual fund (open-end) is revalued at lower of cost and higher of (market value and 95% of NAV) as per instruction of DOS circular no. 03 dated 12 March 2015 and closed end mutual fund is revalued at lower of cost and higher of (market value and 85% of NAV) as per DOS circular no. 10 dated 28 June 2015. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis); otherwise investments are recognized at costs.

VI. Provision for investments

IFRS

As per IFRS 9 an entity shall recognise an impairment allowance on loans and advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances at an amount equal to the lifetime expected credit losses if the credit risk on these loans and advances has increased significantly since initial recognition. For those loans and advances for which the credit risk has not been increased significantly since initial recognition, an entity shall measure the impairment allowance at an amount equal to 12 months expected credit losses.

Bangladesh Bank

As per BRPD Circular no. 14 dated 23 September 2012, BRPD Circular no. 04 dated 29 January 2015, BRPD Circular no. 08 dated 02 August 2015, BRPD Circular No.12, dated 20 August, 2017, BRPD Circular No. 12 dated 20 August, 2017, BRPD Circular No. 01 dated 20 February, 2018, BRPD Circular No. 01 dated 20 February, 2018, BRPD Circular no. 03 dated 21 April 2019, BRPD Circular no. 16 dated 21 July 2020, BRPD Circular no.51& 53 dated 30 December 2021, BRPD Circular no. 14 dated 22 June 2022, BRPD Circular no. 51 dated 18 December 2022, BRPD Circular no. 53 dated 22 December 2022, BRPD Circular no. 11 dated 20 June 2023 and BRPD Circular no. 20 dated 21 June 2023 general provision at 0.25% to 2% under different categories of unclassified investments (good/standard investments) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard, doubtful and bad & loss investments have to be provided at 20%, 50% and 100% respectively and sub-standard 5%, doubtful 20% and bad & loss 100% for CMSME investment (except short-term agricultural and micro-credits where 1% for all unclassified investment (irregular & regular) 5% for sub-standard and doubtful investments and 100% for bad & loss investments) depending on the duration of overdue.

VII. Provision for Off-balance sheet items

IFRS

There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for making provision or disclosure of off-balance sheet items on the face of the statement of financial position.

Bangladesh Bank

As per BRPD circular No.14 dated 25 June 2003 and BRPD circular no- 15 dated 09 November 2009, off balance sheet items (e.g. Letter of credit, Letter of guarantee, Bills for collection etc.) must be disclosed separately on the face of the balance sheet. Furthermore, as per BRPD Circular No.14 dated 23 September 2012, BRPD Circular No.19 dated 27 December 2012, BRPD Circular No.7 dated 21 June 2018, BRPD Circular No.13 dated 18 October 2018 and BRPD Circular No.03 dated 02 February 2023 a general provision at 1% is required to be provided for all off-balance sheet exposures except Bills for Collection received by the bank on behalf of its customers and issued guarantees. Mentionable that Provision against guarantees issued by Bank is to be kept in different rates @ nil, 0.50%, 0.75% & 1% considering the BB rating grade equivalence of the bank providing the counter guarantee.

VIII. Recognition of investment income in suspense

IFRS

Investment to customers (loans and receivables) are generally classified at amortized cost as per IFRS 9 “Financial Instruments” and investment income is recognised by using the effective interest rate method over the term of the investment. Once an investment is impaired, the entity shall apply the effective interest rate to the amortised cost of these investments.

Bangladesh Bank

As per BRPD circular no. 14 dated 23 September 2012, once an investment is classified, investment income on such investment is not allowed to be recognised as income, rather the corresponding amount needs to be credited to an investment income in suspense account, which is presented as liability in the balance sheet.

IX. Financial instruments – presentation and disclosure

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

X. Financial guarantees**IFRS**

As per IFRS-9, financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently measured at the higher of the amount of the loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, the cumulative amount of income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank

As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items.

XI. Cash and Cash Equivalents**IFRS**

Cash and Cash Equivalent items should be reported as cash items as per IAS-7 “Statement of Cash Flows”.

Bangladesh Bank

Some cash and cash equivalent items such as ‘money at call and on short notice’, Treasury bills, Bangladesh Bank bills and Prize bond are not shown as cash and cash equivalent. Money at call and on short notice presented on the face of the balance sheet, Treasury bills and Prize bonds are shown in investments.

XII. Balance with Bangladesh Bank: (Cash Reserve Requirement)**IFRS**

Balance with Bangladesh Bank that are required to be kept as part of cash reserve requirement, should be treated as other asset as it is not available for use in day to day operations as per IAS-7 “Statement of Cash Flows”.

Bangladesh Bank

Balance with Bangladesh Bank is treated as cash and cash equivalents.

XIII. Cash flow statement**IFRS**

The Cash flow statement can be prepared using either the direct method or the indirect method. 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 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, cash flow statement is to be prepared following a mixture of direct and indirect methods.

XIV. Non-banking assets**IFRS**

No indication of Non-banking asset is found in any IFRS.

Bangladesh Bank

As per BRPD 14 dated 25 June 2003, BRPD 15 dated 09 November 2009 and BRPD 22 dated 20 September 2021, there must exist a face item named Non-banking assets.

XV. Presentation of intangible asset**IFRS**

An intangible asset must be identified and recognised, and the disclosure must be given as per IAS-38 “Intangible Assets”.

Bangladesh Bank

There is no regulation for intangible assets in BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009.

XVI. Off-balance sheet items**IFRS**

As per IFRS, 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 and BRPD 15 dated 09 November 2009, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

XVII. Investments net off provision**IFRS**

Investments should be presented net off provision.

Bangladesh Bank

As per BRPD Circular No. 14 dated 25 June 2003 and BRPD Circular No. 15 dated 09 November 2009, provision on investments are presented separately as liability and can not be netted off against investments.

XVIII. Revenue

As per IFRS 15, revenue should be recognized on accrual basis but due to the unique nature of Islamic Banks, income from investment under Mudaraba, Musharaka, Bai-Salam, Bai-as-Sarf and Ujarah modes (Khidmah Card) is accounted for on realization basis as per AAOIFI and Bangladesh Bank guidelines.

XIX. Charges on tax on retained earnings, reserve, surplus as per Income Tax Act (ITA), 2023

As per section 22 of the Income Tax Act, 2023, Listed companies should disclose proposed dividend in the balance sheet as “amount to be distributed as dividend”. However there is no provision for this in BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009 and IFRS also restricts to disclose such presentation in the balance sheet.

2.2 Measurement of elements in the financial statements

Measurement is the process of determining the monetary amounts at which the elements of the financial statements are to be recognized and carried in the financial statements. The measurement basis adopted by the Bank is historical cost except for land, building and few of the financial assets which are stated in accordance with the policies mentioned in the respective notes.

2.3 Basis of consolidation

The group financial statements include the financial statements of the Bank and its subsidiaries that it controls. The Bank prepares consolidated financial statements using uniform accounting policies for similar transactions and other events in similar circumstances. Consolidation of an investee shall begin from the date the investor obtains control of the investee and cease when the investor loses control of the investee.

The Bank presents non-controlling interests in the consolidated statement of financial position (Balance Sheet) within equity, separately from the equity of the owners of the Bank. Changes in the Bank ownership interest in a subsidiary that do not result in losing control of the subsidiary are equity transactions (i.e. transactions with owners in their capacity as owners).

2.3.1 Consolidation procedures

> combining like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries.

> offsetting (eliminating) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary.

> eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets [property, plant & equipment], are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements.

2.3.2 Investment in subsidiaries in the Bank separate financial statements

When the Bank prepares separate financial statements, it accounts for investments in subsidiaries at cost.

2.4 Functional and presentation currency

The consolidated and separate financial statements of the Bank are presented in Bangladeshi Taka which is the functional currency of the Bank and its subsidiaries except for Off-shore Banking Unit (OBU) where the functional currency is US Dollar (USD). All financial information presented in Taka (BDT) has been rounded to the nearest integer, except otherwise indicated.

2.5 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, amortization, impairment, post employment benefits liabilities, accruals, taxation and provision.

2.6 Comparative information and rearrangement thereof

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

2.7 Going concern

When preparing financial statements, management makes an assessment of the Bank's ability to continue as a going concern. The Bank prepares financial statements on a going concern basis.

2.8 Accrual basis of accounting

The Bank prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the Bank recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the Framework.

2.9 Materiality and aggregation

The Bank presents separately each material class of similar items. The Bank presents separately items of a dissimilar nature or function unless they are immaterial. Financial statements result from processing large numbers of transactions or other events that are aggregated into classes according to their nature or function.

2.10 Offsetting

The Bank does not offset assets and liabilities or income and expenses, unless required or permitted by BB guidelines or IFRS.

2.11 Reporting period

These financial statements of the Bank and its subsidiaries cover one calendar year from 01 January 2024 to 31 December 2024.

2.12 Authorization of the financial statements for issue

The consolidated financial statements and the separate financial statements of the Bank were reviewed by the Audit Committee of the Board in its 574th meeting on 26th August 2025 and was subsequently authorized for issue by the Board of Directors in its 371st meeting held on 26th August, 2025. The Financial Statements has been issued in line with DOS Circular letter No- 11, dated June 18, 2025 and Bangladesh Bank Notification vide DOS(CAMS)/1157/41/2025-3611 dated June 18, 2025.

2.13 Cash flow statement

Cash Flow Statement is prepared in accordance with IAS-7 "Statement of Cash Flows" as well as the guidelines for islamic banking issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 and BRPD Circular No.14 dated 25.06.2003. The Statement shows the structure of changes in cash and cash equivalents during the year.

2.14 Statement of changes in equity

Statement of Changes in Equity has been prepared in accordance with IAS-1 "Presentation of Financial Statements" as well as the guidelines for islamic banking issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 and BRPD Circular No.14 dated 25.06.2003.

2.15 Liquidity statement

Liquidity Statement has been prepared based on the residual/remaining maturity of assets and liabilities as on 31 December 2024 as per the guidelines for islamic banking issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 and BRPD Circular No.14 dated 25.06.2003 as follows:

- i) Balance with other banks and financial institutions, etc. are on the basis of their respective maturity term;
- ii) Investments in shares & securities are on the basis of their respective maturity;
- iii) General investments are on the basis of their recovery/repayment schedule;
- iv) Fixed assets [property, plant & equipment] are on the basis of their useful lives;
- v) Other assets are on the basis of their realization/amortization;
- vi) Deposits and other accounts are on the basis of their maturity and payments;
- vii) Provisions and other liabilities are on the basis of their adjustment/settlement;
- viii) Due to perpetual in nature/maturity, Mudaraba Perpetual Bond (MPB) is reported under maturity more than 5 (five) years;
- ix) Mudaraba Redeemable Subordinated Bond is reported under maturity within 1 (one) year for Tk. 440 (Four hundred forty) crore, 1 (one) to 5 (five) years for Tk. 1,264 (One thousand two hundred and sixty four) crore and more than 5 (five) years for Tk. 276 (Two hundred and seventy six) crore.

2.16 Changes in accounting policies

The Bank changes its accounting policy only if the change is required by IFRS or Bangladesh Bank Guidelines or results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the Bank's financial position, financial performance or cash flows. Changes in accounting policies is to be made through retrospective application by adjusting opening balance of each affected components of equity i.e. as if new policy has always been applied.

2.16.1 IFRS-16: Lease

In January 2016, the International Accounting Standards Board (IASB) issued IFRS-16. IFRS-16 replaces IAS-17, IFRIC 4, SIC 15 and SIC 27 which sets out the principles for recognition, measurement, presentation and disclosure of leases which is effective from annual reporting periods beginning on or after 01 January 2019. IBBPLC has applied IFRS-16 Leases for the first time with the date of initial application of 01 January 2019. As IFRS-16 supersedes IAS-17 Lease, the bank has made recognition, measurement and disclosure in the financial statements-2024 both as Lessee and Lessor as per IFRS-16.

Bank as lessee

“The bank assesses at initiation of a contract whether the contract is, or contains a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange of consideration, then the bank consider the contract as a lease contract. The bank as a lessee applies a single recognition and measurement approach for all leases, except for short-term leases, or, and lease of low value of assets. The bank recognizes lease liabilities to make lease payment and right-of-use assets representing the right to use the underlying assets. If tenor of a lease contract does not exceed twelve months from the date of initiation/application, the bank considers the lease period as short term in line with the recognition threshold of ROU assets as per policy of the bank. The Bank determine incremental borrowing rate to calculate the ROU assets and depreciate the asset over the useful life by straight line method. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Bank, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is premeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. The Bank has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in profit or loss on a straight-line basis over the lease term. On the statement of financial position, right-of-use assets have been included in property, plant and equipment and lease liabilities have been included other liabilities.”

Right-of-use assets (ROU)

“The bank recognises the right-of-use (ROU) assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). ROU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted for any measurement of lease liabilities. The cost of ROU assets includes the amount of lease liabilities recognised, initial direct cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the lease term, or remaining period of the lease term.”

The bank assessed all lease contracts live in 2024 and recognised as ROU of assets of all leases, except short term and low value of assets as guided by Banks’ own policy set as per IFRS-16. The ROU assets are presented in the Note 12.1 of these financial statements.

Lease Liabilities (Bank as a lessee)

“At the commencement of the lease, the bank recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees.”

In 2024, the bank reassessed all lease payment of existing contracts for remaining period considering a cut-off date i.e. 01 January 2020. The lease liabilities are presented in the Note 17.0 of these financial statements.

Bank as a lessor

“Leases where the bank does not transfer substantially all of the risk and benefit of ownership of any asset are classified as operating assets. Rental income is recorded as earned based on the contractual term of the lease.” However, the Bank did not hold any such assets in 2024.

Recognition of consideration made under contract in exchange of use of rental premises/assets

“As per IFRS 16, when consideration is made by the bank under contract in exchange of use of rental premises or assets for a period not exceeding a period of twelve months, and or, the present value of the obligation plus initial payment under contract does not exceed the threshold limit of the bank, and substantially all the risk and benefit of ownership of those rental premises/assets does not transfer to the bank, then the bank considers the payment (other than advance payment) as rental expense under IFRS 15 Revenue from contracts with customers.”

Therefore, in 2024, IBBPLC recognised those payments against contracts that do not qualify as lease item under IFRS-16 as rental expense which is presented in Note 30.0 of the financial statements for the year ended 31 December 2024.

Particulars	Amount in Tk.
Depreciation charge for right-of-use (ROU) assets by class of underlying asset	74,62,83,730
Finance charge on lease liabilities	21,63,08,929
Total cash outflows	71,50,05,703
Carrying amount of right of use assets at the end of the reporting year	3,54,51,35,101
Lease obligation on ROU assets as at end of the reporting year	3,84,00,91,791

2.17 Changes in accounting estimates

Estimates arise because of uncertainties inherent within them, judgment is required but this does not undermine reliability. Effect of changes of accounting estimates is included in profit or loss account.

2.18 Verification of financial statements through Document Verification System (DVS)

As per BRPD Circular Letter No. 4 dated 04 January 2021, it has been ensured that latest available audited financials are preserved in the investment file of all our clients. In addition to that as per BRPD Circular Letter No. 35 dated 06 July 2021, we have been granted access in DVS by The Institute of Chartered Accountants of Bangladesh (ICAB) which we have implemented verification of financials through DVS for all our clients (100%) which are listed with Stock Exchanges. We have also performed verification of 11.96% which non listed/not listed with Stock Exchanges.

3.0 Summary of significant accounting policies

Accounting policies are determined by applying the relevant guidelines of Bangladesh Bank as well as the relevant IFRS. Where there is no available guidelines of BB and IFRS, management uses its judgment in developing and applying an accounting policy that results in information that is relevant and reliable. The Bank selects and applies its accounting policies for a period consistently for similar transactions, other events and conditions, unless IFRS or Bangladesh Bank guidelines specifically requires or permits categorization of items for which different policies may be appropriate. The accounting policies set out below have been applied consistently in all material respects to all periods presented in these consolidated financial statements:

3.1 Cash and cash equivalents

Cash and cash equivalents include notes and coins in hand and at ATM, balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions which are not ordinarily susceptible to change in value.

3.2 Investment in shares and securities

Investment in shares and securities (other than Investment in Bangladesh Government Islamic Investment Bond) are initially recognised at cost and subsequently measured and accounted for depending on their classification criteria as either held to maturity or held for trading. Transaction costs that are directly attributable to the acquisition added to the initial cost except for the investment classified as held for trading where they should be recognised in profit or loss.

Investment in Bangladesh Government Investment Sukuk is reported at cost price.

Investments in quoted and unquoted shares are revalued at the year-end at market price and at net assets value (NAV) of last audited balance sheet respectively. As such, provision is made against the diminution in value of investments netting off gain /loss arises from the market of the securities.

Investment in mutual fund is revalued is mentioned in Note-3.2.3. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis).

Investment in Government securities (other than investment in Bangladesh Shipping Corporation) are measured both initially and subsequently at cost as the Bank is not allowed to invest in interest bearing government securities like T-bond, T-bill etc. So the instructions and circulars related to the recognition and measurement of those instruments are not applicable for the Bank.

Investment in Bangladesh Shipping Corporation was initially recognized at cost. Transaction costs directly attributable to the acquisition added to the cost. After initial recognition investments are measured at the year end market price and change in the market price is recognized in equity under the head revaluation surplus.

Investment in subordinated bond is measured both initially and subsequently at cost.

Investment in Mudaraba Perpetual Bond is reported at cost price. As per Bangladesh Bank DOS circular no. 04 dated 24 November 2011, provision for diminution in value of investment in Mudaraba Perpetual Bond was made by netting off unrealised gain/loss of shares from market price less cost price.

3.2.1 Held to Maturity (HTM)

Investments which are intended to be held till maturity are classified as 'Held to Maturity' (HTM). These are measured at amortized cost at each year end by taking into account any discount or premium on acquisition. Premiums are amortized and discounts are accredited, using the effective or historical yield. Any increase in value of such investments is booked to equity but decrease to profit and loss account.

3.2.2 Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per DOS Circular no. 05 dated 28 January 2009.

3.2.3 Investment- Initial recognition and subsequent measurement

Investment class	Initial Recognition	Measurement after initial recognition	Recording of Changes
Govt. treasury securities - BGIIB/ Sukuk	Cost	Cost	None
Debenture/Bond	Cost	Cost	None
Shares (Quoted)	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealized gain booking.
Shares (Unquoted)	Cost	Lower of cost or Net Asset Value (NAV) of last audited financial statements	Loss to profit and loss account but no unrealized gain booking.
Mutual fund (Open-end)	Cost	If, average cost price (CP) > Surrender Price then the shortfall amount is required as provision.	Loss (net) to profit and loss account but no unrealized gain booking.
Mutual fund (Close-end)	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealized gain booking.

3.3 Investments

Investments are recognized at gross amount on the date on which they are originated. After initial recognition investments are stated in the Balance Sheet net off profit receivable and unearned income. However, provision for investments are not net-off with investments.

Profit Receivable – the amount of unexpired portion of profit charged on Bai-Murabaha investment at the time of sale of goods/ services to customer/ client.

Unearned Income - the amount of unrealized portion of profit/ value addition of fixed assets [property, plant & equipment] under Hire Purchase Under Shirkatul Melk (HPSM) investment for gestation period.

3.4 Fixed assets [Property, plant & equipment and intangibles]

3.4.1 Property, plant and equipment

3.4.1.1 Recognition

The cost of an item of property, plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits will flow to the Bank and the cost of the item can be measured reliably.

3.4.1.2 Measurement at recognition

An item of property, plant and equipment that qualifies for recognition as an asset is measured at its cost. The cost of an item of property, plant and equipment is the cash price equivalent at the recognition date. The cost of a self-constructed asset is determined using the same principles as for an acquired asset.

3.4.1.3 Elements of costs and subsequent costs

Cost includes purchase price (including import duties and non-refundable purchase taxes), directly attributable costs to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management and the initial estimate of the cost of dismantling and removing the item and restoring the site on which it is located. Costs of day to day servicing (repairs and maintenance) are recognized as expenditure as incurred. Replacement parts are capitalized, provided the original cost of the items they replace is derecognized.

3.4.1.4 Measurement of property, plant & equipment after recognition

Cost model

After recognition as an asset, an item of property, plant and equipment shall be carried at its cost less any accumulated depreciation and any accumulated impairment losses.

Revaluation model

The revaluation model requires an asset, after initial recognition, to be measured at a revalued amount, which is its fair value less subsequent accumulated depreciation and impairment accumulated losses.

Where an asset's carrying amount is increased as a result of a revaluation, the increase is recognized in equity under the heading of revaluation surplus. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

Where an asset's carrying amount is decreased as a result of a revaluation, the decrease is recognized in profit or loss. However, the decrease is recognized in equity to the extent of any credit balance existing in the revaluation surplus in respect of that asset. The decrease recognized in equity reduces the amount accumulated under the heading of revaluation surplus.

The revaluation surplus included in equity in respect of an item of property, plant and equipment is transferred directly to retained earnings when the asset is derecognized. However, some of the surplus is transferred as the asset is used by the Bank. In such a case, the amount of the surplus transferred would be the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost.

3.4.1.5 Derecognition of property, plant and equipment

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is included as other income in profit or loss when the item is derecognized.

3.4.1.6 Asset retirement obligations (ARO)

Asset retirement obligations (ARO) are recognized when there is a legal or constructive obligation as a result of past event for dismantling and removing an item of property, plant and equipment and restoring the site on which the item is located and it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount of obligation can be made. A corresponding amount equivalent to the provision is also recognized as part of the cost of the related property, plant and equipment. The amount recognized is the estimated cost of decommissioning, discounted to its present value. Changes in the estimated timing of decommissioning or decommissioning cost estimates are dealt with prospectively by recording an adjustment to the provision, and a corresponding adjustment to property, plant and equipment. The periodic unwinding of the discount is recognized in the statement of profit or loss as a finance cost as it occurs.

3.4.1.7 Depreciation

The depreciation charge for each period is recognized in profit or loss unless it is included in the carrying amount of another asset. Depreciation of an asset begins when it is installed and available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognized. The residual value and the useful life of an asset is reviewed at least at each financial year-end and, if expectations differ from previous estimates, the change(s) shall be accounted for as a change in an accounting estimate.

Depreciation is calculated based on the cost/revalued amount of items of fixed assets [property, plant & equipment] less their estimated residual values using either of Straight-Line Method (SLM) or Reducing Balance Method (RBM) over their estimated useful lives and recognized in profit and loss. Land is not depreciated. Rates of depreciation considering the useful life of respective assets are as follows:

Items	Method	Rates
Building	Reducing Balance	2.5% on Book Value
Furniture and fixtures-Steel	-Do-	05% on Book Value
Furniture and fixtures-other than Steel	-Do-	10% on Book Value
Mechanical appliances	-Do-	20% on Book Value
ATM	-Do-	10%-25% on Book Value
Books	-Do-	25% on Book Value
Motor vehicles	Straight-line	16.67% - 20.00% on Original Cost
Computers	-Do-	25% on Original Cost

3.4.2 Capital work in progress

Fixed assets that is being under construction/acquisition is accounted for as capital work in progress until construction/acquisition is completed and measured at cost. The work in progress is transferred to cost of that fixed assets when the construction is completed and it becomes available for use.

3.4.3 Intangible assets

3.4.3.1 Recognition

The recognition of an item as an intangible asset requires the Bank to demonstrate that the item meets the definition of an intangible asset and the recognition criteria. An intangible asset is recognized as an asset if, and only if, it is probable that expected future economic benefits that are attributable to the asset will flow to the Bank and the cost of the item can be measured reliably.

3.4.3.2 Measurement

An intangible asset is measured at cost less any accumulated amortizations and any accumulated impairment losses. Subsequent expenditures are likely to maintain the expected future economic benefits embodied in an existing intangible asset rather than meet the definition of an intangible asset and the recognition criteria. Therefore, expenditure incurred after the initial recognition of an acquired intangible asset or after completion of an internally generated intangible asset is usually recognized in profit or loss as incurred. The rates used for amortizing intangible assets is 25.00%.

3.4.3.3 Amortization

The depreciable amount of an intangible asset with a finite useful life shall be allocated on a systematic basis over its useful life. Amortization begin when the asset is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Amortization ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognized. An intangible asset with an indefinite useful life is not amortized.

3.5 Impairment of Fixed assets [property, plant & equipment and intangibles]

Recognizing and measuring impairment loss

Where the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is an impairment loss. An impairment loss on a non-revalued asset is recognized in profit or loss. However, an impairment loss on a revalued asset is recognized directly in equity to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same asset. Such an impairment loss on a revalued asset reduces the revaluation surplus for that asset.

The Bank assesses at the end of each reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the Bank estimates the recoverable amount of the asset. Irrespective of whether there is any indication of impairment, the Bank tests an intangible asset with an indefinite useful life or an intangible asset not yet available for use for impairment annually.

3.6 Other assets

Other assets include all other financial assets, other income receivable, advance against expenses etc.

3.7 Non-banking assets

Non-banking assets are acquired on account of the failure of a client to repay the investment in time after receiving the decree from the court regarding the right and title of the mortgaged property.

3.8 Placement from banks and other financial institutions

Placement from banks and other financial institutions are stated in the financial statement at principal amount of the outstanding balance.

3.9 Deposits and other accounts

Deposit and other accounts include Al-Wadeeah current deposit as well as savings, term and other Mudaraba deposits. Deposits by customers and banks are recognized when the Bank enters into contractual agreements with the counterparties. These items are brought to Financial Statements at the gross value of the outstanding balance.

3.10 Mudaraba Bond

3.10.1 Mudaraba Perpetual Bond

Mudaraba Perpetual Bond (MPB) was issued by the Bank under the mudaraba principles of Islamic Shari'ah as per approval of Bangladesh Bank Letter No. BRPD (P-1)661/14(a)/2006-1437 dated 07.05.2006 and Bangladesh Securities and Exchange Commission Letter No. SEC/CI/CPLC-118/2006/385 & SEC/CI/RPO-01/2007/386 both dated 10.06.2007. The Investment Corporation of Bangladesh (ICB) is the Trustee of the MPB. The MPB is listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd. and trading of the same started from 25 November 2007. It is treated as a component of Additional Tier-I Capital (AT-I). The instrument subordinated to the claims of other creditors and depositors. In the case of liquidation, the subordinated debtholders would be paid just before paying to the shareholders assuming there are assets to distribute after all other liabilities and debts have been paid. The Mudaraba Perpetual Bond (MPB) is perpetual in nature i.e. infinite maturity. Profit paid against Mudaraba Perpetual Bond is the final profit rate of 8 (eight) years Mudaraba Savings Bond and an additional amount equivalent to 10.00% of the rate of dividend declared for the respective year.

3.10.2 Mudaraba Perpetual Contingent Convertible Bond

IBBL 2nd Perpetual Mudaraba Bond of Tk. 800 crore, BASEL III compliant Perpetual Debt Instrument, was issued as per approval of Bangladesh Bank letter No. BRPD (BFIS) 661/14B (P)/2021/7134 dated 22 August, 2021 and as per consent of Bangladesh Securities and Exchange Commission letter No. BSEC/CI/DS-153/2021/508 dated September 05, 2021. Total issue size Tk. 800 crore, out of which Tk. 80 crore under Public Offer and Tk. 720 crore through Private Placement. The public offer portion is listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. This bond is Perpetual, Floating rate, Unsecured, Contingent Convertible on pre-specified trigger point, Coupon/Profit Discretion, Subordinated, Non-Cumulative and the claims of the bondholders are to be subordinated to the claims of depositors and general creditors of the Bank and the Bank has full discretion at all times to cancel distributions/payments to the bondholder/ investors subject to common equity holders' dividend stopper clause. The coupon (profit) rate of this bond is calculated based on average of yearly deposit rate (1 year but < 2 year) of scheduled Islamic banks (1st Generation, 2nd Generation and 3rd Generation banks only), excluding foreign Islamic banks and any Z-category Islamic Banks enlisted in capital market plus additional 2.50% per annum under the coupon range lower 6.00% and upper 10.00% capped by Bangladesh Bank.

3.10.3 Mudaraba Redeemable Subordinated Bonds

Six (06) floating rate 7 years Mudaraba Redeemable Unsecured Non-convertible Subordinated Bonds were issued for inclusion in Tier 2 Capital of the Bank in pursuance of "Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel III)" issued by Bangladesh Bank vide BRPD Circular No- 18 dated December 21, 2014. One bond fully was redeemed in the year 2024 and the bond outstanding against remaining 05 (five) bonds lying with the Bank including IBBPLC 5th Mudaraba Redeemable Non-convertible Subordinated Bond which is issued in the year 2024 under the criteria for inclusion of debt instruments in Regulatory Capital (specific eligibility criteria outlined by the Bangladesh Bank for subordinated debt to qualify as Tier 2 capital). During the year, 2024, principal redemption was made for Tk. 100 crore against IBBL Mudaraba Redeemable Non-convertible Subordinated Bond of Tk. 500 crore; Tk. 140 crore against IBBL 2nd Mudaraba Redeemable Non-convertible Subordinated Bond of Tk.700 crore; Tk.120 crore against 1st Tranche Issue and Tk. 120 crore against 2nd Tranche Issue of IBBL 3rd Mudaraba Redeemable Non-convertible Subordinated Bond. The claims of the subordinated bondholders are junior to the claims of the depositors and the other creditors.

3.10.4 Usage of IBBPLC 5th Mudaraba Redeemable Subordinated Bond

The fund raised is not meant for financing any particular project. Bank utilizes the proceeds of the Issue for its regular business activities to extend the investment facility to the existing clients and to extend investment facility to the new clients in different sectors for sustainable business growth.

3.11 Provisions

3.11.1 Provision for investments

Provision for investments is made on the basis of quarter-end review by the management and instructions contained in BRPD Circular no. 14 dated 23 September 2012, BRPD Circular no. 04 dated 29 January 2015, BRPD Circular no. 08 dated 02 August 2015, BRPD Circular No.12, dated 20 August, 2017, BRPD Circular No. 12 dated 20 August, 2017, BRPD Circular No.01 dated 20 February, 2018, BRPD Circular no. 03 dated 21 April 2019, BRPD Circular no. 16 dated 21 July 2020, BRPD Circular no.51& 53 dated 30 December 2021, BRPD Circular no. 14 dated 22 June 2022, BRPD Circular no. 51 dated 18 December 2022, BRPD Circular no. 53 dated 22 December 2022 and BRPD Circular no. 03 dated 02 February 2023. Details are given below:

Particulars		Classification/Percentage (%) of provision requirement									
		2024					2023				
		UC	SMA	SS	DF	BL	UC	SMA	SS	DF	BL
Cottage, Micro, & Small Investments Under CMSME		0.25%	0.25%	5%	20%	100%	0.25%	0.25%	5%	20%	100%
Medium Enterprise Financing under SMEF		0.25%	0.25%	20%	50%	100%	0.25%	0.25%	20%	50%	100%
Consumer	Investment for Housing Finance	1%	1%	20%	50%	100%	1%	1%	20%	50%	100%
	Investment for Professionals	2%	2%	20%	50%	100%	2%	2%	20%	50%	100%
	Other than Investment for Housing Finance & Professionals	2%	2%	20%	50%	100%	2%	2%	20%	50%	100%
All Other (Except Short-term Agricultural and Micro-Credits)		1%	1%	20%	50%	100%	1%	1%	20%	50%	100%
Short-term Agricultural and Micro-Credits		1%		5%		100%	1%		5%		100%
Investment to Stock Dealers & Stock Broker		1%		20%	50%	100%	1%		20%	50%	100%

3.11.2 Provision for diminution of value of shares and securities

Provision for diminution of value of shares and mutual funds, placed under other liability, has been made on portfolio basis following DOS Circular No. 01 dated 24 May 2023. Details are stated in Note 17.2 of these financial statements.

3.11.3 Provision for off-balance sheet exposures

In compliance with BRPD Circular no. 06 dated 25 April 2023 the Bank has been maintaining provision against off-balance sheet exposures (mainly contingent assets/liabilities) Note-2.1.VII.

3.11.4 Provision for other assets

Provision for other assets is made as per the instructions made in the BRPD circular No. 04 dated 12 April 2022 and other instructions made by Bangladesh Bank. (Note- 17.3.1).

3.11.5 Provision for nostro accounts

Provision for unsettled transactions in nostro accounts is made as per BRPD circular No. 04 dated 12 April 2022. 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.

3.11.6 Other provisions, accruals and contingencies

3.11.6.1 Recognition of provisions, accruals and contingencies

A provision is recognized when the Bank has a present obligation (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; a reliable estimate can be made of the amount of the obligation. Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amount due to employees.

Contingent liabilities are not recognized in the financial statements. Disclosure on contingent liabilities has been made on the face of balance sheet under 'Off-balance Sheet Items' as per BRPD circular No. 14 dated 25 June 2003 and BRPD circular No. 15 dated 09 November 2009.

3.11.6.2 Measurement of provision

The amount recognized as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

3.11.6.3 Changes and uses of provisions

Provisions is reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision is reversed. A provision is used only for expenditures for which the provision was originally recognized. Only expenditures that relate to the original provision are set against it. Setting expenditures against a provision that was originally recognized for another purpose would conceal the impact of two different events.

3.12 Post employment benefits

The Bank provides various long-term and short-term benefits to the employees under different schemes. Details of the benefit plans are given below:

3.12.1 Defined contribution plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions to a separate entity and has no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plan are recognized as personnel expense in profit or loss in the periods during which related services are rendered by employees. The Bank maintains one funded defined contribution plan for its regular employees - Provident fund.

3.12.1.1 Provident fund

The Commissioner of Income Tax, Dhaka (North) has approved the provident fund as a recognized provident fund within the meaning of section 2 (52) read with the provision of part – B of the First Schedule of Income Tax Ordinance 1984. The Provident Fund is for the regular and confirmed employees who works for a minimum period of 5(five) years at the Bank and it came into force with effect from 1st day of March 1986. The Fund is operated by a separate Board of Trustee. The fund receives contributions @ 10% of the basic pay both from employees and employer. Subsidiaries of the Bank also operate separate provident funds for its regular employees funded by both the employees and employer equally.

3.12.2 Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Bank's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods. The Bank has two funded defined benefit plans - Gratuity fund and Superannuation fund.

3.12.2.1 Gratuity fund

The National Board of Revenue has approved the gratuity fund as a recognized gratuity fund on December 27, 1995. The Gratuity Fund for the regular and confirmed employees of the Bank was established on 01 March 1986. The employees who served at least 7 (seven) years, served for minimum 12 (twelve) years & served for 20 (twenty) years at the Bank are entitled to get gratuity equivalent to 1 (one) month's basic pay, 1.5 (one and a half) months' basic pay & entitled to get 2 (two) months' basic pay respectively for each completed years of service and fraction thereof. The fund is operated by a Board of Trustee. Adequate contributions have been made as per the recommendation of actuarial valuation report during the year.

3.12.2.2 Superannuation fund

The Fund came into force with effect from the 19 June, 2008. It was established for financial help to the members of the Bank Employees' Superannuation Fund and their families in case of retirement, death, physical disability of employee while in service or of any incidence of like nature acceptable to the Board of Trustees and retirement from the service.

3.12.3 Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Companies has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

3.12.4 Other employee benefits

Other employee benefits include which are not included in short-term employee benefits, post-employment benefits and other termination benefits.

3.12.4.1 Benevolent fund

The Benevolent Fund for the regular and confirmed employees of the Bank was established in the year 1986. This Fund is mainly used for payment of grant to meet some unexpected and specific needs of the staffs of the Bank like accident, clinical treatment, marriage ceremony of the employees and their dependents, burial expenses of employees' death, scholarship/cash award to the meritorious students among the children of the Bank's officers and sub-staff and allow short term quard/ etc.

3.12.5 Workers' Profit Participation Fund (WPPF)

As per Bangladesh Labour Act, 2006 as amended in 2013 all companies fall within the scope of WPPF (which includes Bank) are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time. The Bank obtained opinion from its legal advisor regarding this issue which stated that the Bank is not required to make provision for WPPF as the provision of Bangladesh Labour Act 2006 as amended contradicts with that of the Bank Company Act 1991. As such consistent with widely accepted industry practice as well lawyer opinion the Bank did not make any provision during the year for WPPF.

3.13 Taxation

The tax expense for the period comprises current tax and deferred tax. Tax is recognized in the income statement, except in the case it relates to items recognized directly in equity. In this case, the tax is also recognized directly in equity.

3.13.1 Current tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date and any adjustment to the tax payable in respect of previous years. Provision for current income tax has been made as per the prescribed rate in the Income Tax Act 2023 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". Provision for current income tax has been made on taxable income of the Bank as per following rates:

Type of income	2024	2023
Business income	37.5%	37.5%
Capital gain	10% to 15%	10% to 15%
Other Income (Dividend income)	20.00%	20.00%

3.13.2 Deferred tax

Principle of recognition

Deferred tax is recognized as income or an expense amount within the tax charge, and included in the net profit or loss for the period. Deferred tax relating to items dealt with directly in equity is recognized directly in equity.

Recognition of taxable temporary difference

A deferred tax liability is recognized for all taxable differences, except to the extent that the deferred tax liability arises from the initial recognition of goodwill; or the initial recognition of an asset or liability in a transaction which is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Recognition of deductible temporary difference

A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized, unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Measurement

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax on revaluation

The revaluation does not affect taxable profits in the period of revaluation and consequently, the tax base of the asset is not adjusted. Hence a temporary difference arises. An upward revaluation will therefore give rise to a deferred tax liability. IBBPLC recognizes the underlying revaluation directly in equity, so the deferred tax thereon is also recognized as part of tax relating to equity. IBBPLC transfers each year from revaluation surplus to retained earnings an amount equal to the difference between the depreciation based on the cost of that asset. The amount transferred is net off any related deferred tax.

3.14 Share capital and reserves

3.14.1 Capital

Authorized Capital

Authorized Capital is the maximum amount of share capital that the Bank is authorized to raise as per its Memorandum and Articles of Association.

Paid-up Capital

Paid-up Capital represents total amount of shareholders' capital that has been paid in full by the shareholders. Shareholders are entitled to receive dividend as approved from time to time in the Annual General Meeting.

3.14.2 Share Premium

Share premium arose from sale of some un-subscribed Right Share for the year 1996 at above the par value and can be utilized as per section 57 of the Companies Act, 1994.

3.14.3 Statutory reserve

As per section 24 of the Bank Company Act, 1991 as amended, at least 20% of the net profit before tax is transferred to statutory reserve each year until the cumulative balance of the reserve equal to the paid-up capital.

3.14.4 Assets revaluation reserve

This represents the difference between the book value and the re-valued amount of premises (Land and Building) of the Bank as assessed by professional valuers in the year 2000, 2002, 2003, 2004, 2005, 2006, 2009 and 2012 which were reviewed by the then statutory auditors. To calculate Capital to Risk Weighted Assets Ratio (CRAR), 50% of the same was considered as a component of supplementary capital as per Bangladesh Bank BRPD Circular No. 24 dated 03 August 2010 up to 2014. However, as per BRPD circular 18 dated December 21, 2014, the revaluation reserve for Fixed assets [property, plant & equipment] already have been deducted from Tier-2 capital with a phase in manner from 2015 to 2019.

3.14.5 Revaluation reserve of securities

Investment in shares of Bangladesh Shipping Corporation qualified for Statutory Liquidity Reserve (SLR) as per Bangladesh Bank Letter No. BCD (P)744(23)(II)/1030 dated 08.11.1983, BRPD Circular No.15 dated 31.10.2005, DOS Circular Letter No.10 dated 11.09.2006, BRPD Circular No.03 dated 12.03.2008 and DOS Circular Letter No.05 dated 26.05.2008. The shares have been revalued as on 30.12.2017 on the basis of closing market price of Dhaka Stock Exchange Limited (DSE). The surplus is credited to Revaluation Reserve on securities account and 50% of the revaluation reserve upto 2014 has been taken as a component of Supplementary Capital as per Bangladesh Bank BRPD Circular No. 24 dated 03 August 2010. and shown in the Statement of Changes in Equity as per Bangladesh Bank guidelines up to 2014. As per BRPD circular 18 dated December 21, 2014, the revaluation reserve for securities has been deducted from Tier-2 capital from 2015 to 2019.

3.14.6 Non-controlling interest

Non-controlling interest is the equity in the subsidiaries that is not attributable, directly or indirectly to the parent. The Bank attributes the profit or loss and each component of equity to the owners of the parent and to the non-controlling interests. When the proportion of the equity held by non-controlling interests changes, the Bank adjusts the carrying amounts of the controlling and non-controlling interests to reflect the changes in their relative interests in the subsidiaries.

The Bank presents non-controlling interests in the consolidated statement of financial position (Balance Sheet) within equity, separately from the equity of the owners of the Bank. Changes in the Bank ownership interest in a subsidiary that do not result in losing control of the subsidiary are equity transactions (i.e. transactions with owners in their capacity as owners).

3.14.7 Regulatory capital in line with Basel-III

Till December 2014, as per Revised Regulatory Capital Framework in line with Basel III, full amount of general provision for unclassified investments and off-balance sheet items & Mudaraba Subordinated Bond as capital gone-concern. However, as per Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III), BRPD No.18, dated 21 December 2014, Assets Revaluation Reserve and Revaluation Reserve of Securities has gradually been deducted in a transitional arrangement starting from January 2015 to December 2019 (20% each year). Accordingly regulatory capital for the period has been calculated complying with all of these changes as per Revised Regulatory Capital Framework for Banks in line with Basel-III. In addition, while calculating regulatory capital the forbearing by the regulator in terms of deferrel facility of provision had been considered as per Letter No.DOS(CAMS)/1157/41(Dividend)/2025/3101, dated-21 May 2025 issued by Bangladesh Bank

3.15 Foreign currency transactions

3.15.1 Initial recognition

A foreign currency transaction is recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

3.15.2 Subsequent measurement

A foreign currency transaction may give rise to assets or liabilities that are denominated in a foreign currency. These assets and liabilities is translated into the Bank's functional currency at each reporting date. However, translation depends on whether the assets or liabilities are monetary or non-monetary items:

Monetary items

Foreign currency monetary items outstanding at the end of the reporting date are translated using the closing rate. The difference between this amount and the previous carrying amount in functional currency is an exchange gain or loss. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements is recognized in profit or loss in the period in which they arise.

Non-monetary items

Non-monetary items carried at historic cost are translated using the exchange rate at the date of the transaction when the asset arose (historical rate). They are not subsequently retranslated in the individual financial statements of the Bank. Non-monetary items carried at fair value are translated using the exchange rate at the date when the fair value was determined.

When a gain or loss on a non-monetary item is recognized in equity, any exchange component of that gain or loss is recognized in equity. Conversely, when a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss is recognized in profit or loss.

3.15.3 Translation of foreign currency financial statement

The assets and liabilities of foreign operations (Note- 1.3) are translated into presentation currency in the current statement of financial position using the closing rate at the reporting date. The income and expenses of foreign operations are translated at spot exchange rates at the date of transactions as long as practicable; otherwise average rate of exchange has been used. Foreign currency differences arising on translation are recognized in equity under the head translation reserve.

3.16 Income

3.16.1 Investment income

Income from general investments is accounted for on accrual basis except for investments under Musharaka, Mudaraba, Bai-Salam, Bai-as-Sarf and Ujarah (Khidmah Card) modes of Investment where the investment income is accounted for on realization basis. The Bank does not charge any rent during the gestation period of investment against Hire Purchase under Shirkatul Melk (HPSM) mode of investment but it fixes the sale price of the assets at a higher level in such a way to cover its expected rate of return. Such income is recognized on realization basis.

Profit/Rent/Compensation accrued on classified investments are suspended and accounted for as per circulars issued by Bangladesh Bank in this regard from time to time. At the time of recovery or regularization of those investments the related income which was suspended and shown as a liability is taken as investment income (except compensation) as per circulars issued by Bangladesh Bank. As a result, all the transferred amount to investment income from suspense during the year has already been included in the investment income of the Bank.

Profit on deposits with other banks & financial institutions is accounted for on accrual basis.

3.16.2 Sharing of investment income

In case of investment, Mudaraba fund gets preference over cost free fund. The investment income earned through deployment of Mudaraba Fund is shared by the Bank and the Mudaraba depositors at the pre-agreed ratio.

3.16.3 Income from investment in Bangladesh Government Islamic Investment Bond (BGIIB)

Profit from investment in Bangladesh Government Islamic Investment Bond (BGIIB) is accounted for on an accrual basis.

3.16.4 Income from investment in subordinated bond

Profit from investment in subordinated bond is accounted for on an accrual basis.

3.16.5 Fees, commission and exchange income

Fees, commission and exchange income on services provided by the Bank are recognized as and when the related services are rendered. Commission charged to customers on letter of credit and letter of guarantee are credited to Income at the time of effecting the transactions.

3.16.6 Dividend income

Dividend income from investments is accounted for when the right to receive income is established.

3.17 Expenses

3.17.1 Management and other expenses

Expenses incurred by the Bank are recognized on actual and accrual basis.

3.17.2 Profit paid on deposits

As per agreement between the Mudaraba depositors and the Bank in line with Mudaraba Principle, the Mudaraba depositors are entitled to get minimum 65% of the investment income earned through deployment of Mudaraba Fund as per weightage assigned to each type of Mudaraba deposit. In the year 2024, the Bank paid 65% of Investment Income earned through deployment of Mudaraba Fund. Mudaraba Depositors do not share any income derived from various banking services where their fund is not involved and any income derived from Investing Bank's Equity and other Cost Free Fund. Al-Wadeeah Depositors do not share any income of the Bank. Profit is paid/provided to Mudaraba Deposit accounts at provisional rate on half-yearly/yearly/anniversary basis considering overall projected growth, performance and profitability of the Bank during the year. Final Rates of profit of any accounting year are declared after finalization of Shari'ah Inspection report and certifying the Investment Income of the Bank by the statutory auditors.

3.17.3 Zakat

Zakat is paid by the Bank at the rate of 2.58% (instead of 2.50% as the Bank maintains its financial statements following Gregorian Year) and calculated on the closing balances of Share Premium, Statutory Reserve, General Reserve and Dividend Equalization Accounts. Zakat is charged in the Profit & Loss Account of the Bank as per "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009. Zakat on Paid up Capital and Deposits is not paid by the Bank, since it is the responsibility of the Shareholders and Depositors respectively. However, in the present context of the bank since the actual deficit in provision without forbearance by the regulator (Note: 17.1.5) is higher than zakatable reserve, zakat expense had not been considered for the year 2024 as verdict of the Shari'ah Supervisory Council of its 261st meeting held on March 20, 2025.

3.18 Dividend payments

Final dividend is recognized when it is approved by the shareholders in Annual General Meeting (AGM). The proposed dividend for the year 2024, therefore, has not been recognized as a liability however disclosed in the balance sheet in accordance with IAS-10 "Events after the Reporting Period". Dividend payable to the Bank's shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive the dividend is established.

3.19 Revenue, gains, expenses & losses prohibited by Shari'ah

Income (doubtful, compensation & other earnings) which is prohibited by Shari'ah are not being included in the distributable income of the Bank.

3.19.1 Doubtful income

Doubtful income which is prohibited by Shari'ah due to lapses in compliance of Shari'ah principles for investment as per Shari'ah Supervisory Committee report is included in the investment income of the Bank and appropriate amount of corporate tax is provided on it accordingly on these whole amount whether realized or not. It is not distributed to either depositors or shareholders of the Bank rather the amount net off corporate tax is transferred to an account titled "Doubtful income account" under other liabilities of the Bank (Note-17.3.2). Only realized amount of doubtful income (on which corporate tax has already been paid due to inclusion in investment income) is then expended for charitable purposes.

From the year 2014, the Bank has decided to introduce a separate account for doubtful income after providing corporate income tax. Accordingly, net off corporate tax amount of doubtful income has been transferred to "doubtful income account" as a charge in profit & loss account under other provisions (Note 17.3.2). However, for the year 2024 the Shari'ah Supervisory Council of its 261st meeting held on March 20, 2025 to make provision from doubtful income against bad investment for the year 2024 and in its 261st meeting held on March 20, 2025 allowed to pay penalty against non-compliance of CRR requirement to Bangladesh Bank.

3.19.2 Compensation

Bank charges compensation on overdue investments under Bai-modes. The amount of compensation is not included in investment income rather kept separately under other liabilities (Note-17.5) titled as "compensation account". Applicable tax on the amount is provided/paid from those account. Realized amount of compensation on which corporate tax has already been provided are expended for charitable purposes. However, in its 261st meeting held on March 20, 2025 allowed to pay penalty against non-compliance of CRR requirement to Bangladesh Bank from compensation realized account.

3.19.3 Other earnings

Interest received from the balances held with foreign banks and from foreign currency clearing account with Bangladesh Bank are not credited to income, since it is not permissible as per Shari'ah. These are expended for charitable purposes after payment of corporate income tax thereon.

3.20 Inter-branch transactions

Transactions with regard to inter-branches and units are reconciled regularly and efforts are taken to minimize the unreconciled entries at the end of the year.

3.21 Earnings per share (EPS)

Measurement

Basic EPS

The Bank calculates basic earnings per share amounts for profit or loss attributable to ordinary equity holders of the parent entity. Basic earnings per share is calculated by dividing profit or loss attributable to ordinary equity holders of the parent entity (the numerator) by the weighted average number of ordinary shares outstanding (the denominator) during the period. The company calculates earnings per share (EPS) in accordance with IAS 33, "Earnings Per Share" which has been shown on the face of the Profit and Loss Account.

Diluted EPS

The Bank calculates diluted earnings per share amounts for profit or loss attributable to ordinary equity holders of the parent entity. For the purpose of calculating diluted earnings per share, the Bank adjusts profit or loss attributable to ordinary equity holders of the parent entity, and the weighted average number of shares outstanding, for the effects of all dilutive potential ordinary shares. Dilution of EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during the relevant periods. Hence no Diluted EPS has been calculated. Consolidated basic EPS has also been calculated and presented in the same manner.

Presentation

The Bank presents basic and diluted earnings per share in the statement of profit or loss. The Bank presents basic and diluted earnings per share with equal prominence for all periods presented. The Bank presents basic and diluted earnings per share, even if the amounts are negative (i.e. a loss per share).

3.22 Segment reporting

As per IFRS 8 an operating segment is a component of the Bank that engages in business activities from which it may earn revenues and incur expenses and whose operating results are regularly reviewed by the Bank's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available. The Bank reports separately information about each operating segment that has been identified as an operating segment and exceeds the quantitative thresholds.

Quantitative thresholds

The Bank reports separately information about an operating segment that meets any of the following quantitative thresholds:

- Its reported revenue, including both external customers and inter segment, is 10 percent or more of the combined revenue, internal and external, of all operating segments.
- The absolute amount of its reported profit or loss is 10 percent or more of the greater, in absolute amount, of (i) the combined reported profit of all operating segments that did not report a loss and (ii) the combined reported loss of all operating segments that reported a loss.
- Its assets are 10 percent or more of the combined assets of all operating segments.

Operating segments that do not meet any of the quantitative thresholds may be considered reportable, and separately disclosed, if Management believes that information about the segment would be useful to users of the financial statements.

3.23 Events after the reporting period

All material events after the reporting period that provide additional information about the Companies'/Bank's position at the balance sheet date are reflected in the financial statements as per IAS-10 "Events after the Reporting Period". Events after the reporting period that are not adjusting events are disclosed in the notes when material (Note - 41.0).

All other material events after the reporting period have been considered and appropriate adjustments/disclosures have been made in the financial statements as per IAS-10 "Events after the reporting period".

Board's recommendation for dividend distribution is a common item presented in the Note 41.0.

3.24 Risk management

The Bank Company Act, 1991 as amended and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of 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 addition, the Bank is also following relevant Bangladesh Bank guidelines on risk based capital adequacy, supervisory review process, stress testing and managing the banking risks in other core risk areas.

The risk of a bank is defined as the possibility of losses, financial or otherwise. BRPD circulars no.17 dated 07 October 2003, BRPD circular no. 04 dated 05 March 2007 and DOS circular no. 2 dated 15 February 2012 require banks to put in place an effective risk management system. The Risk Management of the Bank covers 6 (six) Core Risk Areas of Banking industry i.e. Investment (Credit) Risk, Foreign Exchange Risk, Asset-Liability Management Risk, Money Laundering Risk, Internal Control & Compliance Risk and Information & Communication Technology Risk. The risk management procedures in the core risk areas have been devised in line with the core risk management guidelines of Bangladesh Bank. All the Risk Management Guidelines are periodically reviewed by the Bank and Bangladesh Bank periodically inspects the implementation status of these guidelines and as per the reports of Bangladesh Bank, the Bank is well compliant in Core Risk Management activities.

In line with instruction of Bangladesh Bank, the Bank formed a Risk Management Wing (RMW) to formulate risk assessment and management policies, methodologies, guidelines and procedures for risk identification, risk measurement, risk monitoring, deciding acceptable level of risk and risk controlling. Risk management function involves identification, assessing, taking mitigating steps, preparing Risk Management Paper (RMP), conducting monthly risk management meeting, stress testing and reporting the competent authority from time to time. It also reports to Bangladesh Bank on quarterly basis along with the RMP, minutes of the monthly meeting and all other required supporting papers. Moreover, in compliance with the "Bank Company Act 1991 as amended", Section 15 (Kha) and BRPD Circular No. 11 dated 27 October, 2013 of Bangladesh Bank, the Bank has constituted a Risk Management Committee comprising of 5 (five) directors from the Board to formulate risk management policies, procedures and oversee the risk management activities of the Bank.

The prime objective of the Risk Management is that the Bank takes well calculative Business Risk Policy for safeguarding the Bank's capital, its financial resources and profitability from various risks. In this context, the Bank implemented all the guidelines of Bangladesh Bank as under:

3.24.1 Internal Control and Compliance

Operational loss may arise from errors and fraud due to lack of internal control and compliance. With a view to overcome such lapses and verification of asset quality, ensure quality of customer service, overall security arrangement, operational efficiency and compliance of regulatory issues as guided through different circulars, manuals from Head Office and other regulatory bodies. Bank organizes its management through Internal Control & Compliance Wing (ICCW) which consists of three Divisions namely (I) Audit & Inspection Division, (II) Compliance Division and (III) Monitoring Division.

I. Audit & Inspection Division

Internal Audit & Inspection Division undertakes periodical and special audit of Branches, Divisions and Departments of Head Office of the Bank, its subsidiaries and Foundation to review operational effectiveness and internal & external compliance requirements. The Bank has introduced Risk Based Internal Audit of the branches. The Audit Committee of the Board subsequently reviews the lapses identified by Audit and Inspection Division. The Audit Committee also reviews Bangladesh Bank Inspection Reports and other issues indicated in the guidelines prescribed by Bangladesh Bank. Necessary steps/measures are taken on the basis of observations & suggestions of the Committee.

The Audit & Inspection Division conducts investigations against complaints received from customers, anonymous persons, management & others and submits the reports to the competent authority. Periodical Inspection reports of Zonal Heads, Shari'ah Inspections & Branch Manager's self Audit are also reviewed by the Division regularly and necessary guidance and suggestions are given with continuous follow-up there against.

II. Compliance Division

The Compliance Division handles the 'regulatory issues of Bangladesh Bank as well as other regulatory bodies' and submits 'status report on regulatory compliance' quarterly to the Audit Committee as per BRPD Circular No.12 dated 23.12.2002.

The Compliance Division ensures that the Bank complies with all regulatory requirements while conducting its day to day business. The Compliance Division maintains liaison with the regulatory bodies for any regulatory changes and notify the same to all concerned.

III. Monitoring Division

This Division performs the following:

- i) Assesses the risk of the functional areas of the Branches described in the Departmental Control Function Checklist (DCFCL) and determines the frequency of Audit/Inspection under risk based approach of the branches based on the gravity of risks involved.
- ii) Monitors the Internal Control Functions through the Quarterly Operations Report (QOR) and other mechanisms.
- iii) Checks the completion/execution of Investment Documentation.

3.24.2 Foreign Exchange Risk Management

Foreign Exchange Risk is the current or prospective risk to earnings and capital arising from adverse movements in currency exchange rates. The Bank is exposed to profit rate risk and settlement risk on account of its foreign exchange business. Foreign Exchange business includes trading of foreign currencies relating to import, export, remittances and other ancillary services. The Bank is dealing with a substantial volume of foreign trade and remittance business of the country which exposes the Bank to foreign exchange risk. The Bank has adopted foreign exchange risk manual through which the foreign exchange operations are dealt with.

Foreign Exchange risks are measured and monitored by the Treasury Division. Treasury Division consists of separate Front Office, Back Office and Mid Office. The Treasury Front Office (Dealing Room) independently performs the deals and the Treasury Back Office is responsible for verification of the deals and passing of their entries in the books of account.

The Foreign Exchange Risk is minimized through proper market analysis, real time pricing of Foreign Exchange, fixation of different market related limits (daylight, overnight, stop loss and management action trigger) and counter parties credit limits set by the management and ensure adherence to the limits by the Treasury Front Office. All Foreign Exchange transactions are revalued at weighted average exchange rate as provided by Bangladesh Bank at the end of each month. All Nostro Accounts are reconciled regularly and outstanding entries are reviewed by the management for its settlement/recompilation. The open position maintained by the Bank at the end of the day remains within the stipulated limit prescribed by the Bangladesh Bank.

3.24.3 Investment (Credit) Risk Management

Investment (Credit) risk is one of the major risks faced by the Bank. This can be described as potential loss arising from the failure of counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness or inability of the counter party in discharging his / her financial obligation. Therefore, Bank's Investment (Credit) Risk Management activities have been designed to address all these issues. The Bank has designed its own operational manuals for each modes and products. It has also designed its own investment risk management guideline which is compatible with the regulatory guideline and Islamic modes of finance. There is a dedicated committee namely "Investment Risk Management Committee" which periodically reviews the operational manuals and risk management guidelines and ensures compliance of the same. The prime objective of the risk management is that the Bank undertakes well calculated business risks to safeguard its capital, financial resources and growth of sustainable profitability

3.24.4 Asset Liability Management

The Asset Liability Committee (ALCO) of the Bank monitors balance sheet risk, liquidity risks, investment deposit ratio (IDR), deposit mix, investment mix, gap analysis etc. under the leadership of Managing Director of the Bank. Asset Liability Committee (ALCO) reviews liquidity requirement of the Bank, the maturity of assets and liabilities, deposit and investment pricing strategy, sensitivity of assets and liabilities, management indicators/ratios and the liquidity contingency plan. The primary objective of the ALCO is Liquidity management, Fund management and Assets-Liabilities matching. The committee also monitors and averts significant volatility in Net Investment Income (NII), investment value and exchange earnings.

3.24.5 Money Laundering Risk

Money Laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks, Islami Bank Bangladesh PLC. has formed 10 (ten) members Central Compliance Committee (CCC) under the leadership of a senior Deputy Managing Director of the Bank as the Chief Anti Money Laundering Compliance Officer (CAMLCO) at Head Office. Apart from that, Branch Compliance Units (BCU) and Zone Compliance Units (ZCU) are also functioning under the leadership of Branch Anti Money Laundering Compliance Officer (BAMLCO) at branch level and Zone Anti Money Laundering Compliance Officer (ZAMLCO) at Zonal Offices.

The Bank has introduced a comprehensive AML Policy namely "POLICY AND GUIDELINES FOR PREVENTION OF MONEY LUANDERING AND TERRORIST FINANCING RISK MANAGEMENT" under the light of local Laws, Rules & Regulations as well as international best AML practices duly approved by the Board of Directors, IBBPLC.

As per approved Policy, IBBPLC has been conducting many time-befitting programs to prevent Money Laundering & Terrorist Financing which include among others (a) Central Customer On-boarding, (b) Electronic Know Your Customer (e-KYC), (c) KYC Remediation including all Legacy Accounts, (d) Automated Transaction Monitoring and filing of Suspicious Transaction Report (STR)/Suspicious Activity Report (SAR) to Bangladesh Financial Intelligence Unit (BFIU), (e) Electronic Record Keeping, (f) Building of employee awareness and skill on prevention of Money Laundering & Terrorist Financing round the year through training-seminar-symposium, workshop held both home and abroad, (g) Maintaining Self-Assessment Report by every branch, (h) Conducting Independent Testing by the Internal Auditors of the Bank to assess the correctness and accuracy of the activities of the branches on AML & CFT as instructed by BFIU, the local AML & CFT regulator of Bangladesh and so on.

3.24.6 Information and Communication Technology Risk Management

The Bank has adequately addressed Information and Communication Technology (ICT) Risk Management. It is an in-depth exercise and continual process. The ICT Risk Management exercise mainly includes minimizing financial and image loss to the institution in all events such as natural disasters, technological failures, human errors etc. The Bank uses own developed Core Banking Software to perform all types of transactions including local/online/ internet in a secured way. To take care of its core banking system, a separate security module has been incorporated in the software which manages different roles/privileges for different users. All financial transactions can be tracked for future audit purposes.

The Bank uses Central Data Centre to replicate transactions in branches in case of data failure or inconsistencies. Data travelling through network uses encryption and decryption mechanism.

In line with the Bangladesh Bank directives, the Bank has approved its own ICT policies for its operations and services. Under these policy guidelines, a security policy has also been worked out. To abide by and adhere to what is laid down in the policy; the implementation has been made through Active Directory Services (ADS), Password Policy, Kerberos Policy, Audit Policy, Group Policy, User Rights, Permission Policy etc. In order to secure network resources from public network, the Bank has introduced Virtual Private Network (VPN), Access Control List (ACL), IP filtering and TCP/UDP service blocking through router and firewall devices. It has already centralized the administrative control to access the network, mailing system and internet. The Bank has introduced Business Continuity Plan (BCP) for its entire network and trained the officials to cope up with any contingencies.

3.24.7 Internal audit

Internal Audit is used as an important element to ensure good governance of the Bank. Internal Audit activity of the Bank is effective and it provides senior management with a number of important services. These include detecting and preventing fraud, testing internal control, and monitoring compliance with own policies & procedures, applicable rules & regulations, instructions/ guidelines of regulatory authority etc.

During the year 2024, Audit & inspection Division of Internal Control & Compliance Wing conducted inspection on all of the Branches/ Divisions of Head Office of the Bank and submitted reports presenting the findings of the audits/ inspections. Necessary control measures and corrective actions have been taken on the suggestions or observations made in these reports. The reports or key points of the reports have also been discussed in the meetings of the Audit Committee of the Board and necessary steps have been taken according to the decision of the said Committee for correct functioning of Internal Controls & Compliance.

3.24.8 Fraud and forgeries

Fraud means willful or criminal deception intended to result in financial or personal gain. It will never be possible to eliminate all fraud and no system is completely fraud proof, since many fraudsters are able to bypass control systems put in place. The Bank continuously pays attention to implement and improve the anti-fraud internal controls for prevention of fraud and forgery. The Bank assesses /evaluates the effectiveness of its Anti-Fraud Internal Control measures on quarterly basis as per the items/ areas mentioned in the prescribed checklist of Bangladesh Bank. During the year 2024, no fraud has been detected by the Bank.

3.25 Credit rating report

Emerging Credit Rating Limited (ECRL) was engaged by the Bank for the purpose of rating the Bank since 2022 as per Bangladesh Bank BRPD Circular No.06 dated 5 July 2006. ECRL assigned AAA (Triple A) rating in the long term (indicates exceptionally strong capacity) and ST-1 in the short term (highest certainty of timely repayment) to the Bank based on the financials up to 31 December 2023.

3.26 Impact on COVID-19

On 11 March 2020, World Health Organization (WHO) declared a global pandemic due to Corona Virus related respiratory disease commonly called as COVID-19. To contain the spread of this disease, along with many other countries of the world, Government of Bangladesh has also taken a number of measures such as declaration of general holiday, enforcement of lock down, social distancing etc. While the overall effect of COVID-19 global pandemic on Bank's business in the past years is still evolving at this point, there has been limited impact assessed on the business since the outbreak. The board and management are regularly monitoring the potential impact of the pandemic on the Bank as the situation continues to deteriorate but are assured that any foreseeable adverse impact can be reasonably managed.

The management of the Bank assessed the going concern and found no uncertainty regarding this for the foreseeable future due to COVID-19. The global economy including Bangladesh has been seriously affected since March 2020 due to the outbreak of COVID-19 that has caused disruption in Export and Import business.

3.27 Regulatory and legal compliance

Among others, the Bank complied with the requirements of the following circular, rules and regulations:

- a) The Bank Company Act, 1991 as amended
- b) The Company Act, 1994 as amended

- c) BRPD Circular No. 14 dated 25 June 2003 and “Guidelines for Islamic Banking” issued by Bangladesh Bank through BRPD Circular No. 15 dated 09 November 2009
- d) Other circulars, rules and regulations issued by Bangladesh Bank from time to time
- e) The Securities and Exchange Rules, 2020
- f) The Securities and Exchange Ordinance, 1969
- g) The Securities and Exchange Commission Act, 1993
- h) Income Tax Act, 2023
- i) Value Added Tax and Supplementary Duty Act and Rules, 2012
- j) The Financial Reporting Act 2015
- k) Standards issued by AAOIFI
- l) The Stamp Act-1899
- m) The Customs Act-1969
- n) The Money Laundering Prevention Act, 2012
- o) The Anti Terrorism (Amendment) Act, 2009 etc.

4.0 Compliance with Financial Reporting Standards as applicable in Bangladesh

The Companies/Bank complied, as per Para 12 of Securities & Exchange Rule 1987, with the following International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements of the Bank subject to departure described in note - 2.1, where we have followed Bangladesh Bank guidelines:

Sl. No.	IFRS No.	IFRS Title	Compliance Status
1	1	First-time adoption of International Financial Reporting Standards	Not Applicable
2	2	Share-based Payment	Not Applicable
3	3	Business Combinations	Not Applicable
4	4	Insurance Contracts	Not Applicable
5	5	Non-current Assets Held for Sale and Discontinued Operations	Not Applicable
6	6	Exploration for and Evaluation of Mineral Resources	Not Applicable
7	7	Financial Instruments: Disclosures *	Complied
8	8	Operating Segments	Complied
9	9	Financial Instruments *	Complied
10	10	Consolidated Financial Statements	Complied
11	11	Joint Arrangements	Not Applicable
12	12	Disclosure of Interests in other Entities	Complied
13	13	Fair Value Measurement	Complied
14	14	Regulatory deferral accounts	Not Applicable
15	15	Revenue from contracts with customers	Complied
16	16	Lease	Complied

Sl. No.	IAS No.	IAS Title	Compliance Status
1	1	Presentation of Financial Statements	Complied
2	2	Inventories	Not Applicable
3	7	Statement of Cash Flows *	Complied
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after the Reporting Period	Complied
6	12	Income Taxes	Complied
7	16	Property, Plant & Equipment	Complied
8	19	Employee Benefits	Complied
9	20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
10	21	The Effects of Changes in Foreign Exchange Rates	Complied
11	23	Borrowing Costs	Not Applicable
12	24	Related Party Disclosures	Complied
13	26	Accounting and Reporting by Retirement Benefit Plans	Not Applicable
14	27	Separate Financial Statements	Complied
15	28	Investments in Associates and Joint Ventures	Not Applicable
16	29	Financial Reporting in Hyperinflationary Economies	Not Applicable
17	32	Financial Instruments: Presentation	Complied
18	33	Earnings Per Share	Complied
19	34	Interim Financial Reporting **	Complied
20	36	Impairment of Assets	Complied
21	37	Provisions, Contingent Liabilities and Contingent Assets	Complied
22	38	Intangible Assets	Complied
23	40	Investment Property	Not Applicable
24	41	Agriculture	Not Applicable

(*) Subject to departure disclosure in Note No. 2.1

(**) Complied while the quarterly and half-yearly interim financial reports were prepared during the year as per regulations of Bangladesh Securities and Exchange Commission (BSEC).

5.0 Audit committee

The Audit Committee of the Board was duly formed by the Board of Directors of the Bank in accordance with BRPD circular No.02 dated 11 February 2024 of Bangladesh Bank. Pursuant to the BSEC notification no. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018 and its amendment brought under notification no. BSEC/CMRRCD/2009-193/66/PRD/148 dated 16 October 2023 and BSEC/CMRRCD/2009-193/76/PRD/151 dated 04 April 2024 on Corporate Governance, the current Committee is constituted with the following 02 (two) members of the Board:

Sl. No.	Name of the Member	Status with the Bank	Status with the Committee	Educational Qualification
1	Md. Abdus Salam FCA, FCS	Independent Director	Chairman	Chartered Accountant (Fellow), 1989, ICAB, Chartered Secretary (Fellow), 1997, ICSB, Masters of Commerce in Accounting, 1976, University of Dhaka, Bachelor of Commerce (Hons) in Accounting, 1975, University of Dhaka
2	Professor Dr. Mohammed Masud Rahman	Independent Director	Member	Ph. D. from Aligarh Muslim University, India in 2003-04, M. Com, Department of Finance, 1981, University of Dhaka, B. Com (Hons), Department of Finance, 1980, University of Dhaka,

03 (three) meetings were held for reviewing the Financial Statements out of total 16 (sixteen) meetings held in the year 2024. The Audit Committee reviewed the Financial Statements of 2024 on 26 August 2025.

6.0 Related party disclosures

As per IAS-24 “Related Party Disclosures”, a related party is a person or entity that is related to the entity (i.e. IBB-PLC) that is preparing its financial statements. Related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged as per IAS-24.

Related Parties include the Bank’s Directors, key management personnel, associates, companies under common directorship etc. as per IAS-24 “Related Party Disclosures”. All transactions involving related parties arising in the normal course of business are conducted at arm’s length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes, as admissible.

6.1 Lending policy for transactions with Bank related person/related parties

Transactions with Bank related person/related parties including Directors are made as per rules and regulations of the Bank Company Act, 1991 as amended and as per circulars issued by Bangladesh Bank time to time including the following general rules:

- Terms & conditions for financial transaction with bank related person/related parties will not be easier than other persons i.e. other investment clients.
- Prior approval from the majority of Board of Directors shall be required for all financial transactions with bank related person/related parties.
- The Bank shall not allow funded facilities exceeding 10% of Tier-I capital to the Bank related persons/related parties; real investment facilities shall be considered deducting encashable securities from funded investment.

6.2 The Name of Directors along with all related Firms/ Companies/ Institutions/ Parties:

Sl. No	Name of the Directors	Status with the Bank	Name of the related Firms/ Companies/ Institutions/ Parties etc.	Remarks
1	Professor Dr. M. Zubaidur Rahman	Independent Director & Chairman	Professor Dr. M. Zubaidur Rahman is the Vice Chancellor of ZNRF University of Management Sciences. He was the associate Professor and Chairman (1983 - 1985), Assistant Professor (1978 - 1982), Lecturer (1975 - 1978), Department of Finance, University of Dhaka. He was the Visiting Professor of University of Bocconi & Moscow State University. He was the Visiting Scholar of Moscow State University & University of Illinois at Urbana-Champaign. He was also the Professor, School of Business and Economics, State University of New York.	Independent Director
2	Obayed Ullah-Al Masud	Ex Independent Director & Chairman	Mr. Md. Obayed Ullah Al Masud was the Managing Director & CEO, Rupali Bank PLC from 28.08.2019 to 27.08.2022, CEO & Managing Director, Sonali Bank PLC from 24.08.2016 to 22.08.2019 and Managing Director, Karmasangsthan Bank from 22.10.2014 to 23.08.2016	Ex-Independent Director
3	Mohammad Khurshid Wahab	Independent Director & Chairman, Executive Committee	Mr. Mohammad Khurshid Wahab was the Executive Director of Bangladesh Bank	Independent Director
4	Professor Dr. Mohammed Masud Rahman	Independent Director & Chairman, Risk Management Committee	Professor Dr. Mohammed Masud Rahman was the professor of Department of Finance, University of Dhaka from 2008. He was also the visiting professor of North South University, Dhaka.	Independent Director
5	Md. Abdus Salam FCA, FCS	Independent Director & Chairman, Audit Committee	Mr. Md. Abdus Salam FCA, FCS is a Chartered Accountant. He was the elected President (2013) and Council Member (2010-2015), Fellow Member, Institute of Chartered Accountants of Bangladesh (ICAB) and ex-Board Member, SAFA. He was also the Fellow Member (017) and Vice President: Institute of Chartered Secretaries and Managers of Bangladesh and Fellow Member, Bangladesh Institute of Accounting Technicians Fellow Member, Bangladesh Computer Society. He was the Founder President, Institute for Supply Chain Management Bangladesh- an affiliate of Institute for Supply Management, USA	Independent Director
6	Md. Abdul Jalil	Independent Director	Mr. Md. Abdul Jalil was the Deputy Managing Director of Al-Arafah Islami Bank PLC from 2013 to 2017	Independent Director
7	Md. Omar Faruk Khan	Managing Director	Islami Bank Bangladesh PLC.	Ex-Officio Director

Bangladesh Bank dissolved the Board of Directors of Islami Bank Bangladesh PLC. vide Bangladesh Bank Order No. BRPD(BM-MA)651/9(6)DA/2024-7334 dated 22.08.2024.

6.3 Related party balances and transactions

6.3.1 Related party balances

a) Nature and type of balances and transactions of related parties (Directors) of the Bank are as follows:

Amount in Taka

SL. No.	Name of the Account/ Firm/Trust etc.	Name of the Director	Relationship of the Director with the Firm/ Trust etc.	Purpose	Classified Position	Outstanding balance as on 01.01.2024	Disbursement/charged during the year 2024	Realised during the year 2024	Outstanding balance as on 31.12.2024	Provision required & maintained	Particulars of value of securities
1	2	3	4	5	6	7	8	9	10=7+8-9	11	12
1	Genesis Textile and Accessories Ltd.	Ahsanul Alam		Bank Guarantee (Foreign)		5,114,615,082			5,114,615,081		
2	Genesis Textile and Accessories Ltd.	Ahsanul Alam		QTDR		857,548,391			857,601,266		
Total						5,972,163,473	-	-	5,972,216,347	-	

(b) Other type of balances of related parties of the Bank are as follows:

Amount in Taka

SL. No.	Name of the related parties	Nature of relationship	Nature of transactions	Closing balance	
				31.12.2024	31.12.2023
1	Islami Bank Securities Limited (IBSL)	Parent- subsidiary	Investment in share capital by IBBPLC	2,699,846,000	2,699,846,000
			Bank balance	79,157,944	2,611,947
			MTDR balance	960,000,000	750,000,000
			Quard balance	-	-
			Profit receivable	80,073,445	50,056,858
			Mudaraba investment	4,700,000,000	4,700,000,000
			Accounts payable	47,005,098	10,332,792
			Bank charge payable	-	-
			Dividend payable	134,992,300	-
2	Islami Bank Capital Management Limited (IBCML)	Parent- subsidiary	Investment in share capital by IBBPLC	599,986,000	299,993,000
			Bank balance	6,229,373	3,331,378
			MTDR balance	396,980,053	448,486,427
			Mudaraba investment	-	300,000,000
			Dividend payable	-	-

6.3.2 Related party transactions

Related party transaction is a transfer of resources, services, or obligations among related parties, regardless of whether a price is charged as per IAS 24 'Related Party Disclosures', Bangladesh Bank & BSEC guidelines. Nature and type of related party transactions of the Bank during the year 2024 are as follows:

Amount in Taka

SL. No.	Name of the related party	Nature of relationship	Nature of transaction	2024
1	Islami Bank Securities Limited (IBSL)	Parent-Subsidiary	Deposit to Savings account maintained with IBBPLC	1,491,924,752
			Withdraw from Savings account maintained with IBBPLC	1,415,378,756
			Bank charge paid to IBBPLC	11,213
			Payment against office rent	1,012,651
			Tax deduction at source against MTDR	8,078,795
			Profit paid on investment against MTDR	80,073,445
			Profit withdrawn against MTDR	75,507,588
2	Chief Executive Officer	Key Management Personnel	Short-term employee benefits (Salary and allowance)	909,127
3	Islami Bank Capital Management Limited (IBCML)	Parent-Subsidiary	Payment of interim dividend to IBBPLC	-
			Profit against MTDR	31,073,892
			Profit against MSND	36,159
4	Directors of the Bank	Director	Fees, TA/DA/hotel fare and other expenses	4,746,879

6.4 Other related party disclosures

1. There was no contracts of significance wherein a director has interests subsisted at any time during the year or at the end of the year.

2. Investment to related parties is effected as per requirement of Section 27 of Bank Company Act, 1991 as amended.
3. Share issued to Directors and Executives without consideration or exercisable at discount is Nil.
4. Other disclosures are not applicable as required by BRPD Circular No. 14 dated 25 June, 2003 and BRPD Circular No. 15 dated 09 November, 2009.

	31.12.2024 Taka	31.12.2023 Taka
7.0 Cash in hand		
Cash in hand (including foreign currency) (Note. 7.1)	32,335,624,310	35,241,123,870
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency) (Note. 7.2)	75,040,402,798	82,663,599,136
Total	107,376,027,108	117,904,723,005
7.1 Cash in hand (including foreign currency)		
In local currency	32,146,579,824	35,168,504,840
In foreign currency	189,044,486	72,619,030
Total	32,335,624,310	35,241,123,870
7.2 Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		
(a) Balance with Bangladesh Bank		
In local currency	66,153,891,333	76,156,227,392
In foreign currency	6,935,991,517	4,566,239,477
Sub-total	73,089,882,850	80,722,466,869
(b) Balance with Sonali Bank PLC. (as agent of Bangladesh Bank)		
In local currency	1,950,519,948	1,941,132,267
In foreign currency	-	-
Sub-total	1,950,519,948	1,941,132,267
Total (a+b)	75,040,402,798	82,663,599,136

7.3 Cash Reserve Requirement (CRR) & Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 25 & 33 of the Bank Company Act, 1991 as amended and the Instruction of Bangladesh Bank Order 1972, Article 36, clause (1).

7.3.1 Cash Reserve Requirement (CRR)

The Cash Reserve Requirement (CRR) of the Bank was 4.00% of average total demand and time liabilities on bi-weekly basis with a provision of minimum 3.50% on daily basis as per Bangladesh Bank MPD Circular No. 03 dated 09 April 2020. However, we have followed the instruction of Bangladesh Bank to maintain CRR @ 4% on daily basis vide Letter No. DOS (SR)1153/120(P)/10/2024-5704 dated 17 December 2024. The Bank failed to maintain the required CRR and SLR for significant periods, incurring in a penalty of Taka 568 crore, for which a provision has duly been made during the year.

Position of Cash Reserve Requirement (CRR)

Required CRR (4.00% of average total time and demand liabilities)	61,656,932,000	59,748,451,000
Actual reserve held with Bangladesh Bank in local currency (Note 7.2) *	66,125,891,333	76,128,227,392
Excess/(shortfall)	4,468,959,333	16,379,776,392

(*) Lien against TT discounting facilities of Tk. 28,000,000 has not been considered as CRR.

(**) As per Bangladesh Bank's DOS Circular No. 01 dated 01 January 2015, to fulfill Basel III liquidity requirements, Bank is required to maintain a Liquidity Coverage Ratio (LCR) of $\geq 100\%$, a Net Stable Funding Ratio (NSFR) of $> 100\%$. However, during 2024, the Bank's LCR was below the required level, ranging from 22.21% to 94.97%.

7.3.2 Statutory Liquidity Ratio (SLR)

The requirement of Statutory Liquidity Ratio (SLR) of the Bank was 5.50% on daily basis excluding CRR wherein the excess CRR amount shall be included while calculating SLR from 01 February 2014 as per DOS Circular No. 01 dated 19 January 2014.

	31.12.2024 Taka	31.12.2023 Taka
Position of Statutory Liquidity Ratio (SLR)		
Required Reserve (5.50% of average total time and demand liabilities including OBU)	84,852,956,000	82,847,707,000
Actual reserve maintained (Note- 7.3.2.1)	102,401,444,381	90,990,535,160
Excess/(shortfall)	17,548,488,381	8,142,828,160
7.3.2.1 Components of Statutory Liquidity Ratio (SLR)		
Cash in hand including foreign currency (Note- 7.1)	32,335,624,310	35,241,123,870
Excess CRR amount (Note- 7.3.1)	4,468,959,333	16,379,776,392
Balance with Sonali Bank PLC as Agent Bank of BB (Note- 7.2.b)	1,950,519,948	1,941,132,267
Balance with Islamic Refinance Fund A/c (Note- 9)	-	-
Balance of Nostro Accounts	74,675,000	-
Unencumbered approved securities :		
Bangladesh Shipping Corporation (Note -10.1)	189,400,000	214,000,000
Bangladesh Government Islamic Investment Bond (Note -10.1)	60,000,000,000	37,000,000,000
Bangladesh Government Sukuk Bond (Islamic Bond)	3,382,265,789	214,502,632
Total	102,401,444,381	90,990,535,160
7(a) Consolidated cash in hand		
7(a)(i) Cash in hand (including foreign currency)		
Islami Bank Bangladesh PLC.	32,335,624,310	35,241,123,870
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	25,600	42,295
Sub total	32,335,649,910	35,241,166,165
7(a)(ii) Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		
Islami Bank Bangladesh PLC.	75,040,402,798	82,663,599,136
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Sub total (ii)	75,040,402,798	82,663,599,136
Total (i+ii)	107,376,052,708	117,904,765,300
8.0 Balance with other banks & financial institutions		
8.i In Bangladesh		
In current account	3,021,263,322	846,631,867
OBU's balance with treasury division, IBBPLC (Note-2.0 _OBU)	4,710,846,738	45,047,621
In Mudaraba savings, SNDA & MTDR account with other islamic banks/financial institutions	83,114,524,963	83,680,085,800
Sub total	90,846,635,022	84,571,765,288
Less: OBU's balance with treasury division, IBBPLC	4,710,846,738	45,047,621
Sub total (i)	86,135,788,284	84,526,717,667
8.ii Outside Bangladesh (Note 8.1)		
In current account	14,786,274,718	17,052,106,564
In Mudaraba savings, SNDA & MTDR account with other islamic banks/financial institutions	-	-
Sub total (ii)	14,786,274,718	17,052,106,564
Grand total (i+ii)	100,922,063,002	101,578,824,230

8.1 Currency-wise amount and exchange rate of Balance with other banks & financial institutions outside Bangladesh

Foreign currency	Amount in F.C	Exchange rate	31.12.2024	31.12.2023
US Dollar	98,829,298.59	120.000	11,859,515,830	10,859,494,576
Great Britain Pound (GBP)	794,809.32	150.828	119,879,500	139,866,950
Saudi Riyal	4,093,210.22	31.949	130,773,564	39,693,880
EURO	10,523,914.71	125.184	1,317,425,739	1,394,631,101
YEN	15,272,553.00	0.760	11,610,195	13,231,317
Canadian Dollar	134,979.08	83.229	11,234,214	2,572,261
Swiss Franc	99,267.03	133.038	13,206,257	14,552,751
Singapore Dollar	972,917.44	88.287	85,896,157	33,076,434
China Currency (CNY)	2,870,498.66	16.441	47,193,294	604,063,235
ACU Dollar	3,903,805.11	120.000	468,456,613	658,191,857
AED	22,073,552.31	32.667	721,083,355	3,292,732,202
Total			14,786,274,718.00	17,052,106,564

8.2 Maturity - wise classification balance with other banks & financial institutions

	31.12.2024 Taka	31.12.2023 Taka
Repayable on demand	93,878	-
With a residual maturity of		
Up to 1 Month	85,197,294,524	83,416,648,230
Over 1 month but not more than 3 months	12,840,000,000	13,165,000,000
Over 3 months but not more than 1 year	2,810,000,000	3,610,000,000
Over 1 year but not more than 5 years	-	-
More than 5 years	74,674,600	1,387,176,000
Total	100,922,063,002	101,578,824,230

8(a) Consolidated Balance with other banks & financial institutions
8(a)(i) In Bangladesh

Islami Bank Bangladesh PLC.	86,135,788,284	84,526,717,667
Islami Bank Securities Limited	5,886,241,625	5,472,358,915
Islami Bank Capital Management Limited	403,209,426	451,817,805
Inter-company balances	(1,488,654,953)	(1,214,628,911)
Sub-total (i)	90,936,584,382	89,236,265,476

8(a)(ii) Outside Bangladesh

Islami Bank Bangladesh PLC.	14,786,274,718	17,052,106,564
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Sub-total (ii)	14,786,274,718	17,052,106,564
Total (i+ii)	105,722,859,100	106,288,372,039

9.0 Placement with banks & other financial institutions

Placement to OBU by Treasury Division, IBBPLC (Note-6.0 _OBU)	14,286,689,309	165,591,122,268
Placement to AD Branches for MDB in FC by OBU (Note-3.0 _OBU)	-	-
Placement to Islamic Refinance Fund Account	-	-
Sub-total	14,286,689,309	165,591,122,268
Less: Placement to OBU by Treasury Division, IBBPLC	14,286,689,309	165,591,122,268
Less: Placement to AD Branches for MDB in FC by OBU	-	-
Total	-	-

10.0 Investments in shares & securities

Particulars	As at December 2024					
	No. of share	Face Value/ Average cost	Total Cost price	Market Value	Un-realized gain/Loss	Remarks
10.1 Government						
Bangladesh Shipping Corporation (BSC)	2,000,000	94.70	189,400,000	189,400,000	-	Quoted
MPETROLEUM	44,000	221.64	9,751,990	8,637,200	(1,114,790)	Quoted
BSCPLC	507,800	216.78	110,080,537	66,555,580	(43,524,957)	Quoted
TITASGAS	100,000	43.50	4,350,232	2,090,000	(2,260,232)	Quoted
Karmasangsthan Bank	100,000	100.00	10,000,000	10,000,000	-	Un-Quoted
Central Depository Bangladesh Ltd.	2,284,721		6,277,770	6,277,770	-	Un-Quoted
BD GOVT. SPECIAL BOND	248,218		76,481,802,000	76,481,802,000	-	Un-Quoted
Bangladesh Government Sukuk Bond (Islamic Bond)	3,179,345	10,000.00	31,793,450,000	31,793,450,000	-	Un-Quoted
CDWSP Social Impact Sukuk	-	-	1,062,500,000	1,062,500,000	-	Un-Quoted
Bangladesh Government Islamic Investment Bond (Islamic Bond)	-	-	60,000,000,000	60,000,000,000	-	Un-Quoted
Sub total	8,464,084		169,667,612,529	169,620,712,550	(46,899,979)	
Government- Special Fund						
BSCCL	19,000	228.70	4,345,295	2,395,900	(1,949,395)	Quoted
Sub total	19,000		4,345,295	2,395,900	(1,949,395)	
Total Government	8,483,084		169,671,957,824	169,623,108,450	(48,849,374)	

10.2 Other than Government

i) Subsidiary Companies						
Islami Bank Securities Limited	2,699,846	1,000.00	2,699,846,000	2,699,846,000	-	Un-Quoted
Islami Bank Capital Management Limited	599,986	1,000.00	599,986,000	599,986,000	-	Un-Quoted
Sub total (i)	3,299,832		3,299,832,000	3,299,832,000	-	
ii) Mutual Funds						
SEML IBBL Shari'ah Fund	50,000,000	10.00	500,000,000	330,000,000	(170,000,000)	Quoted
UFS-IBBL Shari'ah Unit Fund	50,000,000	10.00	500,000,000	459,500,000	(40,500,000)	Un-Quoted
CAPM IBBL Islamic Mutual Fund	44,500,000	10.00	445,000,000	400,500,000	(44,500,000)	Quoted
NAM IBBL Islamic Unit Fund	10,357,611	9.99	103,462,038	59,659,839	(43,802,198)	Un-Quoted
ATC Shari'ah Unit Fund	5,010,020	9.98	50,000,000	45,941,883	(4,058,117)	Un-Quoted
Capitec Padma PFS Unit Fund	10,000,000	10.00	100,000,000	74,000,000	(26,000,000)	Un-Quoted
UFS-Padma Life Islamic Unit Fund	15,000,000	10.00	150,000,000	140,250,000	(9,750,000)	Un-Quoted
Capitec IBBL Shari'ah Unit Fund	3,750,000	10.00	37,500,000	28,612,500	(8,887,500)	Un-Quoted
Sub total (ii)	188,617,631		1,885,962,038	1,538,464,223	(347,497,815)	
iii) Foreign Share						
APIF of IsDB	1,011	1,007,418.90	1,018,500,512	1,018,500,512	-	Un-Quoted
Sub total (iii)	1,011		1,018,500,512	1,018,500,512	-	
iv) SUKUK Bond						
BBML Sukuk Al Ijarah	70,000	5,000.00	350,000,000	350,000,000	-	Un-Quoted
Sub total (vi)	70,000		350,000,000	350,000,000	-	

v) Subordinated Debt						
Mudaraba Subordinated Debt of Union Bank Ltd.	60	6,666,667	400,000,000	400,000,000	-	Un-Quoted
Mudaraba Subordinated Debt of Social Islami Bank Ltd. (2 nd)	80	5,000,000	400,000,000	400,000,000	-	Un-Quoted
Mudaraba Subordinated Debt of Social Islami Bank Ltd. (4 th)	100	10,000,000	1,000,000,000	1,000,000,000	-	Un-Quoted
Mudaraba Subordinated Debt of First Security Islami Bank Ltd. (3 rd)	260	5,923,077	1,540,000,000	1,540,000,000	-	Un-Quoted
SIBL Mudaraba Perpetual Bond	150,000	10,000	1,500,000,000	1,500,000,000	-	Un-Quoted
EXIM Bank Mudaraba Perpetual Bond	180,000	10,000	1,800,000,000	1,800,000,000	-	Un-Quoted
FSIBL Mudaraba Perpetual Bond	180,000	10,000	1,800,000,000	1,800,000,000	-	Un-Quoted
Sub total (v)	510,500		8,440,000,000	8,440,000,000	-	
vi) Others						
Bangladesh Aroma Tea Co	1,570	-	157,000	-	-	De-listed
ACMELAB	950,000	100.28	95,262,123	71,345,000	(23,917,123)	Quoted
ACTIVEFINE	1,593,000	30.54	48,643,133	12,584,700	(36,058,433)	Quoted
AMANFEED	170,000	39.94	6,789,431	4,301,000	(2,488,431)	Quoted
ACI	96,600	238.90	23,078,030	13,485,360	(9,592,670)	Quoted
ADNTEL	380,723	132.06	50,277,358	32,437,600	(17,839,758)	Quoted
ALIF	519,970	14.34	7,454,631	3,535,796	(3,918,835)	Quoted
AFC AGRO	129,030	41.27	5,325,420	1,161,270	(4,164,150)	Quoted
AAMRATECH	215,500	42.97	9,261,071	3,706,600	(5,554,471)	Quoted
APOLOISPAT	500,000	10.67	5,333,252	1,750,000	(3,583,252)	Quoted
AMCL(PRAN)	19,500	363.43	7,086,817	3,991,650	(3,095,167)	Quoted
BATASHOE	9,600	1278.82	12,276,674	8,691,840	(3,584,834)	Quoted
BBS	901,419	36.80	33,173,690	9,374,756	(23,798,935)	Quoted
BBSCABLES	876,750	66.09	57,943,514	15,343,125	(42,600,389)	Quoted
BEACONPHAR	244,500	262.59	64,204,031	33,227,550	(30,976,481)	Quoted
BPPL	200,000	44.18	8,835,672	2,000,000	(6,835,672)	Quoted
BSRMSTEEL	502,334	83.80	42,095,221	25,518,567	(16,576,654)	Quoted
BXPHERMA	50,000	182.00	9,099,798	4,080,000	(5,019,798)	Quoted
BEXIMCO	245,175	132.75	32,547,812	26,993,768	(5,554,044)	Quoted
CONFIDCEM	541,000	120.83	65,371,360	30,674,700	(34,696,660)	Quoted
DOREENPOWER	75,040	70.43	5,285,067	1,793,456	(3,491,611)	Quoted
DSSL	200,000	18.53	3,706,668	2,220,000	(1,486,668)	Quoted
FEKDIL	355,325	21.09	7,492,686	6,431,383	(1,061,304)	Quoted
ESQUIRENT	119,000	39.39	4,687,327	2,320,500	(2,366,827)	Quoted
EXIMBANK	2,000,000	12.41	24,821,831	14,400,000	(10,421,831)	Quoted
GIB	262,500	9.13	2,395,975	1,286,250	(1,109,725)	Quoted
GP	271,700	357.18	97,044,608	87,786,270	(9,258,338)	Quoted
GENNEXT	1,394,500	10.02	13,971,896	5,299,100	(8,672,796)	Quoted
GPHISPAT	913,893	57.27	52,342,824	20,197,035	(32,145,789)	Quoted
GENEXIL	72,800	87.59	6,376,584	2,118,480	(4,258,104)	Quoted
HEIDELBCEM	94,174	520.48	49,015,521	20,859,540	(28,155,981)	Quoted
IBNSINA	115,625	301.30	34,837,508	33,161,250	(1,676,258)	Quoted
IFADAUTOS	1,016,679	69.32	70,473,088	20,943,587	(49,529,501)	Quoted
IBP	229,030	28.86	6,610,287	2,129,979	(4,480,308)	Quoted
ISLAMICFIN	100,000	33.77	3,376,740	1,090,000	(2,286,740)	Quoted
ITC	54,000	41.52	2,242,059	1,927,800	(314,259)	Quoted
INTRACO	60,000	46.48	2,788,554	1,212,000	(1,576,554)	Quoted

LHB	1,245,000	85.33	106,232,415	67,105,500	(39,126,915)	Quoted
MJLBD	425,822	106.22	45,230,346	40,069,850	(5,160,496)	Quoted
NPOLYMAR	340,000	62.14	21,128,798	10,914,000	(10,214,798)	Quoted
NORTHRNINS	88,000	63.41	5,579,812	2,631,200	(2,948,612)	Quoted
OLYMPIC	217,812	271.06	59,040,330	34,414,296	(24,626,034)	Quoted
ORIONPHARM	460,000	125.95	57,939,070	17,434,000	(40,505,070)	Quoted
POWERGRID	981,988	65.04	63,864,634	41,047,098	(22,817,536)	Quoted
PREMIERCEM	595,000	66.67	39,666,442	28,500,500	(11,165,942)	Quoted
PTL	490,643	76.02	37,298,774	23,011,156	(14,287,618)	Quoted
QUEENSOUTH	202,254	30.96	6,261,451	2,750,654	(3,510,797)	Quoted
RAKCERAMIC	405,857	45.10	18,305,928	9,172,368	(9,133,560)	Quoted
RDFOOD	200,000	48.89	9,777,421	4,420,000	(5,357,421)	Quoted
ROBI	200,000	46.58	9,316,224	5,660,000	(3,656,224)	Quoted
RINGSHINE	20,000	6.50	129,925	80,000	(49,925)	Quoted
RUNNERAUTO	2,058,716	42.86	88,230,686	53,732,486	(34,498,200)	Quoted
RECKITTEN	514	4995.43	2,567,651	2,235,900	(331,751)	Quoted
SAPORTL	322,160	43.40	13,982,789	6,990,872	(6,991,917)	Quoted
SAIFPOWER	800,000	39.58	31,661,950	10,560,000	(21,101,950)	Quoted
SHASHADNIM	122,475	49.22	6,027,932	2,278,035	(3,749,897)	Quoted
SIBL	2,980,790	15.57	46,419,232	26,230,952	(20,188,280)	Quoted
SIMTEX	210,000	19.67	4,131,221	3,822,000	(309,221)	Quoted
SINGERBD	60,000	177.40	10,644,190	6,792,000	(3,852,190)	Quoted
SQURPHARMA	220,000	218.75	48,126,097	47,894,000	(232,097)	Quoted
SQUARETEXT	120,000	66.49	7,978,593	5,928,000	(2,050,593)	Quoted
SUMITPOWER	155,500	45.94	7,143,759	2,301,400	(4,842,359)	Quoted
TALLUSPIN	300,000	13.67	4,100,130	1,470,000	(2,630,130)	Quoted
WALTON	30,693	1184.08	36,343,111	14,962,838	(21,380,273)	Quoted
Sub Total (vi)	28,734,161		1,758,814,174	1,001,789,016	(757,025,158)	
vii) Others- Special Fund						
ACI	113,275	227.93	25,819,054	15,813,190	(10,005,864)	Quoted
ADNTEL	171,245	142.03	24,322,718	14,590,074	(9,732,644)	Quoted
BXPHERMA	236,000	192.53	45,436,971	19,257,600	(26,179,371)	Quoted
CONFIDCEM	937,893	127.15	119,254,858	53,178,532	(66,076,326)	Quoted
DOREENPOWER	375,170	67.78	25,430,373	8,966,563	(16,463,810)	Quoted
EXIMBANK	700,000	12.56	8,794,933	5,040,000	(3,754,933)	Quoted
GP	134,335	346.05	46,486,106	43,403,637	(3,082,470)	Quoted
GPHISPAT	576,029	48.97	28,206,910	12,730,241	(15,476,669)	Quoted
IBNSINA	17,000	308.87	5,250,728	4,875,600	(375,128)	Quoted
LHB	300,000	72.12	21,637,310	16,170,000	(5,467,310)	Quoted
POWERGRID	776,600	64.25	49,899,190	32,461,880	(17,437,310)	Quoted
PREMIERCEM	104,000	65.35	6,796,118	4,981,600	(1,814,518)	Quoted
PTL	58,300	69.05	4,025,831	2,734,270	(1,291,561)	Quoted
SQURPHARMA	328,696	223.26	73,385,820	71,557,119	(1,828,701)	Quoted
SQUARETEXT	78,628	63.27	4,975,016	3,884,223	(1,090,793)	Quoted
SUMITPOWER	384,716	45.24	17,403,652	5,693,797	(11,709,856)	Quoted
UPGDCL	114,461	278.02	31,822,785	14,147,380	(17,675,405)	Quoted
Sub Total (vii)	5,406,348		538,948,374	329,485,705	(209,462,669)	
Total Other than Government (i to vii)	226,639,483		17,292,057,098	15,978,071,456	(1,313,985,642)	
Total (10.1+10.2)	235,122,567		186,964,014,922	185,601,179,906	(1,362,835,016)	

10.0	Investments in shares & securities						
	Particulars	As at December 2023					Remarks
		No. of share	Face Value/ Average cost	Total Cost price	Market Value	Un-realized gain/Loss	
10.1	Government						
	Bangladesh Shipping Corporation (BSC)	2,000,000	107.00	214,000,000	214,000,000	-	Quoted
	MPETROLEUM	62,175	216.35	13,451,415	12,347,955	(1,103,460)	Quoted
	BSCCL	527,800	208.56	110,080,536	115,535,420	5,454,884	Quoted
	TITASGAS	100,000	43.50	4,350,232	4,090,000	(260,232)	Quoted
	Karmasangsthan Bank	100,000	100	10,000,000	10,000,000	-	Un-Quoted
	Central Depository Bangladesh Ltd.	2,284,721	3	6,277,770	6,277,770	-	Un-Quoted
	Bangladesh Government Sukuk Bond (Islamic Bond)	3,179,345	10,000	31,793,450,000	31,793,450,000	-	Un-Quoted
	Bangladesh Government Islamic Investment Bond (Islamic Bond)	-	-	37,000,000,000	37,000,000,000	-	Un-Quoted
	Sub total (i)	8,254,041		69,151,609,954	69,155,701,145	4,091,191	
	Government- Special Fund						
	BSCCL	19,000	228.70	4,345,295	4,159,100	(186,195)	Quoted
	MPETROLEUM	15,000	201.31	3,019,588	2,979,000	(40,588)	Quoted
	Sub total	34,000		7,364,883	7,138,100	(226,783)	
	Total Government	8,288,041		69,158,974,837	69,162,839,245	3,864,408	
10.2	Other than Government						
	i) Subsidiary companies						
	Islami Bank Securities Limited	2,699,846	1,000.00	2,699,846,000	2,699,846,000	-	Un-Quoted
	Islami Bank Capital Management Ltd.	299,993	1,000.00	299,993,000	299,993,000	-	Un-Quoted
	Sub total (i)	2,999,839		2,999,839,000	2,999,839,000	-	
	ii) Mutual Funds						
	SEML IBBL Shari'ah Fund	50,000,000	10.00	500,000,000	445,000,000	(55,000,000)	Quoted
	UFS-IBBL Shari'ah Unit Fund	50,000,000	10.00	500,000,000	459,500,000	(40,500,000)	Un-Quoted
	CAPM IBBL Shari'ah Fund	44,500,000	10.00	445,000,000	582,950,000	137,950,000	Quoted
	NAM IBBL Islamic Mutual Fund	10,357,611	9.99	103,462,038	88,143,270	(15,318,768)	Un-Quoted
	AT Capital Shari'ah Unit Fund	5,010,020	9.98	50,000,000	54,759,519	4,759,519	Un-Quoted
	Capitec Padma PFS Unit Fund	10,000,000	10.00	100,000,000	101,600,000	1,600,000	Un-Quoted
	UFS-Padma Life Islamic Unit Fund	15,000,000	10.00	150,000,000	140,250,000	(9,750,000)	Un-Quoted
	Capitec IBBL Shari'ah Unit Fund	3,750,000	10.00	37,500,000	34,050,000	(3,450,000)	Un-Quoted
	Sub Total (ii)	188,617,631		1,885,962,038	1,906,252,789	20,290,751	
	iii) Foreign Share						
	APIF of IsDB	1,011	972,513.65	983,211,300	983,211,300	-	Un-Quoted
	Sub total (iii)	1,011		983,211,300	983,211,300	-	
	iv) SUKUK Bond						
	BBML Sukuk Al Ijarah	70,000	5,000	350,000,000	350,000,000	-	Un-Quoted
	Sub total (vi)	70,000		350,000,000	350,000,000	-	
	v) Subordinated Debt						
	Mudaraba Subordinated Debt of Union Bank Ltd.	60	10,000,000	600,000,000	600,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of First Security Islami Bank Ltd. (2 nd)	48	10,000,000	480,000,000	480,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of Social Islami Bank Ltd. (3 rd)	120	10,000,000	1,200,000,000	1,200,000,000	-	Un-Quoted

Mudaraba Subordinated Debt of Social Islami Bank Ltd. (4 th)	100	10,000,000	1,000,000,000	1,000,000,000	-	Un-Quoted
Mudaraba Subordinated Debt of First Security Islami Bank Ltd. (3 rd)	195	10,000,000	1,950,000,000	1,950,000,000	-	Un-Quoted
SIBL Mudaraba Perpetual Bond	1,500	1,000,000	1,500,000,000	1,500,000,000	-	Un-Quoted
EXIM Bank Mudaraba Perpetual Bond	1,800	1,000,000	1,800,000,000	1,800,000,000	-	Un-Quoted
FSIBL Mudaraba Perpetual Bond	1,800	1,000,000	1,800,000,000	1,800,000,000	-	Un-Quoted
Sub total (v)	5,623		10,330,000,000	10,330,000,000	-	
vi) Others						
Bangladesh Aroma Tea Co	1,570	-	157,000	-	-	De-listed
ACMELAB	895,000	101.59	90,921,999	76,075,000	(14,846,999)	Quoted
ACTIVEFINE	1,593,000	30.54	48,643,133	30,744,900	(17,898,233)	Quoted
AMANFEED	170,000	39.94	6,789,431	5,695,000	(1,094,431)	Quoted
ACI	84,000	274.74	23,078,030	21,856,800	(1,221,230)	Quoted
ADNTEL	290,723	140.24	40,771,990	34,043,663	(6,728,327)	Quoted
AIL	90,000	83.38	7,503,920	6,714,000	(789,920)	Quoted
ALIF	519,970	14.34	7,454,631	6,915,601	(539,030)	Quoted
AFCAGRO	129,030	41.27	5,325,416	3,032,205	(2,293,211)	Quoted
AAMRATECH	215,500	42.97	9,261,071	6,572,750	(2,688,321)	Quoted
APOLOISPAT	500,000	10.67	5,333,252	4,100,000	(1,233,252)	Quoted
AMCL(PRAN)	19,500	363.43	7,086,817	4,914,000	(2,172,817)	Quoted
BATASHOE	9,600	1,278.82	12,276,674	9,282,240	(2,994,434)	Quoted
BBS	901,419	36.80	33,173,690	19,470,650	(13,703,040)	Quoted
BBSCABLES	876,750	66.09	57,943,514	43,749,825	(14,193,689)	Quoted
BERGERPBL	3,000	1,770.26	5,310,776	5,322,000	11,224	Quoted
BEACONPHAR	245,000	262.58	64,331,962	60,025,000	(4,306,962)	Quoted
BPPL	200,000	44.18	8,835,672	5,860,000	(2,975,672)	Quoted
BSRMSTEEL	492,334	84.40	41,555,229	31,460,143	(10,095,086)	Quoted
BXPHERMA	50,000	182.00	9,099,797	7,310,000	(1,789,797)	Quoted
BEXIMCO	233,500	139.39	32,547,812	26,992,600	(5,555,212)	Quoted
CONFIDCEM	471,450	131.32	61,912,826	41,959,050	(19,953,776)	Quoted
DOREENPOWER	75,040	70.43	5,285,068	4,577,440	(707,628)	Quoted
DSSL	200,000	18.53	3,706,668	3,400,000	(306,668)	Quoted
FEKDIL	550,000	21.13	11,623,224	9,460,000	(2,163,224)	Quoted
ESQUIRENIT	119,000	39.39	4,687,327	4,105,500	(581,827)	Quoted
EXIMBANK	2,000,000	12.41	24,821,831	20,800,000	(4,021,831)	Quoted
GP	271,700	357.18	97,044,607	77,869,220	(19,175,387)	Quoted
GENNEXT	1,391,500	10.03	13,952,950	8,488,150	(5,464,800)	Quoted
GPHISPAT	899,387	58.20	52,342,825	38,403,825	(13,939,000)	Quoted
GENEXIL	72,800	87.59	6,376,584	4,761,120	(1,615,464)	Quoted
HEIDELBCEM	94,174	520.48	49,015,521	22,554,673	(26,460,848)	Quoted
IBNSINA	130,000	292.77	38,060,271	37,258,000	(802,271)	Quoted
IFADAUTOS	1,006,614	70.01	70,473,088	44,391,677	(26,081,411)	Quoted
IBP	229,030	28.86	6,610,288	4,328,667	(2,281,621)	Quoted
ISLAMICFIN	100,000	33.77	3,376,740	1,970,000	(1,406,740)	Quoted
ITC	54,000	41.52	2,242,059	1,998,000	(244,059)	Quoted
INTRACO	115,000	44.23	5,086,658	4,657,500	(429,158)	Quoted
LHB	1,220,000	85.58	104,407,948	84,546,000	(19,861,948)	Quoted
LINDEBD	14,519	1,426.36	20,709,377	20,293,206	(416,171)	Quoted

MJLBD	600,100	102.45	61,482,877	52,028,670	(9,454,207)	Quoted
NPOLYMAR	290,000	65.45	18,981,594	14,790,000	(4,191,594)	Quoted
NORTHRNINS	88,000	63.41	5,579,812	3,766,400	(1,813,412)	Quoted
OLYMPIC	272,812	250.67	68,385,050	41,467,424	(26,917,626)	Quoted
ORIONPHARM	460,000	125.95	57,939,070	36,616,000	(21,323,070)	Quoted
POWERGRID	981,988	65.04	63,864,634	51,456,171	(12,408,463)	Quoted
PTL	446,040	83.62	37,298,774	34,345,080	(2,953,694)	Quoted
QUEENSOUTH	202,254	30.96	6,261,451	4,712,518	(1,548,933)	Quoted
RAKCERAMIC	390,000	45.74	17,838,545	16,731,000	(1,107,545)	Quoted
RDFOOD	200,000	48.89	9,777,421	7,240,000	(2,537,421)	Quoted
ROBI	200,000	46.58	9,316,224	6,000,000	(3,316,224)	Quoted
RINGSHINE	7,688	11.20	86,096	75,342	(10,754)	Quoted
RUNNERAUTO	2,058,716	42.86	88,230,686	99,641,854	11,411,168	Quoted
RECKITBEN	212	5,839.70	1,238,016	1,009,268	(228,748)	Quoted
SAPORTL	312,160	44.14	13,780,284	8,490,752	(5,289,532)	Quoted
SAIFPOWER	800,000	39.58	31,661,950	23,760,000	(7,901,950)	Quoted
SHASHADNIM	122,475	49.22	6,027,932	3,306,825	(2,721,107)	Quoted
SIBL	2,838,848	16.35	46,419,232	33,214,522	(13,204,710)	Quoted
SIMTEX	270,000	19.67	5,311,569	4,995,000	(316,569)	Quoted
SINGERBD	60,000	177.40	10,644,190	9,114,000	(1,530,190)	Quoted
SQURPHARMA	345,000	213.05	73,501,302	72,553,500	(947,802)	Quoted
SQUARETEXT	100,000	69.45	6,944,819	6,750,000	(194,819)	Quoted
SUMITPOWER	155,500	45.94	7,143,759	5,287,000	(1,856,759)	Quoted
TALLUSPIN	244,528	15.58	3,809,976	2,420,827	(1,389,149)	Quoted
WALTON	25,193	1,317.35	33,188,043	26,394,706	(6,793,337)	Quoted
Sub Total (vi)	28,005,624		1,783,850,983	1,412,125,265	(371,725,718)	
vii) Others- Special Fund						
ACI	94,500	267.84	25,310,586	24,588,900	(721,686)	Quoted
ADNTEL	171,245	142.03	24,322,718	20,052,790	(4,269,928)	Quoted
BXPHARMA	236,000	192.53	45,436,971	34,503,200	(10,933,771)	Quoted
CONFIDCEM	893,233	133.51	119,254,859	79,497,737	(39,757,122)	Quoted
DOREENPOWER	375,170	67.78	25,430,373	22,885,370	(2,545,003)	Quoted
EXIMBANK	700,000	12.56	8,794,933	7,280,000	(1,514,933)	Quoted
GP	160,000	347.99	55,678,608	45,856,000	(9,822,608)	Quoted
GPHISPAT	576,029	48.97	28,206,911	24,596,438	(3,610,473)	Quoted
LHB	210,000	74.85	15,719,200	14,553,000	(1,166,200)	Quoted
OLYMPIC	65,000	162.54	10,565,071	9,880,000	(685,071)	Quoted
POWERGRID	776,600	64.25	49,899,190	40,693,840	(9,205,350)	Quoted
PTL	50,000	79.16	3,957,900	3,850,000	(107,900)	Quoted
SHAHJABANK	22,314	18.49	412,664	408,346	(4,318)	Quoted
SQURPHARMA	363,696	222.72	81,004,153	76,485,269	(4,518,884)	Quoted
SQUARETEXT	46,418	71.41	3,314,690	3,133,215	(181,475)	Quoted
SUMITPOWER	384,716	45.24	17,403,652	13,080,344	(4,323,308)	Quoted
UPGDCL	114,461	278.02	31,822,785	26,749,536	(5,073,249)	Quoted
Sub Total (vii)	5,239,382		546,535,263	448,093,985	(98,441,279)	
Total Other than Government (i to vii)	224,939,110		18,879,398,584	18,429,522,338	(449,876,246)	
Total (10.1+10.2)	233,227,151		88,038,373,421	87,592,361,583	(446,011,838)	

10.3 Revaluation of shares & securities

All Shares and Securities are shown at cost price other than the Shares of Bangladesh Shipping Corporation (BSC) which have been recognized at closing market price as on 31.12.2024 of Dhaka Stock Exchange Ltd. (DSE) as per BRPD Circular No.14 dated 25.06.2003 and DOS Circular No. 05 dated 26 May 2008. The provision requirement for Capital Market Investment for the year 2024 is Tk. 1,104,522,912 is calculated as per DOS Circular No.01 dated 24 May 2024 and detailed in Note-17.2.1. Change in revaluation of shares of Bangladesh Shipping Corporation (BSC) has been shown as revaluation reserve of securities.

	31.12.2024 Taka	31.12.2023 Taka
10.4 Maturity grouping of investments in shares & securities		
Repayable on demand	-	-
With a residual maturity of		
Up to 1 Month	76,626,607,824	791,524,837
Over 1 month but not more than 3 months	640,000,000	800,000,000
Over 3 months but not more than 1 year	7,968,830,000	7,906,150,000
Over 1 year but not more than 5 years	3,091,600,000	3,941,600,000
More than 5 years	98,636,977,098	74,599,098,584
Total	186,964,014,922	88,038,373,421
10(a) Consolidated investments in shares & securities		
10(a)(i) Government		
Islami Bank Bangladesh PLC.	169,671,957,824	69,158,974,837
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company balances	-	-
Sub total (i)	169,671,957,824	69,158,974,837
10(a)(ii) Others		
Islami Bank Bangladesh PLC.	17,292,057,098	18,879,398,584
Islami Bank Securities Limited	3,243,615,573	3,462,295,819
Islami Bank Capital Management Limited	423,307,839	383,001,298
Inter-company balances	(3,299,832,000)	(2,999,839,000)
Sub total (ii)	17,659,148,510	19,724,856,701
Total (i+ii)	187,331,106,334	88,883,831,538
11.0 Investments		
General investments etc. (Note-11.1)	1,534,235,310,296	1,415,352,159,015
Bills purchased & discounted (Note-11.2)	17,048,400,174	184,913,503,084
Total	1,551,283,710,470	1,600,265,662,100
11.1 General investments etc.		
i) In Bangladesh		
Bai - Murabaha	968,720,261,742	871,988,408,952
Bai - Muajjal	103,959,857,088	100,714,899,305
Hire Purchase under Shirkatul Melk	278,316,801,472	267,149,479,644
Hire Purchase under Shirkatul Melk (HPSM in FC-OBUE)	4,030,705,788	11,176,968,635
Hire Purchase under Shirkatul Melk (HPSM in FC-GTF)	2,335,561,150	2,442,532,885
Bai-Murabaha Import Bills	38,449,931,875	34,704,626,165
Baim- FC Bills	18,979,163,740	18,293,060,542
Musharaka	270,051,224	269,017,859

	31.12.2024 Taka	31.12.2023 Taka
Mudaraba	4,700,050,000	5,000,100,000
Bai - Salam	17,973,510,411	19,387,832,253
Murabaha Foreign Currency Investment	23,432,558,881	23,979,454,948
Quard	69,714,270,784	57,561,029,228
Investment in Khidmah Card	3,352,586,142	2,684,748,601
Sub total (i)	1,534,235,310,296	1,415,352,159,015
ii) Outside Bangladesh		
Bai - Murabaha	-	-
Bai - Muajjal	-	-
Hire Purchase under Shirkatul Melk	-	-
Musharaka	-	-
Overseas Investment	-	-
Bai - Salam	-	-
Quard	-	-
Others	-	-
Sub total (ii)	-	-
Grand total (i+ii)	1,534,235,310,296	1,415,352,159,015
11.1.1 Maturity-wise classification		
Repayable on demand	356,865,476,346	145,151,212,179
With a residual maturity of		
Up to 1 Month	100,580,241,119	64,232,022,702
Over 1 month but not more than 3 months	174,072,022,807	150,695,235,303
Over 3 months but not more than 1 year	312,845,051,776	514,149,376,945
Over 1 year but not more than 5 years	263,940,316,432	219,868,891,116
More than 5 years	325,932,201,816	321,255,420,770
Total	1,534,235,310,296	1,415,352,159,015
11.1(a) Consolidated general investments etc.		
Islami Bank Bangladesh PLC.	1,534,235,310,296	1,415,352,159,015
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company balances	(4,700,000,000)	(5,000,000,000)
Total	1,529,535,310,296	1,410,352,159,015
11.2 Bills purchased & discounted		
i) In Bangladesh		
Musharaka Doc. Bill (MDB)	3,879,084,519	5,722,984,623
ii) Outside Bangladesh		
Mudaraba Doc Bill (UPAS)-OBU	9,856,047,830	175,762,865,663
Bai- As- Sarf (FDB)	1,406,704,462	1,327,316,769
MDB in FC	1,906,563,363	2,100,336,029
Sub-total (ii)	13,169,315,655	179,190,518,461
Total (i+ii)	17,048,400,174	184,913,503,084

	31.12.2024 Taka	31.12.2023 Taka
11.2.1 Maturity-wise classification of bills purchased & discounted		
Payable within 1 month	10,228,932,161	110,948,101,850
Over 1 month but less than 3 months	5,114,466,080	55,474,050,925
Over 3 months but less than 6 months	852,411,013	9,245,675,154
6 months or more	852,590,920	9,245,675,155
Total	17,048,400,174	184,913,503,084
11.2(a) Consolidated bills purchased & discounted		
Islami Bank Bangladesh PLC.	17,048,400,174	184,913,503,084
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Total	17,048,400,174	184,913,503,084
11.3 Geographical location wise classification of investments		
Within Bangladesh		
In rural areas	87,838,896,739	96,176,039,457
In urban areas	1,463,444,813,731	1,504,089,622,643
Sub total	1,551,283,710,470	1,600,265,662,100
Outside Bangladesh	-	-
Total	1,551,283,710,470	1,600,265,662,100
11.4 Division wise classification of investments (*)		
Dhaka division	667,809,328,578	701,875,835,959
Chattogram division	503,510,103,625	483,920,704,355
Khulna division	85,893,321,138	90,895,158,755
Rajshahi division	197,055,805,433	212,355,414,907
Barisal division	18,014,527,668	20,163,362,681
Sylhet division	17,299,958,081	19,683,282,618
Rangpur division	41,952,730,262	49,768,299,952
Mymensingh division	19,747,935,685	21,603,602,873
Total	1,551,283,710,470	1,600,265,662,100
(*) Division wise distribution was made on the basis of the location of the respective branch not on the basis of where the client's business actually located.		
11.5 Investment on the basis of significant concentration including bills purchased and discounted		
Investment to directors	-	-
Investment to chief executive & other senior executives	1,537,217,777	1,324,941,221
Sector wise other investments:		
Trade & commerce	497,824,600,000	502,502,826,341
Real estate	89,942,300,000	91,298,325,132
Transport	7,595,500,000	7,852,650,483
Agriculture (including fertilizer & agriculture implements)	51,020,700,000	50,737,795,833
Industrial investment (Note-11.5.1)	849,469,648,052	887,058,515,413
Others	53,893,744,641	59,490,607,677
Total	1,551,283,710,470	1,600,265,662,100

	31.12.2024 Taka	31.12.2023 Taka
11.5.1 Classification of industrial investments		
Textile- spinning, weaving & dyeing	171,672,407,757	198,833,720,850
Garments & garments accessories	93,103,658,176	99,056,506,896
Steel, re-rolling & engineering	121,274,907,751	113,997,565,336
Agro-based industry	231,800,641,673	235,800,641,373
Food & beverage	20,644,639,333	19,889,905,537
Cements industry	19,651,630,434	18,896,554,662
Pharmaceuticals	5,616,929,345	4,965,651,604
Poultry, poultry feed & hatchery	3,531,744,931	3,431,744,931
Sanitary wares	128,306,404	88,861,821
Chemicals, toiletries & petroleum	19,272,561,429	18,292,559,226
Printing & packaging	19,892,578,661	18,150,781,116
Power (electricity)	10,616,177,473	14,966,944,129
Ceramic & bricks	17,161,696,982	18,916,960,945
Health care (hospital & others)	8,523,750,801	8,987,632,874
Plastic industries	9,746,274,595	9,946,274,595
Petrol pump & CNG filling station	3,280,443,502	2,953,938,439
Information technology	224,544,407	291,264,584
Hotel & restaurant	1,784,707,562	1,928,869,687
Other industries	91,542,046,836	97,662,136,809
Total	849,469,648,052	887,058,515,414

11.6 Details of investment to customers (10.00% of bank's regulatory capital and above)

Number of clients with amount of gross investments exceeding 10.00% of total regulatory equity of the Bank & classified amount thereon are given below:

Number of clients	32	32
Amount of investments (Taka)	716,825,800,000	499,428,500,000
Classified amount thereon	518,963,000,000	Nil
Measures taken for recovery	Action Taken	Not Applicable

Total regulatory capital of the Bank was Tk. 100,672.14 million as at 31 December 2024 & Tk. 108,376.71 million as at 31 December 2023.

(Taka in million)

Sl. No.	Name of clients	Sanctioned limit	Outstanding gross investment (*) as on 31.12.2024			31.12.2023
			Funded	Non-funded (**)	Total	
1	S. Alam Steels & Refined Sugar Ind. Ltd.	40,000	41,979	42,922	84,901	42,173
2	S. Alam Vegetable Oil Ltd.	38,400	48,002	65,961	113,963	41,003
3	S. Alam Super Edible Oil Ltd.	38,400	34,607	63,110	97,717	39,383
4	Nabil Group	29,000	14,370	15,133	29,503	20,473
5	Bashundara Multifood Group	27,327	21,374	2	21,376	19,731
6	Noman Group	26,202	15,488	10,515	26,003	21,023
7	Nassa Group	23,474	16,694	2,999	19,693	21,122
8	Infinite CR Strips Ind Ltd.	23,200	26,640	367	27,007	14,759
9	S. Alam Cold Rolled Steels Ltd.	21,150	17,005	3,806	20,811	19,120
10	Unitex LP Gas Ltd	20,945	14,002	5,833	19,835	16,162
11	Chemon Ispat Ltd	20,000	33,478	7	33,485	16,438
12	Karnafuly Foods (Pvt) Ltd.	19,310	17,358	-	17,358	17,143
13	Jamuna Tyre (Group)	18,205	14,380	1,836	16,216	13,574
14	Inherent Trading & Impex	16,300	14,463	52	14,515	12,932
15	GMS Group	13,219	7,411	4,738	12,149	12,370
16	Mahmud Denims Ltd	13,155	10,655	2,659	13,314	17,898
17	Aman Group	11,920	11,671	869	12,540	12,580
18	Naba Farm Ltd.	11,700	13,149	-	13,149	10,009
19	Ideal Flour Mills Ltd	11,000	10,715	-	10,715	10,422
20	Murad Enterprise	11,000	10,939	-	10,939	-
21	Globe Edible Oil	9,766	14,195	108	14,303	-
22	Anowara Feed Mills Ltd.	9,000	13,293	-	13,293	-
23	A J Trade International	7,400	15,924	-	15,924	-
24	Delta Group	7,074	11,352	38	11,390	10,889
25	Abul Khair Group	22,000	1,493	5,197	6,690	19,353
26	MSA Group	16,165	8,259	616	8,875	17,368
27	City Group	14,000	3,448	4	3,452	2,885
28	Energyprima Ltd.	12,539	5,819	-	5,819	11,296
29	Unitex Steel Mills Ltd.	12,500	3,813	3,043	6,856	6,055
30	Grand Spinning Mills Ltd	11,063	2,596	355	2,951	1,246
31	BRB Group	10,948	3,926	227	4,153	4,378
32	Karim Group	10,627	7,242	689	7,931	-
33	Badsha Group	-	-	-	-	6,091
34	Globe Pharmaceuticals and its sister Concerns	-	-	-	-	13,170
35	Noapara Group	-	-	-	-	7,005
36	Mosharrof & Brothers Group	-	-	-	-	10,887
37	Jalalabad Group	-	-	-	-	10,495
Total		576,989	485,740	231,086	716,826	499,429

(*) Gross investments includes profit receivables amount.

(**) Non Funded investment without considering conversion factor.

	31.12.2024 Taka	31.12.2023 Taka
11.7 Classification status - wise investments		
Unclassified :		
i) Unclassified including staff investment	833,104,652,450	1,514,788,866,251
ii) Special mention account (SMA)	61,021,992,487	16,288,690,042
Total unclassified (i+ii)	894,126,644,937	1,531,077,556,293
Classified :		
iii) Substandard	80,901,054,661	17,303,072,026
iv) Doubtful	14,307,530,741	5,938,650,900
v) Bad and Loss	561,948,480,131	45,946,382,881
Total classified (iii+iv+v)	657,157,065,533	69,188,105,807
Grand total (i to v)	1,551,283,710,470	1,600,265,662,100
11.8 Pledged collaterals against investments		
Land & building	1,177,478,183,650	1,256,980,862,182
MTDR, securities, etc.	71,551,027,676	160,462,568,319
Share certificates	343,385,535	343,385,535
Total	1,249,372,596,861	1,417,786,816,036
11.9 Particulars of investments		
i) Investments considered good in respect of which the bank is fully secured	1,478,596,736,469	1,530,187,653,702
ii) Investments considered good in respect of which the Bank holds debtors' personal security	3,352,586,142	2,684,748,601
iii) Investments considered good and secured by personal security of one or more persons in addition to personal security of debtors	69,334,387,859	67,393,259,797
iv) Investments considered bad or doubtful not provided for.	-	-
Total	1,551,283,710,470	1,600,265,662,100
v) Investments due by directors or employees of the bank or any of them either severally or jointly with any other persons	35,193,554,411	33,394,001,926
vi) Investments due by directors or employees of the bank are interested as directors, partners, managing agents or in the case of private companies as members	-	-
vii) Total amount of investments, including temporary investments, made any time during the year to directors or employees of the bank or any of them either severally or jointly with any other persons	5,609,413,053	5,819,413,095
viii) Total amount of investments, including temporary investments granted during the year to the Companies or firms in which the directors of the bank are interested as directors, partners, managing agents or, in the case of private companies as members	-	-
ix) Investments due from other banks	-	-
x) Classified investments		
a) Classified investments on which profit has not been charged	561,948,480,131	45,946,382,881
b) Provision for classified investments	60,022,408,491	48,662,858,491
c) Provision kept against investments classified as bad & loss	41,981,958,491	46,762,628,491
d) Amount credited to profit/ rent /compensation suspense account	81,263,070,496	54,913,275,546

	31.12.2024 Taka	31.12.2023 Taka
xi) Particulars of written off investments		
a) Cumulative amount of investment written off since inception to 31st December last year	12,167,909,201	12,167,909,201
b) Amount of investment written off during this year	-	-
c) Total amount written Off (a+b)	12,167,909,201	12,167,909,201
d) Amount recovered against written off investment up to this year (*)	2,500,002,622	2,342,150,127
e) Amount waived against written off investment up to this year	1,329,164,995	1,290,305,241
f) Amount of investment written off against which suit has been filed to recover the same	8,338,741,584	8,535,453,833
(*) During the year of 2024, Tk. 194,516,874/- was recovered from Written-Off Investments, out of which a sum of Tk. 38,859,754/- was waived and remaining Tk. 155,657,120/- was recovered from the clients in cash.		
As per Bangladesh Bank's DOS Circular No. 02 dated 12 April 2020, Bank is required to maintain an Investment to Deposit Ratio (IDR) of ≤92%. However, during 2024, the Bank's IDR exceeded the 92% at it's regulatory ceiling, ranging from 92.49% to 95.14%.		
11.10 Information about restructured investment as per Bangladesh Bank's BRPD Circular No-4, dated 29 January, 2015		
Investment amounting to Tk. 1,874.00 million (outstanding Tk. 1,052.70 million as on 31 December 2024) of 1 (One) investment client Jamuna Electronics & Automobiles Ltd., Gulshan Br, Dhaka has been restructured. The restructured has been made by extension of validity of term investment for 12 (twelve) years including 01 (one) year gestation period for the client under the purview of BRPD Circular No-4, dated 29 January, 2015. The status of the Investment is unclassified and reported as Special Mention Account (SMA) as per Bangladesh Bank Guidelines.		
12.0 Fixed assets including premises (Annexure-A)		
12.1 Tangible assets		
Land	5,530,650,885	5,530,650,885
Building	6,359,940,398	6,359,940,398
Construction/capital work-in-process	-	-
Furniture and fixtures	1,863,841,056	1,794,225,666
Mechanical appliances	3,257,284,336	3,156,055,087
Computer	2,712,638,875	2,580,061,782
Motor vehicles	1,660,706,507	1,634,030,782
ATM	4,210,259,827	4,174,492,363
Books	11,683,674	11,602,922
Right of Use- Assets for lease rent	5,800,834,396	2,380,392,163
Total cost of tangible assets including revaluation	31,407,839,953	27,621,452,048
Less: Accumulated depreciation	14,121,184,924	12,307,193,490
Net book value of tangible assets at the end of the year	17,286,655,029	15,314,258,558
12.2 Intangible assets		
Computer software	839,902,573	838,120,667
Total cost of intangible assets	839,902,573	838,120,667
Less: Accumulated amortization	784,604,439	716,716,025
Net book value of intangible assets at the end of the year	55,298,134	121,404,642
Total net book value at the end of the year (12.1+12.2)	17,341,953,163	15,435,663,200
The book value of fixed assets (Land & Building excluding revaluation reserve) is within the regulatory threshold of maximum 30% limit of Bank's paid-up capital as per BRPD Circular No. 14 dated 12 August 2013.		
12.3 Maturity-wise classification		
Repayable on demand		
With a residual maturity of		
Up to 1 Month	-	-
Over 1 month but not more than 3 months	-	-
Over 3 months but not more than 1 year	-	-
Over 1 year but not more than 5 years	-	-
More than 5 years	17,341,953,163	15,435,663,200
Total	17,341,953,163	15,435,663,200

	31.12.2024 Taka	31.12.2023 Taka
12.4 Revaluation of land & building		
As per Bangladesh Bank BCD Circular Letter No. 12 & 18 dated April 20, 1993 & June 15, 1993; BRPD Circular No.10 dated November 24, 2002; Circular No. 09 dated 31 December 2008 and Circular No. 24 dated 03 August 2010, the Bank revalued its land and building by the professional valuers for the year 2000, 2002, 2003, 2004, 2005, 2006, 2009 & 2012 respectively which was reviewed by the statutory auditors. A portion of revalued Land & Building has been sold out during the year 2023.		
12(a) Consolidated fixed assets including premises (Annexure-B)		
12(a).1 Tangible assets		
Islami Bank Bangladesh PLC.	17,286,655,029	15,314,258,558
Islami Bank Securities Limited	7,001,673	8,419,643
Islami Bank Capital Management Limited	3,620,983	5,408,182
Sub-total	17,297,277,685	15,328,086,383
12(a).2 Intangible assets		
Islami Bank Bangladesh PLC.	55,298,134	121,404,642
Islami Bank Securities Limited	150,613	354,972
Islami Bank Capital Management Limited	306,780	629,780
Sub-total	55,755,527	122,389,394
Total (12.a.1+12.a.2)	17,353,033,212	15,450,475,777
13.0 Other assets		
i) Income generating other assets	-	-
ii) Non-income generating other assets		
Stock of stationery in hand	386,122,562	297,236,996
Stamps in hand	39,549,715	38,403,245
Advance rent paid	1,056,562,122	594,521,302
Security deposits account	27,487,990	27,414,226
Suspense	576,790,342	1,161,760,808
Advance against expenses	116,457,258	80,659,116
Pre-paid expense-OBUs	-	43,646,318
Accrued income	7,578,483,417	6,694,108,337
IB General account (Note - 13.3)	242,796,906,294	94,032,094,052
mCash adjustment	1,617,674,962	1,814,555,903
Dividend income receivable	34,116,032	32,431,531
Master card receivable	370,975,728	184,945,505
ATM receivable/UPI Receivable	293,911,534	43,634,396
Agent RDS Receivable	9,824,550	8,667,116
POS Receivable	9,482,795	9,821,759
Advance against capital expenditure	125,778,667	183,500,000
Foreign remittance incentive receivable	1,466,132,166	1,176,987,901
NPS Receivable	4,038,979,570	1,234,063,884
Placement to AD for MDB in FC (Local)	70,051,015	45,242,340
Others	730,312,407	605,842,021
Sub-total (ii)	261,345,599,125	108,309,536,758
Total (i+ii)	261,345,599,125	108,309,536,758

	31.12.2024 Taka	31.12.2023 Taka
13.1 Maturity-wise classification		
Repayable on demand	-	-
With a residual maturity of		
Up to 3 Month	256,694,860,983	105,281,276,297
Over 3 month but not more than 6 months	2,714,823,573	2,182,132,299
Over 6 months but not more than 1 year	1,273,133,878	556,134,591
Over 1 year but not more than 5 years	662,780,691	289,993,572
More than 5 years	-	-
Total	261,345,599,125	108,309,536,758
13.2 Classification status of other assets		
Unclassified	261,219,103,299	108,183,040,932
Doubtful	33,963,760	33,963,760
Bad/ Loss	92,532,066	92,532,066
Total	261,345,599,125	108,309,536,758
13.3 IB General account		
13.3.1 Un-reconciled entries of Inter Branch Transactions in Bangladesh		
Age		
Upto 3 months	219,602,020,525	70,837,208,283
Over 3 months but not more than 6 months	4,948,496,796	4,948,496,796
Over 6 months but not more than 9 months	12,572,404,921	12,572,404,921
Over 9 months but not more than 12 months	5,343,248,740	5,343,248,740
More than 12 months	330,735,312	330,735,312
Total	242,796,906,294	94,032,094,052
Inter branch transaction as well as transaction between Head Office & branches (and vice versa) of Islami Bank Bangladesh PLC. are routed through Islami Bank General Account (IB General Account). Each & Every inter branch transaction including transaction between Head Office & Branches and vice versa is to be advised through Inter Branch Debit Advice (IBDA) or Inter Branch Credit Advice (IBCA). In case of Debit entry of IB General A/c, IBDA is to be issued and in case of Credit entry, IBCA is also be issued automatically in electronic Integrated Banking System (eIBS). IB General A/c balance includes unresponded IBDA in favor various branches of the Banks which also included IBDA related exposure of Khatunganj branch relating to S. Alam Group. The balance has already been considered at the time of calculating required provision by Bangladesh Bank under Qualitative Judgement.		
13.3.2 Un-reconciled entries of Inter Branch Transactions outside Bangladesh		
Age		
Upto 3 months	-	-
Over 3 months but not more than 6 months	-	-
Total	-	-
13(a) Consolidated other assets		
Islami Bank Bangladesh PLC.	261,345,599,125	108,309,536,758
Islami Bank Securities Limited	204,873,839	216,249,113
Islami Bank Capital Management Limited	28,995,725	22,026,593
Inter-company balances	(139,558,157)	(9,820,699)
Total	261,439,910,532	108,537,991,765
14.0 Placement from banks & other financial institutions		
Borrowing from Abroad- OBU (Note-14.1)	1,200,000,000	13,750,000,000
Borrowing from other Banks in Bangladesh- OBU (Note 14.2)	-	2,200,000,000
Borrowing from Bangladesh Bank (Note 14.3)	291,056,492,246	195,428,924,541
Borrowing from Treasury Division, IBBPLC -OBU (Note-6.0_OBU)	14,286,689,309	165,591,122,268
Fund obtained by AD branches from OBU for MDB in FC (Note-3.0_OBU)	-	-
Sub total	306,543,181,555	376,970,046,809
Less: Borrowing from Treasury Division, IBBPLC- OBU	14,286,689,309	165,591,122,268
Less: Fund obtained by AD branches from OBU for MDB in FC	-	-
Sub total	14,286,689,309	165,591,122,268
Total	292,256,492,246	211,378,924,541

Fund obtained from OBU for investment in MDB in FC by AD branches is shown under "Cover fund MDB investment" under other liabilities at AD branches whereas Fund provided to AD branches for MDB in FC is shown under "Placement with banks & other financial institutions" in the assets side at OBU's balance sheet. As the items are intra-units balance, the amount was fully eliminated while preparing the financial statement of the Bank as a whole.

	31.12.2024 Taka	31.12.2023 Taka
14.1 Borrowing from Abroad-OBU		
Commercial Bank Of Dubai	1,200,000,000	1,650,000,000
Ajman Bank, UAE	-	12,100,000,000
Total	1,200,000,000	13,750,000,000
14.2 Borrowing from other Banks in Bangladesh		
Bank Asia PLC.	-	2,200,000,000
Total	-	2,200,000,000
14.3 Borrowing from Bangladesh Bank		
Bangladesh Government Islamic Investment Bond (BGIIB)	53,500,000,000	38,800,000,000
Bangladesh Government Investment Sukuk (BGIS)	28,000,000,000	30,000,000,000
Others	209,556,492,246	126,628,924,541
Total	291,056,492,246	195,428,924,541
14(a) Consolidated placement from banks & other financial institutions		
Islami Bank Bangladesh PLC.	292,256,492,246	211,378,924,541
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Total	292,256,492,246	211,378,924,541
15.0 Deposits & other accounts		
Mudaraba savings deposits (Note-15.1)	473,652,663,490	480,047,894,909
Mudaraba term deposits	623,016,280,183	558,058,288,511
Other mudaraba deposits (Note-15.2)	311,657,860,657	286,154,166,380
Al-wadeeah current and other deposit accounts (Note-15.3)	181,000,779,080	197,647,421,738
Bills payable (Note-15.4)	7,099,768,157	12,658,234,695
Total	1,596,427,351,567	1,534,566,006,233
15.1 Mudaraba Savings Deposits		
Mudaraba Savings Deposits	450,706,470,617	458,577,293,687
Mudaraba Savings Deposits (RDS)	12,420,156,327	11,918,971,076
Mudaraba School Student Savings Deposits	6,850,452,301	6,373,541,710
Mudaraba Farmers Savings Deposits	2,651,001,269	2,507,271,601
Mudaraba Industry Employee Savings Deposits	484,335,594	370,274,256
Mudaraba Priority Savings	120,528,775	10,805,808
Mudaraba Payroll Savings	419,718,606	289,736,770
Total	473,652,663,490	480,047,894,909
15.2 Other mudaraba deposits		
Mudaraba Special Notice Deposits	29,837,199,430	22,824,734,971
Mudaraba Hajj Deposits	7,066,347,681	6,301,264,366
Mudaraba Savings Bond	5,025,026,514	7,917,526,725
Mudaraba NRB Savings Bond	484,651,076	568,895,103
Mudaraba Special Savings (Pension) Deposits	149,438,995,705	155,859,784,375
Mudaraba Monthly Profit Deposit Scheme	67,087,538,388	54,929,621,709
Mudaraba Muhor Savings	886,691,683	843,097,954
Mudaraba Waqf Cash Deposit	2,328,718,009	2,131,070,725
Mudaraba Upahar Deposit Scheme	25,492,376	25,946,642
Mudaraba FC Deposit	21,801,353,521	24,120,821,451
Mudaraba FC Deposit -Exporters Retention Quota (ERQ)	6,913,634	8,499,024
Mudaraba Bibaho Savings Deposits	530,122,130	368,507,725
Mudaraba Senior Citizens	9,039,706,508	2,709,863,052
Mudaraba Education Saving	100,794,096	73,733,392
Mudaraba Expatriate Housing	320,021,270	165,251,063
Mudaraba Double Benefit	17,678,288,634	7,305,548,103
Total	311,657,860,657	286,154,166,380

	31.12.2024 Taka	31.12.2023 Taka
15.3 Al Waddeeah current and other deposits accounts		
Al Waddeeah Current Deposits	82,145,064,456	89,366,692,935
Convertible Taka Account	151,708	151,708
Non Resident Investors Taka Account	240,732,076	3,430,837,494
Non Resident FC of Exchange House / Banks	2,258,272,013	1,519,625,947
Non Resident FC of Exchange House/ Banks-OBU (Note-2.0_OBU)	4,710,846,738	45,047,621
Non Resident Taka Account	2,876,416,616	4,894,853,266
Foreign Currency Deposit	436,341,673	287,148,951
Foreign Currency Deposit ERQ	1,239,959,916	1,377,177,522
Other FC Deposit	55,242,604	51,082,336
Foreign Currency: Security Deposit	211,976,101	191,728,599
Foreign Currency Held against Back to Back L/C	7,524,183,884	7,750,594,678
Foreign Currency held against Cash L/C	5,581,549,105	6,082,118,530
Foreign Demand Draft /TT Payable	11,772,494	68,610,218
Foreign Currency Deposit against Foreign Bank Guarantee	47,925,000	43,931,250
Resident Foreign Currency Deposit	5,368,802	570,872
Profit Payable	25,486,339,495	17,186,155,282
Remittance Card Account	288,257	288,263
Sundry Deposits (Note-15.3.1)	51,260,381,115	64,169,207,732
FC Deposit of EPZ Enterprises	115,367,629	168,597,197
Mobile Wallet Deposits	1,503,446,136	1,058,048,957
Sub total	185,711,625,818	197,692,469,359
Less: Non Resident FC of Exchange House/Banks-OBU	4,710,846,738	45,047,621
Total	181,000,779,080	197,647,421,738
15.3.1 Break-up of sundry deposits		
Sundry creditors	466,586,343	710,907,639
Supervision charge	79,184,560	101,779,955
Security deposit L/G	45,971,216	93,012,888
Security money payable	126,816,067	117,393,509
Security money locker	33,645,705	33,482,687
Marginal deposit	2,757,577,640	2,085,420,168
Closed account profit	434,409,651	472,903,192
Sundry deposit others	2,743,595,847	1,451,406,431
Govt. Tax & VAT	7,422,050,476	6,751,372,547
Security Deposit - Investment	172,464,739	154,332,944
Security Deposit - L/C (Wes)	8,494,408	5,140,252
Security Deposit - Foreign L/C General	34,721,255,312	50,218,820,007
Security Deposit - Bank Guarantee	1,782,811,560	1,727,687,925
Security Deposit - IBP	145,486	145,486
Security Deposit - Inland L/C	363,120,722	148,610,378
Cash & Fixed assets insurance fund	74,027,271	70,283,894
Other earnings (Note-15.3.1.1)	28,223,114	26,507,833
Total	51,260,381,115	64,169,207,732

	31.12.2024 Taka	31.12.2023 Taka
15.3.1.1 Break-up of other earnings		
Opening balance	26,507,833	5,464,588
Received from B. Bank FC clearing A/c	2,744,429	45,903,166
Interest received from Brokerage House	-	86,025
Total receipt during the year	2,744,429	45,989,191
Total available balance	29,252,262	51,453,780
Less:		
Income tax provision @ 37.50%	1,029,147	17,245,947
Transferred/ paid for charitable activities	-	7,700,000
Closing balance	28,223,114	26,507,833
15.4 Bills payable		
P.O. payable	5,034,793,811	10,449,126,983
T.T. payable	1,217,966	1,482,614
D.D. payable	37,179,723	39,966,542
BEFTN, RTGS EFT & ACS payable	1,807,378,679	1,976,519,698
Spot cash payable	219,197,978	191,138,858
Total	7,099,768,157	12,658,234,695
15.5 Maturity wise classification of deposits (other than inter-Bank deposit)		
Re-payable on demand	93,326,432,123	249,899,800,000
With a residual maturity of		
Re- payable within 1 month	226,171,124,098	22,671,443,721
Over 1 month but not more than 3 months	481,464,088,045	449,355,285,438
Over 3 months but within 6 months	137,309,515,403	358,691,370,573
Over 6 months but not more than 1 year	224,160,719,464	24,576,138,931
Over 1 year but not more than 5 years	348,943,215,108	326,182,513,040
Over 5 years but within 10 years	48,610,479,972	84,861,157,930
Unclaimed Deposits for 10 years or more	147,321,501	86,142,070
Sub-total	1,560,132,895,714	1,516,323,851,703
15.6 Maturity grouping of Inter- bank deposits are as under		
Re-payable on demand	-	-
With a residual maturity of		
Re- payable within 1 month	36,294,455,853	18,242,154,530
Over 1 month but within 6 months	-	-
Over 6 months but not more than 1 year	-	-
Over 1 year but not more than 5 years	-	-
Over 5 years but within 10 years	-	-
Sub-total	36,294,455,853	18,242,154,530
Total (15.5+15.6)	1,596,427,351,567	1,534,566,006,233
15.7 Other banks' deposits with IBBPLC		
Al Wadeah Current Deposits	356,875,905	343,443,514
Mudaraba Special Notice Deposits	371,929,318	2,114,125,615
Mudaraba Savings Account	16,300,630	15,827,798
Mudaraba Term Deposits Receipt	35,549,350,000	15,768,757,603
Total	36,294,455,853	18,242,154,530

	31.12.2024 Taka	31.12.2023 Taka
15.8 Sector wise break up of deposits and other accounts		
Government	539,869,000	752,770,000
Other banks' deposit	36,294,455,853	18,242,154,530
Other public	15,042,619,000	3,949,540,000
Foreign currency	39,348,426,376	41,670,506,576
Private	1,505,201,981,338	1,469,951,035,127
Total	1,596,427,351,567	1,534,566,006,233
15(a) Consolidated deposits & other accounts		
Islami Bank Bangladesh PLC.	1,596,427,351,567	1,534,566,006,233
Islami Bank Securities Limited	1,107,954	1,107,954
Islami Bank Capital Management Limited	-	-
Inter-company balances	(1,446,215,712)	(1,214,116,818)
Total	1,594,982,243,809	1,533,352,997,369
16.0 Mudaraba Bond		
Perpetual Bond (Note-16.1)	11,000,000,000	11,000,000,000
Redeemable Subordinated Bond (Note-16.2)	19,800,000,000	20,200,000,000
Total	30,800,000,000	31,200,000,000
16.1 Perpetual Bond		
Mudaraba Perpetual Bond (*)	3,000,000,000	3,000,000,000
Mudaraba Perpetual Contingent Convertible Bond (Note- 16.1.1)	8,000,000,000	8,000,000,000
Total	11,000,000,000	11,000,000,000
(*) Security pledged against Mudaraba Perpetual Bond (MPB)	4,489,100,000	4,489,100,000
16.1.1 Mudaraba Perpetual Contingent Convertible Bond		
Private Placement (Note-16.1.1.1)	7,200,000,000	7,200,000,000
Public Subscription	800,000,000	800,000,000.00
	8,000,000,000	8,000,000,000
16.1.1.1 Private placement		
Standard Bank PLC.	2,305,840,000	2,305,840,000
Al-Arafah Islami Bank PLC.	2,000,000,000	2,000,000,000
Shahjalal Islami Bank PLC.	1,000,000,000	1,000,000,000
Trust Bank PLC.	1,000,000,000	1,000,000,000
EXIM Bank Employees' Gratuity Fund	494,160,000	494,160,000
United Commercial Bank PLC.	230,000,000	230,000,000
Pubali Bank PLC.	100,000,000	100,000,000
Quality Feeds Limited	70,000,000	70,000,000
Total	7,200,000,000	7,200,000,000
16.2 Redeemable Subordinated Bond		
Private Placement (Note-16.2.1)	19,800,000,000	20,200,000,000
Public Subscription	-	-
	19,800,000,000	20,200,000,000

	31.12.2024 Taka	31.12.2023 Taka
16.2.1 Private placement		
Shahjalal Islami Bank PLC.	3,340,000,000	1,360,000,000
Agrani Bank PLC.	2,300,000,000	3,800,000,000
EXIM Bank of Bangladesh PLC.	2,000,000,000	3,000,000,000
Al-Arafah Islami Bank PLC.	2,000,000,000	2,000,000,000
AIB PLC Employees' Provident Fund	2,000,000,000	1,000,000,000
Dutch-Bangla Bank PLC.	1,600,000,000	1,800,000,000
EXIM Bank Employees' Gratuity Fund	1,400,000,000	1,400,000,000
Genesis Textile Accessories & Apparels Ltd.	1,000,000,000	1,000,000,000
Rupali Bank PLC.	800,000,000	1,200,000,000
Sonali Bank PLC.	760,000,000	1,240,000,000
Eastern Bank PLC.	600,000,000	800,000,000
EXIM Bank Employees' Provident Fund	600,000,000	600,000,000
Square Pharmaceuticals Limited	300,000,000	400,000,000
Southeast Bank PLC.	100,000,000	200,000,000
Dhaka Bank PLC.	100,000,000	200,000,000
Nabil Feed Mills Limited	400,000,000	-
AIB PLC Employees' Gratuity Fund	250,000,000	-
Standard Bank Ltd. Employees' Gratuity Fund	250,000,000	-
Pubali Bank PLC.	-	200,000,000
Total	19,800,000,000	20,200,000,000
17.0 Other liabilities		
Provision for classified & unclassified investments and off- balance sheet items (Note- 17.1)	71,830,808,491	66,672,286,784
Provision for diminution in value of investments in shares (Note - 17.2)	1,104,522,912	440,744,487
Other provisions (Note- 17.3)	3,578,550,606	381,102,022
Compensation account (Note- 17.5)	12,081,939,013	8,981,902,004
Profit/rent/compensation suspense (Note- 17.6)	81,263,070,496	54,913,275,546
Current tax (Note-17.7)	25,468,013,358	20,518,687,937
Zakat payable (Note-17.8)	29,643,690	658,715,210
Foreign correspondents charges	61,702,079	46,687,149
Incentive bonus payable	2,764,352,684	1,713,381,630
Payable against expenditure	825,535,473	295,109,674
Clearing/Transfer delivery/BEFTN adjustment	2,049,251,492	12,122,826
Payable to Benevolent Fund, GF & SAF	350,029,746	-
Deferred/Unearned Airtime Commission	170,000	-
F.C. Payable for IBBPLC Cards	154,230,621	12,860,042
Unclaimed dividend (Note-17.9)	22,858,247	11,384,044
Stimulus Fund: Covid-19	1,430,250	1,430,247
Agri. Refinance: Covid-19	3,532,625,349	4,515,807,315
Cover Fund HPSM FC-GTF	3,134,766,654	1,881,418,596
Automated Challan System	243,698	421,522
Lease obligation on ROU assets	3,840,091,791	918,346,332
Start-Up Fund for investment (Note-17.10)	221,691,475	211,978,089
eWallet Payable	293,623,590	42,351,942
Others	23,264,352,758	19,761,514,957
Total	235,023,515,800	181,991,528,355

	31.12.2024 Taka	31.12.2023 Taka
17.1 Provision for classified & unclassified investments and off- balance sheet items		
General provision		
Unclassified investments excluding OBU	5,421,420,000	12,622,188,293
Special General Provision COVID-19	-	2,369,840,000
Unclassified investments- OBU	-	1,875,330,000
Special mention account	537,780,000	75,100,000
Sub-total (Note-17.1.1)	5,959,200,000	16,942,458,293
Off-balance sheet items (Note-17.1.2)	5,849,200,000	1,066,970,000
Sub-total (General provision)	11,808,400,000	18,009,428,293
Specific provision (Note-17.1.3)		
Specific provision for OBU	1,072,780,000	-
Sub-standard	14,241,470,000	1,177,870,000
Doubtful	2,726,200,000	722,360,000
Bad and loss (*)	41,981,958,491	46,762,628,491
Sub-total (Specific provision)	60,022,408,491	48,662,858,491
Total provision held at the end of the year	71,830,808,491	66,672,286,784
(*) As on 31 December 2024 provision of Tk. 39,071.53 million against Ananda Shipyard & Slipways Ltd., writ clients, rescheduled clients & restructured clients (considering qualitative judgment) is included in the specific provision (Bad & Loss) of Tk. 41,981.96 million against Tk. 46,762.63 million as on 31 December 2023.		
Provision for the investments, off-balance sheet items and other assets have been made as per the relevant circulars issued by Bangladesh Bank as well as decision taken in tripartite meeting amongst Bangladesh Bank Inspection Team, External Auditors and the Management of Islami Bank Bangladesh PLC. and subsequent Bangladesh Bank Letter No.DBI-6/51(1)/2025-376 dated 27 April 2025.		
17.1.1 General provision on unclassified investment including OBU		
Provision held at the beginning of the year	16,942,458,293	15,670,551,509
Provision made/(no longer required) during the year	(10,983,258,293)	1,271,906,784
Total provision held at the end of the year	5,959,200,000	16,942,458,293
17.1.2 General provision on off-balance sheet items		
Provision held at the beginning of the year	1,066,970,000	2,136,030,000
Provision made/(no longer required) during the year	4,782,230,000	(1,069,060,000)
Total provision held at the end of the year	5,849,200,000	1,066,970,000
Sub-total (17.1.1+17.1.2)	11,808,400,000	18,009,428,293
17.1.3 Provision for classified investments		
Provision held at the beginning of the year	48,662,858,491	42,073,978,491
Fully provided investment written off/waived/transferred (Note-17.1.3.1)	(3,222,197)	(6,639,356)
Recoveries of amounts previously written off	154,411,747	287,689,592
Provision made/ (no longer required) during the year	11,208,360,449	6,307,829,764
Total provision held at the end of the year	60,022,408,491	48,662,858,491
Total provision for investments 17.1.1+17.1.3)	65,981,608,491	65,605,316,784
Total provision (17.1.1+17.1.2+17.1.3)	71,830,808,491	66,672,286,784
17.1.3.1 Fully provided investment written off/waived/transferred		
Written-off during the year	-	-
Compensation waived upto 2013 which was included in provision	3,222,197	6,639,356
Total	3,222,197	6,639,356

	31.12.2024 Taka	31.12.2023 Taka
17.1.4 Provision made for investments & off- balance sheet items for the year		
Provision for classified investments	10,135,580,449	6,307,829,764
Provision for Classified OBU investment	1,072,780,000	
General provision on unclassified investment including OBU	(8,613,418,293)	1,271,906,784
Secial General Provision Covid-19	(2,369,840,000)	-
General provision on off-balance sheet items	4,782,230,000	(1,069,060,000)
Total provision made during the year	5,007,332,156	6,510,676,548
Less: Provision kept to compensation realisable fund	950,000,000	795,000,000
Total provision charged in Profit & Loss A/c.	4,057,332,156	5,715,676,548

17.1.5 Total Provision Requirement and maintained for investments including off balance sheet items at the end of year 2024

Particulars	Required Provision for 2024 (Taka)	Maintained Provision for 2024 (Taka)
General provision on unclassified investment	5,959,200,000	5,959,200,000
Sub-Total:	5,959,200,000	5,959,200,000
Provision for Classified OBU investment	9,841,360,000	1,072,780,000
Provision for classified investments	455,746,400,000	53,949,620,000
Provision for investments considering qualitative judgment	73,718,200,000	5,000,000,000
Sub-Total:	539,305,960,000	60,022,400,000
Total provision for investment	545,265,160,000	65,981,600,000
General provision on off-balance sheet items	187,182,100,000	5,849,200,000
Total provision for investment including off balance sheet items at the end of the year	732,447,260,000	71,830,800,000
Provision surplus/(deficit) for the year 2024 (*)		(660,616,460,000)

(*) The aggregate required total provision for General Investment investment including off balance sheet items of the bank is Tk. 73,244.73 crore and maintained provision as per Financial Statements for the year ended 31 December 2024 is Tk. 7,183.08 crore including of Tk.45.00 crore as per directives of Bangladesh Bank letter no. DOS(CAMS)1157/41(Dividend)/2025-3101 dated 21.05.2025 resulting actual shortfall in provision is Tk. 66,061.65 crore.

(**) The Bank has calculated the required provision for General Investment investment including off balance sheet items of the bank as per forbearance letter vide: DOS(CAMS)1157/41(Dividend)/2025-3101, dated 21 May 2025 issued by Bangladesh Bank and maintained provision accordingly.

17.2 Provision for diminution in value of investments in shares

Opening balance	440,744,487	326,413,888
Add: Provision made/(adjustment) during the year	663,778,425	114,330,599
Closing balance (Note-17.2.1)	1,104,522,912	440,744,487

17.2.1 Provision for diminution in value of investments in shares(*)

i) Dealing

Quoted	971,368,097	371,568,719
Un-quoted	132,997,815	69,018,768
Sub-total	1,104,365,912	440,587,487

Required provision (i)

ii) Investment securities

Quoted	-	-
Un-quoted	157,000	157,000
Sub-total (ii)	157,000	157,000
Total (i+ii)	1,104,522,912	440,744,487

(*) As per DOS Circular No.01 dated 24 May 2023, Dos Circular No. 04 dated 10 February 2020 and directions regarding preparation of Financial Statements in Clause no. 38 (Sub-Clause 4/Kha of First Schedule) of Bank Company Act, 1991 (Amended up-to 2018), provision required for shares is Tk. 971,368,097 and Mutual Funds is Tk. 132,997,815. The ultimate required provision for share and securities is Tk. 1,104,522,912 which is categorized between dealing & investment securities and Quoted & Un-Quoted securities as per directions.

17.2(a) Consolidated provision for diminution in value of investments in shares made during the year

Islami Bank Bangladesh PLC.	663,778,425	114,330,599
Islami Bank Securities Limited	180,787,441	97,807,266
Islami Bank Capital Management Limited	8,259,000	7,450,000
Total	852,824,866	219,587,865

	31.12.2024 Taka	31.12.2023 Taka
17.3 Other provisions		
Provision for other assets (Note-17.3.1)	3,492,916,325	276,854,332
Provision for doubtful income account (Note-17.3.2)	85,634,281	104,247,690
Total	3,578,550,606	381,102,022
Particulars	Required Provision for 2024 (Taka)	Maintained Provision for 2024 (Taka)
Provision for other assets including IBDA & Placement	40,670,700,000	3,578,550,606
Total Provision Requirement and maintained for other assets at the end of year 2024	40,670,700,000	3,578,550,606
Provision for other assets surplus/(deficit) for the year 2024 (*)		(37,092,149,394)
(*) The aggregate required total provision for other assets of the bank in Tk. 4,067.07 crore and maintained provision as per Financial Statements for the year ended 31 December 2024 is Tk. 357.85 crore resulting actual shortfall in maintaining provision is Tk. 3,709.21 crore.		
The Bank has calculated the required provision against other assets as per forbearance letter vide: DOS(CAMS) 1157/41(Dividend)/2025-3101, dated 21 May 2025 issued by Bangladesh Bank and maintained provision accordingly.		
17.3.1 Provision for other assets		
Opening balance	276,854,332	93,811,693
Less: Settlement	-	-
Add: Provision made/(adjustment) during the year	3,216,061,993	183,042,639
Closing balance	3,492,916,325	276,854,332
Provision on other assets have been made as per BRPD Circular No.: 04 dated 12 April 2022.		
17.3.2 Provision for doubtful income account		
Opening balance	104,247,690	91,419,061
Add: Provision made during the year	7,831,576,573	98,858,414
Less: Provision kept for general investments	5,500,000,000	-
Less: Expended for charitable purposes	189,982	86,029,785
Less: Kept provision for CRR interest payment to Bangladesh Bank	2,350,000,000	-
Closing balance	85,634,281	104,247,690
17.4 Other provisions made for the year		
Provision for other assets	3,216,061,993	183,042,639
Provision for doubtful income account	7,831,576,573	98,858,414
Less: Provision kept for general investments	5,500,000,000	-
Total	5,547,638,566	281,901,053
17.5 Compensation account		
Opening balance	8,981,902,004	7,180,881,364
Addition during the year	7,929,884,181	5,499,888,279
Sub total	16,911,786,185	12,680,769,643
Less: Income tax provision @ 37.50%	2,754,605,638	1,743,072,384
Less: Expended for charitable activities	60,972,387	309,100,000
Less: Provision kept on compensation realizable fund	950,000,000	795,000,000
Less: Adjustment for CRR interest payment to Bangladesh Bank	480,000,000	-
Less: Adjustment of actual administrative cost incurred against defaulter clients	584,269,147	851,695,256
Closing balance	12,081,939,013	8,981,902,004
17.6 Profit/rent/compensation suspense		
Profit/rent suspense (Note-17.6.1)	9,958,784,055	4,216,477,896
Compensation suspense (Note-17.6.2)	71,304,286,440	50,696,797,650
Total	81,263,070,496	54,913,275,546
17.6.1 Profit/rent suspense		
Balance at the beginning of the year	4,216,477,896	3,781,865,141
Amount transferred to suspense account during the year including	6,343,584,340	614,564,409
Income reversal by Bangladesh Bank		
Amount transferred to investment income during the year	(446,278,181)	(115,751,654)
Amount written-off during the year	-	-
Amount waived during the year	(155,000,000)	(64,200,000)
Balance at the end of the year	9,958,784,055	4,216,477,896

	31.12.2024 Taka	31.12.2023 Taka
17.6.2 Compensation suspense		
Balance at the beginning of the year	50,696,797,650	39,972,423,802
Amount transferred to suspense account during the year including	23,616,612,501	13,449,039,348
Income reversal by Bangladesh Bank		
Amount transferred to compensation income during the year	(1,837,123,711)	(1,893,185,500)
Amount written-off during the year	-	-
Amount waived during the year	(1,172,000,000)	(831,480,000)
Balance at the end of the year	71,304,286,440	50,696,797,650
17.7 Current tax liability		
Balance of provision on 01 January	29,283,955,182	25,282,005,019
Add: Provision made during the year (Note 17.7.1)	9,338,236,866	10,571,206,273
Add: Other provision made during the year	2,755,634,785	1,760,318,331
Less: Settlement for previous year	8,200,218,864	8,329,574,441
Total (a)	33,177,607,969	29,283,955,182
Advance income tax paid		
Balance of advance tax on 01 January	8,765,267,245	8,610,239,147
Add: Payment made during the year	7,144,536,102	8,484,602,539
Less: Settlement for previous year	8,200,218,864	8,329,574,441
Total (b)	7,709,584,483	8,765,267,245
Net balance as at 31 December (a-b)	25,468,023,486	20,518,687,937
17.7.1 Provision for current tax made during the year		
Income tax @ 37.50% on taxable profit (A)	9,293,834,972	10,547,187,330
Add: Income tax @ 20% on dividend income	41,903,477	22,580,786
Capital Gain @ 15%	2,498,417	1,438,157
Estimated provision required as at 31 December	9,338,236,866	10,571,206,273
Computation of taxable profit		
Profit before tax	10,207,359,479	16,501,660,106
Less: Dividend income	209,517,385	112,903,928
Less: Capital Gain	16,656,113	14,381,573
Profit before tax (excluding dividend income and capital gain)	9,981,185,981	16,374,374,605
Add: Inadmissible expenditure	16,486,431,881	12,970,691,407
Less: Further allowable expenditure	1,684,057,936	1,219,233,132
Estimated taxable profit for the year (A)	24,783,559,926	28,125,832,881

Provision for tax for the year ended on 31 December 2024 has been made as per Income Tax Act, 2023 applying prevailing rates applicable on the net profit. Income tax assessments have been completed by the Deputy Commissioner of Taxes up to the accounting year 2021 and income tax return has been submitted for the year 2023. The Bank filled appeals/ writ petitions against tax assessment orders of different levels of tax authorities to the appropriate tax authorities and High Court on different disputed issues. Adequate provisions for those assessment years have been made in the books of accounts.

17.7.2 Reconciliation of effective tax rate

Particulars	2024		2023	
	%	Taka	%	Taka
Profit before income tax as per profit and loss account		10,207,359,479		16,501,660,106
Income Tax using the domestic corporate tax rate	37.50%	3,827,759,804	37.50%	6,188,122,540
Factors affecting the tax charge for current year:				
Non deductible expenses	60.57%	6,182,411,955	26.68%	4,864,009,278
Tax exempt income	-6.19%	(631,521,726)	-3.59%	(457,212,425)
Tax savings from reduced tax rates from dividend	-0.40%	(40,413,168)	-0.50%	(23,713,120)
Total income tax expenses	91.49%	9,338,236,865	64.06%	10,571,206,273

	31.12.2024 Taka	31.12.2023 Taka
17.7(a) Consolidated current tax made during the year		
Islami Bank Bangladesh PLC.	9,338,236,866	10,571,206,273
Islami Bank Securities Limited	122,145,952	106,425,492
Islami Bank Capital Management Limited	6,471,811	(4,639,794)
Total	9,466,854,629	10,672,991,971
17.8 Zakat payable		
Opening balance	658,715,210	296,935,239
Addition during the year (*)	-	1,062,913,871
Available for charitable activities	658,715,210	1,359,849,110
Less: expended for charitable activities	629,071,520	701,133,900
Closing balance	29,643,690	658,715,210
(*) Since the actual deficit in provision without forbearance by the regulator (Note: 17.1.5) is higher than zakatable reserves, we have not been considered any expenses as zakat for the year 2024 as per verdict of the Shari'ah Supervisory Council of its 261st meeting held on March 20, 2025.		
17.9 Unclaimed dividend		
Dividend remained unclaimed which were declared for the year:		
2020	2,757,409	2,800,215
2021	3,451,905	3,477,308
2022	4,991,393	5,106,521
2023	11,657,542	-
Total	22,858,247	11,384,044
17.10 Start-Up Fund for investment		
Opening balance	211,978,089	150,836,566
Provision made during the year	9,713,555	61,141,523
Disbursement made during the year	-	-
Closing balance	221,691,643	211,978,089
The Bank has created Start-Up Fund for investment since 2020 as per SMESPD Circular no. 04, dated 29 March 2021 and SMESPD Circular Letter no. 05, dated 26 April 2021 as 1% of Net Profit of the Bank.		
17.11 Maturity-wise classification of other liabilities		
Repayable on demand	-	-
With a residual maturity of		
Up to 1 Month	11,818,771,274	8,986,999,179
Over 1 month but not more than 3 months	11,782,293,251	9,077,776,948
Over 3 months but not more than 1 year	34,000,441,367	27,233,330,843
Over 1 year but not more than 5 years	23,173,741,241	18,155,553,895
More than 5 years	154,248,268,667	118,537,867,490
Total	235,023,515,800	181,991,528,355
17(a) Consolidated other liabilities		
Islami Bank Bangladesh PLC.	235,023,515,800	181,991,528,355
Islami Bank Securities Limited	5,022,296,574	4,943,903,541
Islami Bank Capital Management Limited	115,617,641	431,691,588
Inter-company balances	(4,881,997,037)	(5,010,332,431)
Total	235,279,432,978	182,356,791,053

18.0 Deferred tax (assets)/liabilities

Deferred tax assets and liabilities have been recognised and measured in accordance with the provision of International Accounting Standard (IAS)-12 "Income Taxes" and BRPD circular No. 11 dated 12 December 2011. Calculation of deferred tax has been made on all temporary differences between the tax base and carrying amounts for financial reporting purpose. Deferred tax assets and liabilities are attributable to the following:

	31.12.2024 Taka	31.12.2023 Taka
(i) Deferred tax on fixed assets excluding revaluation surplus		
Carrying amount	5,467,875,648	5,897,234,847
Tax Base	5,719,597,649	5,876,335,931
Temporary timing difference	(251,722,001)	20,898,916
Deferred tax (asset)/liability @ 37.50%	(94,395,750)	7,837,094
Opening balance	7,837,094	191,535,515
Deferred tax (income)/expenses	(102,232,844)	(183,698,421)
(ii) Deferred tax on revaluation reserve of Building		
Carrying amount	3,067,986,338	3,136,800,872
Tax Base	-	-
Temporary timing difference	3,067,986,338	3,136,800,872
Deferred tax (asset)/liability @ 37.50%	1,150,494,877	1,176,300,327
Opening balance	1,176,300,327	1,245,917,686
Transfer to /from reserve	(25,805,450)	(69,617,359)
(iii) Deferred tax on revaluation reserve of securities (HTM)		
Carrying amount	189,400,000	214,000,000
Tax Base	20,000,000	20,000,000
Temporary timing difference	169,400,000	194,000,000
Deferred tax (asset)/liability @ 10.00%	16,940,000	19,400,000
Opening balance	19,400,000	21,060,000
Transfer to /from reserve	(2,460,000)	(1,660,000)
iv) Deferred tax on provision for Rebate for good borrowers		
Carrying amount	-	-
Tax Base	-	-
Temporary timing difference	-	-
Deferred tax (asset)/liability @ 37.50%	-	-
Opening balance	-	-
Deferred tax (income)/expenses	-	-
(v) Net deferred tax (income)/expenses (i+iv)	(102,232,844)	(183,698,421)
(vi) Net deferred tax (assets)/liabilities (i+ii+iii+iv)	1,073,039,127	1,203,537,421
(vii) Net deferred tax transferred to reserve (ii)	(25,805,450)	(69,617,359)
(viii) Net deferred tax transferred from reserve (iii)	(2,460,000)	(1,660,000)
18(a) Consolidated Deferred tax (assets)/liabilities		
Islami Bank Bangladesh PLC.	1,073,039,127	1,203,537,421
Islami Bank Securities Limited	(2,104,730)	(2,224,699)
Islami Bank Capital Management Limited	(49,769)	148,320
Total	1,070,884,628	1,201,461,042
18(b) Consolidated Deferred tax (income)/expenses for the year		
Islami Bank Bangladesh PLC.	(102,232,844)	(183,698,421)
Islami Bank Securities Limited	119,969	223,228
Islami Bank Capital Management Limited	(198,089)	(170,411)
Total	(102,310,964)	(183,645,604)
19.0 Share capital		
19.1 Authorized capital		
The authorized capital of the Bank is Tk. 20,000,000,000 divided into 2,000,000,000 ordinary shares of Tk. 10 each.		
19.2 Brief history of raising of Paid up capital		
Paid-up Capital of the Bank at the end of the year 2023 is Tk. 16,099,906,680 divided into 1,609,990,668 ordinary shares of Tk. 10 each.		

No. of shares allotted	Date of issue	Face Value	Total allotted Shares (Cumulative Figure)	Total Paid-up Capital (Cumulative Figure)	Year	Remarks
500	13.03.1983	1,000	500	500,000	1983	Initial Capital
9,000	23.03.1983	1,000	9,500	9,500,000	1983	Sponsors subscription
2,500	23.03.1983	1,000	12,000	12,000,000	1983	Local Placement Holders subscription
56,000	23.03.1983	1,000	68,000	68,000,000	1983	Foreign Placement Holders subscription
4,000	10.04.1984	1,000	72,000	72,000,000	1984	Subscribed Bangladesh Bank on behalf of the Government of the Peoples Republic of Bangladesh 10.04.1984 as per approval of the Controller of Capital Issues dated 14.03.1983
8,000	22.08.1985	1,000	80,000	80,000,000	1985	IPO subscription on 22.08.1985
80,000	12.03.1990	1,000	160,000	160,000,000	1990	1st Rights -1989 (1R:1)
160,000	06.10.1996	1,000	320,000	320,000,000	1996	2nd Rights -1996 (1R:1)
320,000	01.03.2001	1,000	640,000	640,000,000	2000	3rd Rights 2000 (1R:1)
1,280,000	08.11.2003	1,000	1,920,000	1,920,000,000	2003	4th Rights 2003 (2R:1)
384,000	27.10.2004	1,000	2,304,000	2,304,000,000	2003	Bonus - 2003 (1B:5) – Stock Dividend @20%
460,800	17.11.2005	1,000	2,764,800	2,764,800,000	2004	Bonus -2004 (1B:5) – Stock Dividend @20%
691,200	17.10.2006	1,000	3,456,000	3,456,000,000	2005	Bonus -2005 (1B:4) – Stock Dividend @25%
345,600	30.10.2007	1,000	3,801,600	3,801,600,000	2006	Bonus -2006 (1B:10) – Stock Dividend @10%
950,400	30.09.2008	1,000	4,752,000	4,752,000,000	2007	Bonus - 2007 (1B:4) – Stock Dividend @25%
	30.11.2008	100	47,520,000	4,752,000,000	2008	IBBPLC Shares have been changed from Tk.1,000/- to Tk.100/- with a market lot of 10 shares with effect from 30.11.2008
14,256,000	15.09.2009	100	61,776,000	6,177,600,000	2008	Bonus - 2008 (3B:10) – Stock Dividend @30%
12,355,200	02.06.2010	100	74,131,200	7,413,120,000	2009	Bonus 2009 (1B:5) – Stock Dividend @20%
25,945,920	25.05.2011	100	100,077,120	10,007,712,000	2010	Bonus 2010 (35B:100) – Stock Dividend @35%
	04.12.2011	10	1,000,771,200	10,007,712,000		IBBPLC Shares have been changed from Tk.100/- to Tk.10/- with a market lot of 100 shares with effect from 04.12.2011
250,192,800	27.05.2012	10	1,250,964,000	12,509,640,000	2011	Bonus - 2011 (1B:4) – Stock Dividend @25%
212,663,880	30.05.2013	10	1,463,627,880	14,636,278,800	2012	Bonus - 2012 (17B:100) – Stock Dividend @17%
146,362,788	05.06.2014	10	1,609,990,668	16,099,906,680	2013	Bonus - 2013 (10B:100) – Stock Dividend @10%
Total			1,609,990,668	16,099,906,680		

19.2.1 The Paid-up Capital of the Bank is Tk.16,099,906,680 divided into 1,609,990,668 ordinary shares of Tk.10 each fully subscribed by:

Particulars	No. of Shares as on 31 Dec, 2024	% of Total	31.12.2024	31.12.2023
			Amount in Taka	Amount in Taka
(i) Sponsors/ promoters*	2,964,125	0.1841%	29,641,250	5,778,375,770
(ii) General public	1,607,006,226	99.8146%	16,070,062,260	10,321,327,740
(iii) Government of the People's Republic of Bangladesh**	20,317	0.0013%	203,170	203,170
Total	1,609,990,668	100.00%	16,099,906,680	16,099,906,680

* As per the requirement of Regulation no. 2(1)(r) of Dhaka Stock Exchange (Listing) Regulations, 2015 and Chittagong Stock Exchange (Listing) Regulations, 2015, the Shares holding by Sponsors/promoters of Foreign directors have been shifted to General public categories.

** The shares have already been sold by the Government of Bangladesh but no transfer has yet been made in share register of the Bank.

19.2.2 Break up of share holding and percentage thereof as on 31.12.2024

Holdings	No. of Shareholders	Total Holdings/No. of Shares	Percentage (%)
Less than 500 Shares	14,613	2,241,562	0.1392%
500 to 5,000 Shares	10,246	17,294,068	1.0742%
5,001 to 10,000 Shares	1,258	9,218,477	0.5726%
10,001 to 20,000 Shares	657	9,412,445	0.5846%
20,001 to 30,000 Shares	258	6,396,190	0.3973%
30,001 to 40,000 Shares	111	3,931,330	0.2442%
40,001 to 50,000 Shares	65	3,016,195	0.1873%
50,001 to 100,000 Shares	124	8,996,252	0.5588%
100,001 to 1,000,000 Shares	135	38,410,449	2.3858%
Over 1,000,000 Shares	52	1,511,073,700	93.8561%
Total	27,519	1,609,990,668	100.00%

The Hon'ble High Court Division of Supreme Court of Bangladesh has given a verdict (writ petition no. 3197 of 2025) regarding the imposition of restriction on the participation and voting right of 24 Institutional Shareholders (holding 81.92% of the share capital of the Bank) in the forthcoming Annual General Meeting (AGM) of the Bank.

20.0 Capital adequacy as per Basel - III as on 31 December 2024

The Calculation of Capital to Risk-weighted Assets Ratio (CRAR) of the Bank has been done as per the revised guidelines on Guidelines of Risk based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III) issued by Bangladesh Bank vide BRPD Circular No. 18 dated 21.12.2014. Detail calculation of Capital Adequacy as per Basel-III as on December 31, 2024 is given below:

(Amount in million Taka)

	31.12.2024 (Consolidated)	31.12.2024 (Solo)	31.12.2023 (Consolidated)
20.1 A. Regulatory capital			
Tier-1 (Going Concern Capital) (Note-20.1.1)	75,228.25	73,463.75	76,615.07
Tier-2 (Gone Concern Capital) (Note-20.1.2)	27,208.40	27,208.40	33,409.43
Total regulatory capital	102,436.65	100,672.15	110,024.50
20.1.1 Tier-1 (Going Concern Capital)			
Common Equity Tier-1 (CET-1) (Note-20.1.1.1)	64,228.25	62,463.75	65,615.07
Additional Tier (AT-1) (Note-20.1.1.2)	11,000.00	11,000.00	11,000.00
Total Tier-1 (Going Concern Capital)	75,228.25	73,463.75	76,615.07
20.1.1.1 Common Equity Tier-1 (CET-1)			
Fully paid-up capital/capital deposited with BB	16,099.91	16,099.91	16,099.91
Statutory reserve	22,735.46	22,735.46	22,735.47
Non-repayable share premium account	1.99	1.99	1.99
General reserve	23,711.20	23,609.34	23,688.46
Retained earnings	1,702.81	40.35	3,178.70
Non-controlling interest in subsidiaries	0.32	-	0.31
Dividend equalization account	32.00	32.00	32.00
i. Sub total	64,283.69	62,519.05	65,736.83
Deductions from Tier-1 (Going Concern Capital)			
Book value of goodwill/intangible assets	55.44	55.30	121.76
Shortfall in provisions required against classified assets	-	-	-
Shortfall in provisions required against investment in shares	-	-	-

(Amount in million Taka)

	31.12.2024 (Consolidated)	31.12.2024 (Solo)	31.12.2023 (Consolidated)
Remaining deficit on account of revaluation of investment in securities after netting off from any other surplus on the securities.	-	-	-
Reciprocal crossholdings of bank capital /subordinated debt	-	-	-
Any investment exceeding the approved limit	-	-	-
ii. Sub total	55.45	55.30	121.76
Total eligible CET-1 (i-ii)	64,228.24	62,463.75	65,615.07
20.1.1.2 Additional Tier-1 Capital (AT-1)			
Mudaraba Perpetual and Perpetual Contingent Convertible Bond	11,000.00	11,000.00	11,000.00
Total AT-1	11,000.00	11,000.00	11,000.00
20.1.2 Tier-2 (Gone Concern Capital)			
General provision (unclassified investment and off balance sheet exposure)	11,808.40	11,808.40	18,009.43
Mudaraba redeemable subordinated bond	15,400.00	15,400.00	15,400.00
Assets revaluation reserves	-	-	-
Revaluation reserves of securities	-	-	-
Revaluation reserves for equity instruments	-	-	-
All other preference shares	-	-	-
Others (if any item approved by Bangladesh Bank)	-	-	-
i. Sub total	27,208.40	27,208.40	33,409.43
ii. Deductions, if any	-	-	-
Excess amount over maximum limit of Tier-II Capital has been deducted	-	-	-
Total Eligible Tier-2 Capital (i-ii)	27,208.40	27,208.40	33,409.43
20.2 Risk Weighted Assets (RWA) for			
1. Investment (Credit) risk (i+ii)	1,239,196.89	1,239,641.53	776,336.65
(i) On-balance sheet	1,213,413.52	1,213,858.16	757,837.67
(ii) Off-balance sheet	25,783.37	25,783.37	18,498.98
2. Market Risk	9,917.80	9,917.80	10,733.13
3. Operational risk	80,580.75	79,662.71	71,225.21
Total Risk Weighted Assets (1+2+3)	1,329,695.44	1,329,222.04	858,294.99
B. Total Risk Weighted Assets (RWA) (Note-20.2)	1,329,695.44	1,329,222.04	858,294.99
C. Capital to Risk Weighted Asset Ratio (CRAR) (as against required above 12.50%)	7.70%	7.57%	12.82%
D. Going Concern Capital to RWA (as against required minimum 6.00%)	5.66%	5.52%	8.93%
E. Gone Concern Capital capital to RWA	2.04%	2.05%	3.89%
F. Minimum Capital Requirement (MCR)	132,969.54	132,922.20	85,829.50
G. Surplus capital (A-F)	(30,532.89)	(32,250.05)	24,195.00
H. Minimum capital requirement including capital conservation buffer	166,211.93	166,152.76	107,286.87
I. Surplus capital considering conservation buffer (A-H)	(63,775.28)	(65,480.61)	2,737.62

Notes

1. Mudaraba Perpetual and Perpetual Contingent Convertible Bond of Tk 11,000 million has been qualified for Additional Tier-I Capital.
2. Mudaraba Redeemable Subordinated Bond of Tk. 15,400 million out of Tk. 19,800 million has been qualified for Tier-II Capital.
3. As per Section 13(2) of the Bank Companies Act 1991 (amended in 2023), BRPD Circular No. 35 dated 29 December 2010, and BRPD Circular No. 18 dated 21 December 2014 to fulfil the Basel-III requirement, the Bank is required to maintain Capital to Risk Weighted Assets (CRAR) @ 12.50% (including buffer) of its Risk Weighted Assets but the Bank could maintain CRAR @7.57% with forbearance.
4. Capital has been calculated considering the Regulatory forbearance. The aggregated required provision for General Investment, Shares securities, off-balance sheet exposures and other assets of Islami Bank Bangladesh PLC. is Taka 77,422.25 crore and the maintained provision in the Financial Statements for the year ended 31 December 2024 is Taka 7,651.39 crore resulting actual shortfall in maintaining provision of Taka 69,770.86 crore. Islami Bank Bangladesh PLC. has calculated the required provision against General Investment, Shares securities, off-balance sheet exposures and other assets as per forbearance letter vide: DOS(CAMS)1157/41(Dividend)/2025-3101, dated-21 May 2025 issued by Bangladesh Bank and we have kept the required provision accordingly. If there is no forbearance from Bangladesh Bank, the CRAR would be (44.92%).

	31.12.2024 Taka	31.12.2023 Taka
21.0 Statutory reserve		
Opening balance	22,735,466,258	21,735,466,258
Add: Addition made this year	-	1,000,000,000
Closing balance	22,735,466,258	22,735,466,258
At least 20% of net profit before tax is to be transferred to statutory reserve account each year until the cumulative balance equal to the amount of paid up capital account as per Section 24 of the Bank Company Act 1991 as amended. Though the cumulative balance of statutory reserve exceeded the amount of paid up capital.		
22.0 Other reserves		
General reserve (Note-22.1)	23,609,337,478	23,609,337,478
Assets revaluation reserve (Note-22.2)	6,860,374,244	6,903,383,328
Revaluation reserve of securities (Note-22.3)	152,460,000	174,600,000
Translation reserve (Note-22.4)	121,083,527	26,112,120
Share premium	1,989,633	1,989,633
Dividend equalization account	32,000,000	32,000,000
Total	30,777,244,882	30,747,422,558
22.1 General reserve		
Opening balance	23,609,337,478	19,428,756,166
Add: Addition/(adjustment) made this year	-	4,180,581,312
Closing balance	23,609,337,478	23,609,337,478
22.2 Assets revaluation reserve		
Opening balance	6,903,383,328	9,018,051,329
Add: Addition made this year	-	-
Add: Deferred tax impact on excess depreciation	25,805,450	69,617,359
Less: Adjustment/sale made during the year (*)	-	2,103,769,139
Less: Depreciation adjustment on revalued amount of building	68,814,534	80,516,221
Closing balance	6,860,374,244	6,903,383,328
*A portion of revalued Land & Building has been sold out during the year 2023.		
22.3 Revaluation reserve of securities		
Opening balance	174,600,000	189,540,000
Add: Addition/(Adjustment) made during the year	(24,600,000)	(16,600,000)
Add: Deferred tax impact on revaluation reserve of securities	2,460,000	1,660,000
Closing balance	152,460,000	174,600,000
22.4 Translation reserve		
Opening balance	26,112,120	46,453,350
Add: Addition/(adjustment) made this year	94,971,408	(20,341,230)
Closing balance	121,083,527	26,112,120
22(a) Consolidated other reserves		
Islami Bank Bangladesh PLC.	30,777,244,882	30,747,422,558
Islami Bank Securities Limited	101,861,605	79,118,053
Islami Bank Capital Management Limited	-	-
Total	30,879,106,487	30,826,540,611

	31.12.2024 Taka	31.12.2023 Taka
23.0 Letters of guarantee		
(a) Claim against the bank which is not acknowledged as debt	-	-
(b) Money for which the bank is contingently liable in respect of guarantees issued favouring:	-	-
i) Directors	-	-
ii) Government	3,521,542,057	7,384,216,203
iii) Bank and other financial institutions	134,310,524	185,410,410
iv) Others	18,073,500,862	19,147,335,297
Total	21,729,353,443	26,716,961,910
24.0 Investment income		
Income from general investment (Note-24.1)	112,520,448,530	98,062,333,861
Profit on deposits with other banks & financial institutions (Note-24.2)	8,070,667,829	6,965,118,773
Total	120,591,116,359	105,027,452,635
24.1 Income from general investment (*)		
Bai Murabaha	60,099,293,408	59,572,569,746
Musharaka /Musharaka Documentary Bills	685,269,233	620,339,430
Bai Muajjal	8,513,518,072	7,417,688,251
Hire Purchase under Shirkatul Melk	25,084,499,941	18,394,233,089
Bai Salam	1,284,334,949	1,076,985,376
Bai-As-Sarf (FDB /FCD), IBP, MFCI and UPAS	807,503,995	1,216,969,857
Investment income: Off-shore Banking Unit (OBU)	15,932,924,033	9,645,982,189
Income on overseas Investment	-	-
Income on Mudaraba Investment	113,104,898	117,565,924
Sub total	112,520,448,530	98,062,333,861
(*) This amount includes any amount transferred from profit/rent suspense due to recovery or regularization of investment (i.e. due to declassification of investment) during the year. Amount transferred from profit/rent suspense is included in the "Investment income under respective mode of investment" and amount transferred from compensation suspense is included under "Compensation income".		
24.2 Profit on deposits with other banks & financial institutions		
In Bangladesh	8,070,667,829	6,965,118,773
Outside Bangladesh	-	-
Sub total	8,070,667,829	6,965,118,773
Grand total (24.1+24.2)	120,591,116,359	105,027,452,635
24.3 Investment income derived from the fund deployed by		
Mudaraba deposits	94,439,420,000	91,576,429,354
Other deposits/fund	26,151,696,359	13,451,023,281
Total	120,591,116,359	105,027,452,635
24(a) Consolidated investment income		
Islami Bank Bangladesh PLC.	120,591,116,359	105,027,452,635
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company transactions	(112,127,845)	(122,634,924)
Total	120,478,988,514	104,904,817,711

	31.12.2024 Taka	31.12.2023 Taka
25.0 Profit paid on mudaraba deposits		
Profit paid on Mudaraba Savings Deposit	11,038,169,853	10,004,553,696
Profit paid on Mudaraba Term Deposit Account	46,028,612,632	32,999,123,433
Profit paid on other Mudaraba Deposits	22,195,306,903	13,423,752,287
Profit paid on Placement	4,995,219,609	5,730,093,889
Profit paid on Mudaraba Subordinate Bond	1,552,202,963	1,324,337,441
Profit Paid on MPSA	6,530,385	-
Profit Paid on Agri-Refinance & Pre-Finance	520,186,297	107,893,300
Profit Paid on borrowing from BGIS & other banks	3,344,261,727	2,102,823,669
Total	89,680,490,367	65,692,577,714
25(a) Consolidated profit paid on mudaraba deposits		
Islami Bank Bangladesh PLC.	89,680,490,367	65,692,577,714
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company transactions	(111,183,496)	(77,779,613)
Total	89,569,306,871	65,614,798,101
26.0 Income from investments in shares & securities		
i. Inside Bangladesh		
Bangladesh Government Islamic Investment Bond (BGIIB)	1,845,768,271	2,108,358,167
Bangladesh Government Sukuk Bond (Islamic Bond)	1,592,238,112	1,513,615,623
Income on Share Securities Trading	16,656,113	14,381,573
Dividend Income (Note-26.1)	272,926,535	112,903,928
Profit on Mudaraba Perpetual Bond	476,614,456	415,229,168
Profit on Mudaraba Subordinated Bond	393,382,279	403,617,050
Sub total (i)	4,597,585,766	4,568,105,509
ii. Outside Bangladesh	-	-
Sub total (ii)	-	-
Total (i+ii)	4,597,585,766	4,568,105,509
26.1 Dividend Income		
Bangladesh Shipping Corporation (BSC)	5,000,000	5,000,000
Central Depository Bangladesh Ltd. (CDBL)	4,569,442	4,569,442
Dividend Income on APIF of IsDB	63,409,150	-
Islami Bank Securities Limited	134,992,300	-
Islami Bank Capital Management Limited	-	-
Other Companies	64,955,643	103,334,486
Total	272,926,535	112,903,928
26(a) Consolidated income from investments in shares & securities		
Islami Bank Bangladesh PLC.	4,597,585,766	4,568,105,509
Islami Bank Securities Limited	159,614,017	140,527,797
Islami Bank Capital Management Limited	19,112,000	12,411,671
Inter-company transactions	(134,992,300)	-
Total	4,641,319,483	4,721,044,977

	31.12.2024 Taka	31.12.2023 Taka
27.0 Commission, exchange & brokerage income		
Commission income	4,982,786,070	4,872,074,925
Exchange income (Note 27.1)	12,980,545,012	2,656,367,091
Total	17,963,331,081	7,528,442,016
27.1 Exchange income		
Gross exchange gain	12,980,545,012	2,656,367,091
Less: exchange loss	-	-
Net exchange gain	12,980,545,012	2,656,367,091
27(a) Consolidated commission, exchange & brokerage income		
Islami Bank Bangladesh PLC.	17,963,331,081	7,528,442,016
Islami Bank Securities Limited	29,795,990	64,056,898
Islami Bank Capital Management Limited	-	-
Total	17,993,127,071	7,592,498,914
28.0 Other operating income		
Rent on locker	33,701,806	32,019,298
Telephone/ trunk call charge	5,323	26,484
E & TA fees recovered	3,160	2,480
Account maintenance charges	1,046,395,058	1,015,476,300
Service charges recovered	349,166,314	255,210,444
Income from Mobile Wallet	9,610,067	10,348,081
Rent on premises realised	14,912,599	15,104,121
Sale proceeds of tender schedule	2,247,827	1,462,953
Profit on sale of bank's car	31,129,890	1,195,536
Cheque charge realised	37,328,066	90,915,222
P&T Charge realized	-	15,287,339
Commission on NPS network transaction	81,353,952	208,501,853
Proposal processing fees & services charge	1,037,788,158	731,970,899
Commission on remote transaction	94,089,461	661,137,586
Document processing fee (F.Ex.)	273,304,281	219,622,240
Commission on agent banking	472,382,715	530,375,897
SMS Charge	1,191,926,373	1,088,084,106
Others	3,819,418,954	4,032,747,087
Total	8,858,014,932	8,909,487,926
28(a) Consolidated other operating income		
Islami Bank Bangladesh PLC.	8,858,014,932	8,909,487,926
Islami Bank Securities Limited	588,015,998	417,975,407
Islami Bank Capital Management Limited	33,373,463	28,157,878
Inter Company Transactions	(111,183,496)	(77,779,613)
Total	9,368,220,897	9,277,841,598

	31.12.2024 Taka	31.12.2023 Taka
29.0 Salary & allowances		
Basic pay	10,774,393,100	9,749,880,287
Allowances	9,245,834,818	7,679,089,461
Bonus	3,188,492,538	2,868,141,975
Contribution to provident fund	805,830,734	729,282,452
Contribution to Gratuity	1,107,291,269	881,213,303
Contribution to benevolent fund and superannuation fund	310,800,000	115,800,000
Total	25,432,642,459	22,023,407,478
29(a) Consolidated salary & allowances		
Islami Bank Bangladesh PLC.	25,432,642,459	22,023,407,478
Islami Bank Securities Limited	46,425,932	45,498,665
Islami Bank Capital Management Limited	18,671,087	15,079,630
Total	25,497,739,478	22,083,985,773
30.0 Rent, taxes, insurances, electricity etc.		
Rent, rates and taxes (*)	228,596,793	644,114,750
Insurance including Deposit Insurance Premium	1,011,436,296	981,377,537
Electricity and lighting	543,530,781	507,045,243
Total	1,783,563,870	2,132,537,530
(*) Rent expense reverse Tk. 859,972,844 for implementing IFRS-16: Lease.		
30(a) Consolidated rent, taxes, insurances, electricity etc.		
Islami Bank Bangladesh PLC.	1,783,563,870	2,132,537,530
Islami Bank Securities Limited	7,950,668	7,866,842
Islami Bank Capital Management Limited	50,783	61,823
Total	1,791,565,321	2,140,466,195
31.0 Legal expenses		
Legal charges	11,946,378	7,577,062
31(a) Consolidated legal expenses		
Islami Bank Bangladesh PLC.	11,946,378	7,577,062
Islami Bank Securities Limited	470,875	472,970
Islami Bank Capital Management Limited	446,778	839,696
Total	12,864,031	8,889,728
32.0 Postage, stamps, telecommunications etc.		
Telephone	160,918,339	134,317,856
Postage	-	-
Fax, internet & stamps charges	2,206,158	3,455,885
Total	163,124,497	137,773,741
32(a) Consolidated postage, stamps and telecommunication etc.		
Islami Bank Bangladesh PLC.	163,124,497	137,773,741
Islami Bank Securities Limited	202,681	325,328
Islami Bank Capital Management Limited	296,592	259,039
Total	163,623,770	138,358,108
33.0 Stationery, printing and advertisement etc.		
Paper & table stationery	61,114,650	55,531,297
Printing and stationery (registers and forms)	104,302,930	105,808,255
Advertisement & publicity	155,670,986	198,878,011
Total	321,088,566	360,217,563

	31.12.2024 Taka	31.12.2023 Taka
33(a) Consolidated stationery, printing and advertisement etc.		
Islami Bank Bangladesh PLC.	321,088,566	360,217,563
Islami Bank Securities Limited	430,258	389,283
Islami Bank Capital Management Limited	143,258	95,452
Total	321,662,082	360,702,298
34.0 Chief executive's salary & fees		
Basic pay	9,724,056	9,261,000
House rent allowance	840,000	840,000
Medical allowance	1,440,000	1,440,000
Utilities allowance	1,080,000	1,080,000
Festival bonus	1,782,744	1,962,850
Incentive bonus	1,500,000	735,000
Leave Fare Assistance	1,440,000	1,440,000
House Maintenance	1,200,000	1,200,000
Bank Contribution to PF	-	460,478
Total	19,006,800	18,419,328
35.0 Directors' fees and expenses		
Directors' fees for attending board/ executive committee/ other committees meeting	3,564,000	3,784,000
TA/DA/hotel fare for local & foreign directors	1,182,879	2,845,860
Others	-	-
Total	4,746,879	6,629,860
35.1 Rate of fees for attending board/ executive committee/ other committees meeting		
For board meeting	10,000	8,000
For executive committee/ other committees meeting	10,000	8,000
35(a) Consolidated directors' fees and expenses		
Islami Bank Bangladesh PLC.	4,746,879	6,629,860
Islami Bank Securities Limited	974,004	1,170,875
Islami Bank Capital Management Limited	723,512	544,588
Total	6,444,395	8,345,323
36.0 Shari'ah supervisory committee's fees & expenses		
Shari'ah supervisory members' fees for attending meeting	1,399,774	1,556,000
TA/DA/hotel fare	-	-
Total	1,399,774	1,556,000
36.1 Rate of fees for attending shari'ah supervisory meeting		
For shari'ah supervisory meeting	10,000	8,000
For sub-committee meeting	10,000	8,000
37.0 Auditors' fees		
Auditors' fees	59,137,500	3,086,250
37(a) Consolidated auditors' fees		
Islami Bank Bangladesh PLC.	59,137,500	3,086,250
Islami Bank Securities Limited	92,000	92,000
Islami Bank Capital Management Limited	109,250	57,500
Total	59,338,750	3,235,750

	31.12.2024 Taka	31.12.2023 Taka
38.0 Depreciation/amortization and repair to bank's assets		
i) Depreciation/amortization		
Premises (building)	110,732,263	113,348,329
Furniture & fixtures	79,135,712	81,203,221
Mechanical appliances	142,169,190	149,829,461
Computer	229,557,260	211,006,645
Motor vehicles	136,036,389	163,979,230
Books	307,077	389,055
ATM	417,408,332	529,608,014
Depreciation on lease assets	746,283,730	275,247,816
Amortization: intangible assets	67,888,413	70,116,964
Sub total (i)	1,929,518,367	1,594,728,734
ii) Repair of bank's properties/assets	146,878,823	148,984,103
Grand total (i+ii)	2,076,397,190	1,743,712,837
38(a) Consolidated depreciation and repair to bank's assets		
Islami Bank Bangladesh PLC.	2,076,397,190	1,743,712,837
Islami Bank Securities Limited	4,240,066	5,790,900
Islami Bank Capital Management Limited	2,174,964	2,453,100
Total	2,082,812,220	1,751,956,837
39.0 Other expenses		
TA/ DA	209,817,105	139,880,052
Repairs to rented premises	5,866,016	4,621,226
Motor car running & maintenance (Note-39.1)	205,981,263	206,737,237
Periodicals & newspapers	24,713,030	21,511,262
Entertainment Expenses	113,814,518	137,707,867
Overtime	54,809,378	62,190,582
Training expenses	34,079,063	35,108,869
Meeting expenses	1,497,326	1,655,052
Bank charges	641,753,658	20,946,106
Uniforms	17,491,953	25,077,389
Conveyance	51,401,399	41,845,451
Cash award	43,453,100	46,703,588
Membership fees	14,331,807	14,364,026
Staff welfare	1,824,490	2,006,040
Evening banking allowance	5,621	28,950
Computer expenses	61,953,688	55,600,425
Wages	59,298,122	61,860,183
Discomfort allowance	75,667,421	71,237,840
Air condition maintenance	2,450,535	2,126,718
WASA/gas expenses	31,051,936	30,512,618
Washing charges	25,601,961	26,579,420
Transportation charges	8,060,564	8,443,038

	31.12.2024 Taka	31.12.2023 Taka
Reuters charges	10,466,877	15,683,066
Business development expenses	949,216,448	841,974,979
Photocopy expenses	27,720,306	24,942,430
Upkeep of office premises	44,261,719	36,546,749
Clearing house expenses	32,430	90,291
Band width charges	96,384,491	139,736,378
Bond expenses (*)	405,405,140	437,980,820
Recruitment expenses	23,704,705	789,640
Professional fees	6,749,530	8,512,560
Loss on sale of bank's fixed asset	292,761	5,082,036
Mobile wallet expense	7,260,030	8,026,083
BACH Expense	602,843	640,196
RDS expenses (Note-39.2)	114,413,033	112,532,506
NPS network transactions charges	38,334,481	23,717,707
VISA expenses	384,238,917	306,198,096
Maintenance of software	293,505,495	224,625,526
Diploma in Islamic Banking related expenses	8,315,073	10,224,054
Agent Banking related expenses	2,781,823,113	2,573,970,089
Finance charge on lease rental	216,308,929	62,562,661
ATM related expense	235,030,188	229,481,372
Others	4,651,404,770	4,149,449,369
Total	11,980,395,231	10,229,510,546

(*) Bond expenses includes Tk. 1,718,500 incurred against 02 (two) AT-1 Perpetual Bonds, Tk. 11,056,500 incurred against 05 (five) redeemable Tier-2 bonds and Tk. 392,630,140 incurred for payment of additional coupon/profit against redeemable Tier 2 bonds.

39.1 Motor car running and maintenance

As on 31.12.2024 the Bank had 447 (Four hundred and forty seven) Motor Vehicles (Car- 359, Jeep- 39, Pickup- 48 and Microbus- 2). Out of 447 vehicles, 337 cars are attached with the senior executives of the Bank as per transport policy of the Bank and rest vehicles are used for carrying cash, development works and other important works of the Bank. A sum of Tk. 205,981,263 was incurred during the year 2023 as against Tk. 206,737,237 incurred during the year 2023 for repairs, maintenance, purchase of fuel & lubricants and insurance etc. for the motor vehicles of the Bank.

39.2 RDS expenses

Risk allowance	33,508,000	33,418,000
By-cycle allowance	2,526,800	2,526,000
Motor cycle allowance	33,509,006	32,308,906
Field allowance	6,450,800	6,445,600
TA/ DA	10,855,000	10,821,000
Fuel	10,958,000	10,885,000
Stationary	10,874,427	10,407,000
Repairing	5,731,000	5,721,000
Total	114,413,033	112,532,506

39.3 VAT related to expenditures

All the expenditures reported in this Financial Statements are inclusive of VAT except for specific items which are exempted from VAT by appropriate authority.

	31.12.2024 Taka	31.12.2023 Taka
39(a) Consolidated other expenses		
Islami Bank Bangladesh PLC.	11,980,395,231	10,229,510,546
Islami Bank Securities Limited	174,894,300	129,061,728
Islami Bank Capital Management Limited	2,524,081	6,795,775
Inter Company transactions	(112,127,845)	(122,634,924)
Total	12,045,685,767	10,242,733,125
40.0 Retained earnings: movement of surplus in profit & loss account		
Retained earnings as on 1 January	1,609,990,668	1,609,990,668
Revaluation reserve of assets/securities transferred to retained earnings (*)	-	1,530,645,029
Add: Net profit after tax for the year	971,355,457	6,114,152,254
Add: Depreciation adjustment on revalued assets	68,814,534	80,516,221
Sub-total	2,650,160,659	9,335,304,172
Less:		
Transfer to statutory reserve	-	1,000,000,000
Transfer to/(from) general reserve	-	4,180,581,312
Dividend paid (Previous Year)	1,609,990,668	1,609,990,668
Transfer to start-up Fund	9,713,555	61,141,523
Coupon/profit on perpetual bond (**)	990,105,207	873,600,002
Sub-total	2,609,809,430	7,725,313,504
Balance of retained earnings as at 31 December	40,351,229	1,609,990,668
(*) The amount has been arisen due to sale of a revalued Land & Building during the year 2023.		
(**) As per Bangladesh Bank's Letter BRPD (BS)661/14BP/2022-3317 payment of Coupon/Profit against perpetual bond should be presented as Distributable items of the Bank.		
(***) With regulatory forbearance the net profit after Tax amount is Tk. 971,355,457.00 without considering the forbearance from Bangladesh Bank (Primary regulator of the Bank) against provision shortfall amount of Tk. 697,709,000,000.00, the net profit/(loss) after tax amount would be (Tk.696,737,253,938/-)		
40(a) Consolidated retained earnings		
Retained earnings as on 1 January	3,178,699,604	2,962,834,552
Revaluation reserve of assets/securities transferred to retained earnings	-	1,530,645,029
Add: Net profit attributable to equity holders of IBBPLC	1,087,853,539	6,353,317,684
Add: Transfer from Assets Revaluation Reserve to Retained Earnings	68,814,534	80,516,221
Sub-total	4,335,367,677	10,927,313,486
Less:		
Transfer to statutory reserve	-	1,000,000,000
Transfer to/(from) general reserve	22,743,553	4,203,881,689
Dividend paid (cash dividend)	1,609,990,668	1,609,990,668
Transfer to start-up Fund	9,713,555	61,141,523
Coupon/profit on perpetual bond	990,105,207	873,600,002
Sub-total	2,632,552,982	7,748,613,882
Balance of retained earnings as at 31 December	1,702,814,695	3,178,699,604
40(b) Non-controlling interest		

Particulars	As on 01.01.2024	Share of profit or loss for the year 2024	Adjust- ments	As on 31.12.2024	As on 31.12.2023
A. Islami Bank Securities Limited	301,301	13,614	-	314,915	301,301
Add: Adjustment for changing in shares position	-	-	-	-	-
Less: Dividend	-	-	-	700	-
Sub-total	301,301	13,614	-	314,215	301,301
B. Islami Bank Capital Management Limited	10,060	299	-	10,359	10,060
Less: Adjustment for changing in net Assets position	-	-	-	-	-
Less: Dividend	-	-	-	-	-
Sub-total	10,060	299	-	10,359	10,060
Total (A+B)	311,361	13,913		324,574	311,361

The share capital of Islami Bank Securities Ltd. is Tk. 2,700,000,000/- divided into 2,700,000 shares of Tk. 1,000/- each out of which share capital of minority is Tk. 154,000/- divided into 154 shares of Tk. 1,000/- each which represent 0.0057% of total share of the subsidiary Company.

The share capital of Islami Bank Capital Management Ltd. is Tk. 600,000,000/- divided into 600,000 shares of Tk. 1,000/- each out of which share capital of minority is Tk. 14,000/- divided into 14 shares of Tk. 1,000/- each which represent 0.0023% of total share of the subsidiary Company.

41.0 Events after reporting period

(a) The Board of Directors of the Bank in its 371st meeting held on August 26, 2025 recommended no Dividend for the year 2024 subject to approval of the shareholders in the ensuing 42nd Annual General Meeting to be held on November 19, 2025.

(b) The Bank has not recognized contingent liabilities arising from ongoing investigations, legal claims, regulatory penalties and potential defaults associated with its classified investment portfolio. Notably, the Bank is subject to multiple enforcement actions by Bangladesh Bank and proceedings initiated by the concerned govt. agency/relevant regulatory authority, which could give rise to material financial obligations. In addition, guarantees, letters of credit and off-balance sheet exposures tied to high-risk borrowers-particularly those under common influence of S. Alam Group-were either omitted or insufficiently disclosed in the financial statements. appropriate recognition or disclosure been made, it could have had a material impact on the Bank's financial position, results of operations, and stakeholder understanding of its risk exposure.

(c) As per Writ Petition filed by a shareholder of the Bank, the Hon'ble High Court Division of the Supreme Court passed an order to appoint 02 (two) independent auditors namely (i) Mahfel Huq & Co., and (ii) A. Wahab & Co. for auditing the Balance Sheet and Profit & Loss Account of Islami Bank Bangladesh PLC. (IBBPLC) for the year ending on 31st December 2024. Accordingly Bank has issued appointment letter infavour of the mentioned auditors vide letter No. IBBPLC/HO/MDS/2025/157 dated 16.07.2025 being taken into account of the issue by the Board of Directors in its 366th dated 10.07.2025.

42.0 Earnings per share (EPS)

a) Attributable profit for the year

b) Weighted average number of ordinary share during the year

Basic earnings per share (EPS) (a ÷ b)

The Earning Per Share (EPS) on solo basis of the Bank has significantly reduced by Tk. (3.80-0.60) = Tk. 3.20 in 2024 mainly due to increase of Profit Paid on Deposits by Tk. 23,987.91 million and increase in provision maintenance by Tk. 4,156.84 million.

Diluted earnings per share is not applicable since there is no possibility of dilution of shares during the year.

42(a) Consolidated earnings per share

Consolidated net profit after tax

Less: Profit attributable to non-controlling interest

Attributable profit for distribution to shareholders of IBBPLC

Weighted average number of ordinary share during the year

Consolidated basic earnings per share

	31.12.2024 Taka	31.12.2023 Taka
a) Attributable profit for the year	971,355,457	6,114,152,254
b) Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Basic earnings per share (EPS) (a ÷ b)	0.60	3.80
Consolidated net profit after tax	1,087,867,452	6,353,330,930
Less: Profit attributable to non-controlling interest	13,913	13,246
Attributable profit for distribution to shareholders of IBBPLC	1,087,853,539	6,353,317,684
Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Consolidated basic earnings per share	0.68	3.95

	31.12.2024 Taka	31.12.2023 Taka
43.0 Net asset value per share (NAV) of the Bank		
a) Capital/shareholders' equity for the year	69,652,969,050	71,192,786,164
b) Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Net asset value per share (NAV) (a ÷ b)	43.26	44.22

Net asset value per share (NAV) has been disclosed as per the Bangladesh Securities and Exchange Commission's Notification No.BSEC/CMRRCD/2006-158/208/Admin/81 dated June 20, 2018.

	31.12.2024 Taka	31.12.2023 Taka
44.0 Net operating cash flow per share (NOCFPS)		
a) Net cash flows from operating activities	93,412,536,318	(17,351,396,647)
b) Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Net operating cash flow per share (NOCFPS) (a ÷ b)	58.02	(10.78)

The Net Operating Cash Flow Per Share (NOCFPS) on solo basis has significantly increased by Tk. 68.80 than that of previous year mainly due to decrease of investment to customers of Tk. 187,882.12 million during the year 2024. However, the cash & cash equivalents balance of the bank is Tk. 208,297.99 million as on 31 December 2024.

	31.12.2024 Taka	31.12.2023 Taka
45.0 Reconciliation of cash and cash equivalent at the end of the year		
Cash in hand	32,335,624,310	35,241,123,870
Balance with Bangladesh Bank and its agent banks (Sonali Bank PLC.)	75,040,402,798	82,663,599,136
Balance with other banks and financial institutions	100,922,063,002	101,578,824,230
Total	208,298,090,110	219,483,547,236

45(a) Reconciliation of consolidated cash and cash equivalent at the end of the year		
Cash in hand	32,335,649,910	35,241,166,165
Balance with Bangladesh Bank and its agent banks (Sonali Bank PLC.)	75,040,402,798	82,663,599,136
Balance with other banks and financial institutions	105,722,859,100	106,288,372,039
Total	213,098,911,808	224,193,137,340

Note: The reconciliation of net profit with cash flows from operating activities has been presented at Annexure- E.


46.0 Currency wise exposures

Currency wise exposures are shown at Annexure- C.


Md. Omar Faruk Khan
Managing Director


Prof. Dr. Mohammed Masud Rahman
Independent Director


Md. Abdus Salam FCA, FCS
Independent Director


Mohammad Khurshid Wahab
Independent Director

Dated: Dhaka, August 26, 2025

Islami Bank Bangladesh PLC.

Fixed Assets Schedule

As at 31 December 2024

Annexure - A

(Amount in Taka)

Group of Fixed Assets	Cost				Depreciation/Amortization			Written Down Value	
	Balance as at 01.01.2024	Addition during the year	Sale / adjustment during the year	Total as at 31.12.2024	Charged up to 01.01.2024	Charged during the year	Adjustment during the year	Total as at 31.12.2024	as at 31.12.2024
1	2	3	4	5 (2 + 3 - 4)	6	7	8	9 (6+7-8)	10 (5-9)
A. Tangible Assets									
i) Premises									
Cost									
Land	554,955,943	-	-	554,955,943	-	-	-	-	554,955,943
Building	1,940,433,161	-	-	1,940,433,161	659,700,458	41,917,729	-	701,618,187	1,238,814,974
Construction/ capital work in process	-	-	-	-	-	-	-	-	-
Sub total	2,495,389,104	-	-	2,495,389,104	659,700,458	41,917,729	-	701,618,187	1,793,770,917
Revaluation									
Land	4,975,694,942	-	-	4,975,694,942	-	-	-	-	4,975,694,942
Building	4,419,507,237	-	-	4,419,507,237	1,270,949,402	68,814,534	-	1,339,763,936	3,079,743,301
Sub total	9,395,202,179	-	-	9,395,202,179	1,270,949,402	68,814,534	-	1,339,763,936	8,055,438,243
Sub total (i)	11,890,591,283	-	-	11,890,591,283	1,930,649,860	110,732,263	-	2,041,382,123	9,849,209,160
ii) Other fixed assets									
Furniture and fixtures	1,794,225,666	70,518,265	902,875	1,863,841,056	938,348,121	79,135,712	413,651	1,017,070,182	846,770,874
Mechanical appliances	3,156,055,087	120,830,974	19,601,725	3,257,284,336	2,514,239,398	142,169,190	18,633,603	2,637,774,985	619,509,350
Computer	2,580,061,782	136,690,771	4,113,678	2,712,638,875	2,077,548,408	229,557,260	3,819,589	2,303,286,078	409,352,796
Motor vehicles	1,634,030,782	54,555,221	27,879,496	1,660,706,507	1,326,206,862	136,036,389	24,771,676	1,437,471,576	223,234,931
Books	11,602,922	80,752	-	11,683,674	10,420,680	307,077	-	10,727,757	955,916
ATM	4,174,492,363	35,767,464	-	4,210,259,827	2,000,364,596	417,408,332	-	2,417,772,927	1,792,486,900
ROU-Assets for lease rent	2,380,392,163	3,420,442,233	-	5,800,834,396	1,509,415,565	746,283,730	-	2,255,699,295	3,545,135,101
Sub Total (ii)	15,730,860,765	3,838,885,680	52,497,774	19,517,248,670	10,376,543,630	1,750,897,690	47,638,519	12,079,802,801	7,437,445,869
Total (i+ii)	27,621,452,048	3,838,885,680	52,497,774	31,407,839,953	12,307,193,490	1,861,629,953	47,638,519	14,121,184,924	17,286,655,029
B. Intangible assets									
	838,120,667	1,781,906	-	839,902,573	716,716,025	67,888,413	-	784,604,439	55,298,134
Total (A+B)	28,459,572,715	3,840,667,586	52,497,774	32,247,742,526	13,023,909,515	1,929,518,367	47,638,519	14,905,789,363	17,341,953,163
									15,435,663,200

Islami Bank Bangladesh PLC.

Consolidated Fixed Assets Schedule

As at 31 December 2024

Annexure - B
(Amount in Taka)

Group of Fixed Assets	Cost				Depreciation/Amortization			Written Down Value		
	Balance as at 01.01.2024	Addition during the year	Sale /adjustment during the year	Total as at 31.12.2024	Charged up to 01.01.2024	Charged during the year	Adjustment during the year	Total as at 31.12.2024	as at 31.12.2024	as at 31.12.2023
1	2	3	4	5 (2 + 3 - 4)	6	7	8	9 (6+ 7 - 8)	10 (5 - 9)	11
A. Tangible Assets										
i) Premises										
Cost										
Land	554,955,943	-	-	554,955,943	-	-	-	-	554,955,943	554,955,943
Building	1,940,433,161	-	-	1,940,433,161	659,700,458	41,917,729	-	701,618,187	1,238,814,974	1,280,732,703
Construction/capital work in process	-	-	-	-	-	-	-	-	-	-
Sub total (i)	2,495,389,104	-	-	2,495,389,104	659,700,458	41,917,729	-	701,618,187	1,793,770,917	1,835,688,646
Revaluation										
Land	4,975,694,942	-	-	4,975,694,942	-	-	-	-	4,975,694,942	4,975,694,942
Building	4,419,507,237	-	-	4,419,507,237	1,270,949,402	68,814,534	-	1,339,763,936	3,079,743,301	3,148,557,835
Sub total	9,395,202,179	-	-	9,395,202,179	1,270,949,402	68,814,534	-	1,339,763,936	8,055,438,243	8,124,252,777
Sub total (i)	11,890,591,283	-	-	11,890,591,283	1,930,649,860	110,732,263	-	2,041,382,123	9,849,209,160	9,959,941,423
ii) Other fixed assets										
Furniture and fixtures	1,805,710,837	70,620,026	902,875	1,875,427,988	942,118,269	80,397,163	413,651	1,022,101,781	853,326,207	863,592,568
Mechanical appliances	3,161,093,448	121,190,104	19,721,725	3,262,561,827	2,516,585,456	142,743,998	18,753,603	2,640,575,851	621,985,975	644,507,992
Computer	2,587,247,710	136,914,871	4,307,678	2,719,854,903	2,083,133,810	230,432,712	4,013,589	2,309,552,932	410,301,970	504,113,900
Motor vehicles	1,641,388,282	54,555,221	27,879,496	1,668,064,007	1,333,347,377	136,253,373	24,771,676	1,444,829,074	223,234,933	308,040,905
Books	11,602,922	80,752	-	11,683,674	10,420,681	307,077	-	10,727,758	955,916	1,182,241
ATM	4,174,492,363	35,767,464	-	4,210,259,827	2,000,364,596	417,408,332	-	2,417,772,927	1,792,486,900	2,174,127,767
ROU -Assets for lease rent	2,383,068,245	3,420,442,233	-	5,803,510,478	1,510,488,659	747,245,522	-	2,257,734,181	3,545,776,297	872,579,586
Sub Total (ii)	15,764,603,807	3,839,570,671	52,811,774	19,551,362,703	10,396,458,847	1,754,788,177	47,952,519	12,103,294,505	7,448,068,198	5,368,144,960
Total (i+ii)	27,655,195,090	3,839,570,671	52,811,774	31,441,953,986	12,327,108,707	1,865,520,440	47,952,519	14,144,676,628	17,297,277,358	15,328,086,383
B. Intangible Assets	840,485,857	1,865,906	-	842,351,763	718,096,463	68,499,445	-	786,595,909	55,755,854	122,389,394
Total (A+B)	28,495,680,947	3,841,436,577	52,811,774	32,284,305,749	13,045,205,170	1,934,019,886	47,952,519	14,931,272,537	17,353,033,212	15,450,475,777

Islami Bank Bangladesh PLC.

Currency wise Exposures

As at 31 December 2024

Annexure - C
(Amount in Taka)

ASSETS	Taka		Equivalent Taka of US Dollar		Equivalent Taka of GBP		Equivalent Taka of EURO		Equivalent Taka of Other Currency		Total Taka	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
1	2	3	4	5	6	7	8	9	10	11	12	13
Cash in hand	32,146,579,824	35,168,504,840	188,921,430	72,481,197	58,705	64,251	-	-	64,351	73,582	32,335,624,310	35,241,123,870
Balance with Bangladesh Bank & its agent bank	68,104,411,281	78,097,359,658	6,927,850,380	4,556,428,967	576,125	695,842	7,432,510	8,935,126	132,502	179,542	75,040,402,798	82,663,599,136
Balance with banks & other financial institutions	86,135,788,284	84,526,717,667	11,859,515,830	10,859,494,576	119,879,500	139,866,950	1,317,425,739	1,394,631,101	1,489,453,649	4,658,113,937	100,922,063,202	101,578,824,231
Placement with other banks & financial institutions	-	-	-	-	-	-	-	-	-	-	-	-
Investments (in shares & securities)	185,945,514,410	87,055,162,121	1,018,500,512	983,211,300	-	-	-	-	-	-	186,964,014,922	88,038,373,421
Investments	1,495,702,672,194	1,378,802,628,149	55,581,038,276	221,463,033,951	-	-	-	-	-	-	1,551,283,710,470	1,600,265,662,100
Fixed assets including premises	17,341,953,163	15,435,663,200	-	-	-	-	-	-	-	-	17,341,953,163	15,435,663,200
Other assets	261,345,599,125	108,309,536,758	-	-	-	-	-	-	-	-	261,345,599,125	108,309,536,758
Non banking assets	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	2,146,722,618,282	1,787,395,572,392	75,575,826,428	237,934,649,991	120,514,330	140,627,043	1,324,858,249	1,403,566,227	1,489,650,502	4,658,367,061	2,225,233,367,791	2,031,532,782,714

LIABILITIES	Taka		Equivalent Taka of US Dollar		Equivalent Taka of GBP		Equivalent Taka of EURO		Equivalent Taka of Other Currency		Total Taka	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Placement from Bangladesh Bank, other banks, financial institutions and agents	291,056,492,246	195,428,924,541	1,200,000,000	15,950,000,000	-	-	-	-	-	-	292,256,492,246	211,378,924,541
Deposits	1,549,979,157,034	1,480,237,264,962	39,338,940,700	41,661,538,881	4,795,201	4,580,325	3,825,460	3,542,685	865,015	844,685	1,589,327,583,410	1,521,907,771,538
Bills payable	7,099,768,157	12,658,234,695	-	-	-	-	-	-	-	-	7,099,768,157	12,658,234,695
Other liabilities	235,880,622,228	183,135,518,584	215,932,700	59,547,191	-	-	-	-	-	-	236,096,554,927	183,195,065,776
Mudaraba Perpetual Bond	11,000,000,000	11,000,000,000	-	-	-	-	-	-	-	-	11,000,000,000	11,000,000,000
Mudaraba Redeemable Subordinated Bond	19,800,000,000	20,200,000,000	-	-	-	-	-	-	-	-	19,800,000,000	20,200,000,000
Total liabilities	2,114,816,039,665	1,902,659,942,782	40,754,873,400	57,671,086,072	4,795,201	4,580,325	3,825,460	3,542,685	865,015	844,685	2,155,580,398,740	1,960,339,996,550
Net position	31,906,478,617	(115,264,370,390)	34,820,953,028	180,263,563,919	115,719,129	136,046,718	1,321,032,789	1,400,023,542	1,488,785,487	4,657,522,376	69,652,969,050	71,192,786,164

Islami Bank Bangladesh PLC.

Consolidated Segment Reporting

For the year ended 31 December 2024

Annexure-D

A. Segmental operating profit and loss

Particulars	Head Office Controlled Branches	Dhaka Central Zone	Dhaka South Zone	Dhaka North Zone	Khulna Zone	Comilla Zone	Rajshahi Zone	Chittagong South Zone	Noakhali Zone	Common	Consolidated
Investment income	40,934,230,000	1,353,210,000	1,743,430,000	2,974,770,000	3,736,000,000	1,502,240,000	7,851,180,000	5,734,920,000	1,285,260,000	58,005,067,997	125,120,280,997
Profit paid on mudaraba deposits	(8,531,005,423)	(4,509,398,282)	(2,300,575,412)	(3,830,730,597)	(2,124,355,078)	(3,918,097,062)	(2,611,760,217)	(3,354,580,314)	(3,807,559,747)	(54,581,244,739)	(89,569,306,871)
Profit received/(paid) on IB General A/C	(29,370,000,000)	(259,060,000)	3,104,430,000	4,350,210,000	1,525,080,000	6,570,970,000	(3,717,900,000)	2,299,250,000	5,790,620,000	(9,706,400,000)	-
Net investment income	3,033,224,577	(3,415,248,282)	2,547,284,588	3,494,249,403	3,136,724,922	4,155,112,938	1,521,519,783	4,679,589,686	3,268,320,253	(6,282,576,742)	35,550,974,126
Commission, exchange & other income	3,037,200,000	2,058,050,000	449,230,000	736,050,000	501,780,000	440,150,000	561,810,000	446,760,000	419,620,000	18,710,697,969	27,361,347,969
Total operating income	6,070,424,577	(1,357,198,282)	2,996,514,588	4,230,299,403	3,638,504,922	4,595,262,938	2,083,329,783	5,126,349,686	3,687,940,253	12,428,121,226	62,912,322,094
Total operating expenses	(1,297,750,000)	(1,575,580,001)	(1,097,980,000)	(1,475,700,000)	(1,279,860,000)	(1,170,920,000)	(1,261,780,000)	(1,233,090,000)	(1,165,350,000)	(30,444,132,388)	(42,002,142,389)
Operating Profit	4,772,674,577	(2,932,778,283)	1,898,534,588	2,754,599,403	2,358,644,922	3,424,342,938	821,549,783	3,893,259,686	2,522,590,253	(18,016,011,162)	20,910,286,705

There are 19 operating segments including subsidiaries as on 31 December 2024. Out of which only 9 are reportable as per IFRS-8 "Operating Segments". Hence other non-reportable segments have been shown as under 'Common'.

Consolidated Segment Reporting

For the year ended 31 December 2023

Particulars	Head Office Controlled Branches	Dhaka Central Zone	Dhaka South Zone	Dhaka North Zone	Khulna Zone	Comilla Zone	Rajshahi Zone	Chittagong South Zone	Noakhali Zone	Common	Consolidated
Investment income	32,730,150,000	12,080,180,000	1,405,660,000	2,740,980,000	3,224,320,000	1,314,620,000	9,074,030,000	4,378,770,000	1,285,260,000	41,391,892,688	109,625,862,688
Profit paid on mudaraba deposits	(5,713,217,204)	(4,637,109,108)	(2,360,719,706)	(3,926,490,292)	(2,193,852,275)	(4,035,429,779)	(2,670,207,038)	(3,454,182,851)	(3,912,697,136)	(32,710,892,712)	(65,614,798,101)
Profit received/(paid) on IB General Account	(18,135,000,000)	(259,060,000)	3,104,430,000	4,350,210,000	1,525,080,000	6,570,970,000	(3,717,900,000)	2,299,250,000	5,790,620,000	1,528,600,000	-
Net investment income	8,881,932,796	7,184,010,892	2,149,370,294	3,164,699,708	2,555,547,725	3,850,160,221	2,685,922,962	3,223,837,149	3,163,182,864	10,209,599,976	44,011,064,587
Commission, exchange & other income	3,692,050,000	2,058,050,000	449,230,000	736,050,000	501,780,000	440,150,000	561,810,000	446,760,000	419,620,000	7,564,840,512	16,870,340,512
Total operating income	12,573,982,796	9,242,060,892	2,598,600,294	3,900,749,708	3,057,327,725	4,290,310,221	3,247,732,962	3,670,597,149	3,582,802,864	17,774,440,488	60,881,405,099
Total operating expenses	(1,324,216,753)	(1,677,211,715)	(1,158,377,412)	(1,554,887,123)	(1,350,356,605)	(1,238,293,323)	(1,335,770,959)	(1,291,105,109)	(1,224,603,953)	(25,666,739,384)	(37,821,562,336)
Operating Profit	11,249,766,043	7,564,849,177	1,440,222,882	2,345,862,585	1,706,971,120	3,052,016,898	1,911,962,003	2,379,492,040	2,358,198,911	(7,892,298,896)	23,059,842,763

B. Segmental assets and liabilities

The necessary information regarding assets and liabilities of operating segments (except subsidiaries) are not separable and individually identifiable for this purpose. For this reason the assets and liabilities of the respective segments have not been presented here.

Islami Bank Bangladesh PLC.

Reconciliation of Net Profit with Cash Flows from Operating Activities

For the year ended 31 December 2024

Annexure-E

Particulars	Note	2024	2023
		Taka	Taka
Profit before tax as per profit and loss accounts		10,207,359,479	16,501,660,106
Adjustment for non cash items			
Provision for investments & off- balance sheet exposures		4,057,332,156	5,715,676,548
Provision for diminution in value of investments in shares		663,778,425	114,330,599
Other provisions		5,547,638,566	281,901,053
Depreciation of property plant & equipment		1,929,518,367	1,594,728,734
Foreign exchange gain/(Loss)		94,971,408	(20,341,230)
Profit on sale of the fixed assets		30,837,129	(3,886,500)
		12,324,076,051	7,682,409,204
Increase/decrease in operating assets & liabilities			
Investments to customers		48,981,951,630	(138,900,164,587)
Placement from other banks		80,877,567,705	23,940,555,141
Other assets		(153,036,062,367)	(74,778,609,651)
Deposits from other banks		18,052,301,323	11,300,560,101
Deposits received from customers		40,809,044,011	112,820,016,793
Other liabilities		42,340,834,589	32,566,778,785
Income tax paid		(7,144,536,102)	(8,484,602,539)
		70,881,100,788	(41,535,465,957)
Cash flows from operating activities as per cash flow statement		93,412,536,318	(17,351,396,647)

Islami Bank Bangladesh PLC.

Financial Highlights

As at and for the year ended 31 December 2024

Amount in Million Taka

Sl. No.	Particulars	2024	2023
1	Paid-up Capital	16,099.91	16,099.91
2	Total Capital (Equity)	100,672.15	108,376.71
3	Capital Surplus/(Deficit)	(65,480.62)	1,072.17
4	Total Assets (Excluding contra)	2,225,233.37	2,031,532.78
5	Total Deposits	1,596,427.35	1,534,566.01
6	Total Investments (excluding Investment in shares/securities)	1,551,283.71	1,600,265.66
7	Total Contingent Liabilities and Commitments	249,630.53	223,707.34
8	Investment Deposit Ratio (IDR)	93.37%	91.90%
9	Percentage of classified investment against total general investments	42.36%	4.32%
10	Profit after Tax & Provision	971.36	6,114.15
11	Amount of classified investment during current year	587,968.96	15,166.09
12	Provision kept against classified investments	60,022.41	48,662.86
13	Provision surplus/ (deficit)	(660,616.46)	0.50
14	Cost of Fund	8.77%	7.17%
15	Profit Earning Assets	713,326.96	1,264,162.31
16	Non-profit Earning Assets	1,511,906.40	767,370.47
17	Return on Investments	7.31%	6.76%
18	Return on Assets	0.05%	0.32%
19	Income from Investments	125,188.70	109,595.56
20	Earnings Per Share (EPS) in Taka	0.60	3.80
21	Net Income Per Share in Taka	0.60	3.80
22	Price Earning Ratio (Times)	68.17	8.58
23	Net Asset Value (NAV)	69,652.97	71,192.79
24	Net Asset Value (NAV) Per Share in Taka	43.26	44.22
25	Net Operating Cash Flow Per Share (NOCFPS) in Taka	58.02	(10.78)
26	Dividend Yield Per Share	0.00%	3.07%
27	Dividend Pay Out Ratio Per Share	0.00%	26.33%
28	Dividend Cover Ratio (Times)	-	3.80

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)

Balance Sheet

As at 31 December 2024

Particulars	Notes	31.12.2024		31.12.2023	
		USD	BDT	USD	BDT
Property and assets					
Cash in hand		-	-	-	-
Cash in hand (including foreign currency)		-	-	-	-
Balance with Bangladesh Bank & its agent bank(s)		-	-	-	-
(including foreign currency)		-	-	-	-
Balance with other banks & financial institutions		39,257,016.48	4,710,846,738	409,523.83	45,047,621
In Bangladesh	2.0	39,257,016.48	4,710,846,738	409,523.83	45,047,621
Outside Bangladesh		-	-	-	-
Placement with banks & other financial institutions	3.0	-	-	-	-
Investments in shares & securities		-	-	-	-
Government		-	-	-	-
Others		-	-	-	-
Investments	4.0	117,945,421.51	14,153,450,581	1,704,844,789.76	187,532,926,874
General investments etc.		-	-	-	-
Bills purchased & discounted	4.1	117,945,421.51	14,153,450,581	1,704,844,789.76	187,532,926,874
Fixed assets		-	-	-	-
Other assets	5.0	-	-	396,784.71	43,646,318
Non - banking assets		-	-	-	-
Total property and assets		157,202,437.99	18,864,297,319	1,705,651,098.30	187,621,620,813
Liabilities and Capital					
Liabilities					
Placement from banks & other financial institutions	6.0	129,055,744.24	15,486,689,309	1,650,373,838.80	181,541,122,268
Deposits & other accounts		1,154,513.02	138,541,563	112,898.06	12,418,787.00
Mudaraba Savings Deposits		41,257.48	4,950,898	1,991	218,977
Mudaraba Term Deposits		1,113,255.54	133,590,665	110,907	12,199,810
Other Mudaraba Deposits		-	-	-	-
Al- Waddeah Current and other deposit accounts		-	-	-	-
Bills payable		-	-	-	-
Other liabilities	7.0	26,992,180.73	3,239,066,447	55,164,361.44	6,068,079,758
Deferred tax liabilities /(assets)		-	-	-	-
Total liabilities		157,202,437.99	18,864,297,319	1,705,651,098.30	187,621,620,813
Capital/ share-holders' equity		-	-	-	-
Paid - up capital		-	-	-	-
Statutory reserve		-	-	-	-
Translation reserves	8.0	-	121,083,527	-	26,112,120
Retained earnings	17.0	-	(121,083,527)	-	(26,112,120)
Total liabilities & shareholders' equity		157,202,437.99	18,864,297,319	1,705,651,098.30	187,621,620,813
Off-balance sheet items					
Contingent liabilities					
Acceptances & endorsements		-	-	-	-
Letters of guarantee		-	-	-	-
Irrevocable letters of credit (including back to back bills)		-	-	-	-
Bills for collection		-	-	-	-
Other contingent liabilities		-	-	-	-
Total		-	-	-	-
Other commitments					
Documentary credits, short term and trade related transactions		-	-	-	-
Forward assets purchased and forward deposits placed		-	-	-	-
Undrawn note issuance, revolving and underwriting facilities		-	-	-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-	-	-
Total		-	-	-	-
Total off-balance sheet items including contingent liabilities		-	-	-	-

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

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)

Profit & Loss Account

For the year ended 31 December 2024

Particulars	Notes	2024		2023	
		USD	BDT	USD	BDT
Operating income					
Investment income	9.0	133,828,104.46	15,932,235,836	85,148,828.31	9,328,054,141
Profit paid on mudaraba deposits/placement	10.0	(4,677,720.30)	(556,882,602)	(29,491,752.30)	(3,230,821,464)
Net investment income		129,150,384.16	15,375,353,234	55,657,076.01	6,097,232,677
Income from investments in shares & securities		-	-	-	-
Commission, exchange & brokerage income		-	-	-	-
Other operating income	11.0	3,051,246.79	363,250,930	2,899,252.48	317,613,109
Total operating income		132,201,630.95	15,738,604,164	58,556,328.49	6,414,845,786
Operating expenses					
Salary & allowances	12.0	-	-	-	-
Rent, taxes, insurances, electricity etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamps and telecommunication etc.	13.0	-	-	-	-
Stationery, printing and advertisement etc.		-	-	-	-
Chief executive's salary & fees		-	-	-	-
Directors' fees & expenses		-	-	-	-
Shari'ah supervisory committee's fees & expenses		-	-	-	-
Auditors' fees		-	-	-	-
Charges on investment losses		-	-	-	-
Depreciation and repair to bank's assets		-	-	-	-
Zakat expenses		-	-	-	-
Other expenses	14.0	4,740,275.74	564,329,827	529,396.72	57,995,411
Total operating expenses		4,740,275.74	564,329,827	529,396.72	57,995,411
Profit/ (loss) before provision		127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Provision for investments & off- balance sheet items	15.0	-	-	-	-
Provision for diminution in value of investments in shares		-	-	-	-
Other provisions		-	-	-	-
Total provision		-	-	-	-
Total profit/(loss) before taxes		127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Provision for taxation for the period					
Current tax	16.0	-	-	-	-
Deferred tax	16.0	-	-	-	-
Net profit/ (loss) after tax		127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Retained earnings from previous year		-	-	-	-
Less: Interim dividend paid		-	-	-	-
Add: Net profit after tax		127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Profit available for appropriation		127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Less: Appropriation		127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Statutory reserve		-	-	-	-
General reserve		-	-	-	-
Retained earnings (Transferred to main operation)	17.0	127,461,355.21	15,295,357,865	58,026,931.77	6,382,962,495
Translation reserve movement		-	(121,083,527)	-	(26,112,120)

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

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)

Cash Flow Statement

For the year ended 31 December 2024

Particulars	2024		2023	
	USD	BDT	USD	BDT
Cash flows from operating activities				
Investment income	133,828,104.46	15,932,235,836	85,148,828.31	9,328,054,141
Profit paid on mudaraba deposits/placement	(4,677,720.30)	(556,882,602)	(29,491,752.30)	(3,230,821,464)
Income/ dividend receipt from investments in shares & securities	-	-	-	-
Fees & commission receipt in cash	-	-	-	-
Recovery from written off investments	-	-	-	-
Payments to employees	-	-	-	-
Cash payments to suppliers	-	-	-	-
Income tax paid	-	-	-	-
Receipts from other operating activities	3,051,246.79	363,250,930	2,899,252.48	317,613,109
Payments for other operating activities	(4,740,275.74)	(564,329,827)	(529,396.72)	(57,995,411)
i) Operating profit before changes in operating assets & liabilities	127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Changes in operating assets and liabilities				
Increase/(decrease) of statutory deposits	-	-	-	-
(Increase)/decrease of net trading securities	-	-	-	-
(Increase)/decrease of placement to other banks	-	-	2,587,480.50	267,278,973
(Increase)/decrease of investments to customers	1,586,899,368.25	173,379,476,293	(371,821,300.66)	(49,835,599,521)
(Increase)/decrease of other assets	396,784.71	43,646,318	386,479.26	37,262,500
Increase/(decrease) of placement from other banks	-	-	-	-
Increase/(decrease) of deposits from other banks	-	-	-	-
Increase/(decrease) of deposits received from customers	1,041,614.96	126,122,776	(99,040.87)	(9,473,868)
Increase/(decrease) of other liabilities account of customers	-	-	-	-
Increase/(decrease) of trading liabilities	-	-	-	-
Increase/(decrease) of other liabilities	(28,172,180.71)	(2,586,846,256)	10,904,198.34	1,548,361,929
(ii) Cash flows from operating assets and liabilities	1,560,165,587.21	170,962,399,131	(358,042,183.43)	(47,992,169,987)
Net cash flows from operating activities (A)=(i+ii)	1,687,626,942.42	186,136,673,469	(300,015,251.66)	(41,635,319,612)
Cash flows from investing activities				
Proceeds from sale of securities	-	-	-	-
Payment for purchase of securities/membership	-	-	-	-
Purchase/sale of property, plants & equipments	-	-	-	-
Purchase/sale of subsidiaries	-	-	-	-
Net cash flows from investing activities (B)	-	-	-	-
Cash flows from financing activities				
Receipts from issue of debt instruments	-	-	-	-
Payment for redemption of debt instruments	-	-	-	-
Fund obtained from banks & other financial institutions	(1,521,318,094.56)	(166,054,432,959)	355,933,223.76	47,829,290,056
Profit transferred to main operation	(127,461,355.21)	(15,295,357,865)	(58,026,931.77)	(6,382,962,495)
Net cash flows from financing activities (C)	(1,648,779,449.77)	(181,349,790,824)	297,906,291.99	41,446,327,561
Net increase/(decrease) in cash (A+B+C)	38,847,492.65	4,786,882,645	(2,108,959.67)	(188,992,051)
Add/(less) effects of exchange rate changes on cash & cash equivalent	-	(121,083,527)	-	(26,112,120)
Add: cash & cash equivalents at beginning of the year	409,523.83	45,047,621	2,518,483.50	260,151,791
Cash & cash equivalents at the end of the year	39,257,016.48	4,710,846,738	409,523.83	45,047,621

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)

Notes to the Financial Statements

As at and for the year ended 31 December 2024

1.0 Status of the Units

Off-shore Banking Units (OBU) of Islami Bank Bangladesh PLC. governed under the rules and guidelines of Bangladesh Bank. The Bank obtained permission from Bangladesh Bank for operating of Off-shore Banking Units located at Head Office Complex Branch, Dhaka, Agrabad Branch, Chottogram and Uttara Branch, Dhaka vide Bangladesh Bank letter no. BRPD (P-3)744 (111)/2010-1032 dated 28 March 2010. The Bank has Commenced the operation of its Off-shore Banking Units from 08.02.2011 at Head Office Complex Branch, Dhaka, from 27 September 2011 at Agrabad Branch, Chattogram and from 01 June 2015 at Uttara Branch.

1.1 Principal activities

The principal activities of the OBU are to provide mudaraba investment against payment of import bills under UPAS (Usance Payment at Sight) to its customers of Off-shore Banking Units in Bangladesh.

1.2 Significant accounting policies and basis of preparation of financial statements

1.2.1 Basis of accounting

The Off-shore Banking Units maintain its accounting records in USD from which accounts are prepared according to the Bank Company Act, 1991 as amended, International Financial Reporting Standards (IFRSs) and other applicable directives issued by Bangladesh Bank. All the financial statements relating to the OBU has already been accounted for in the separate financial statements of the Bank (considering necessary adjustments relating to intra-units transactions and balances). Along with that, this financial statements relating to OBU only is prepared and disclosed in compliance with the requirements of Bangladesh Bank.

1.2.2 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the report amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The figures (BD Taka/BDT) appearing in these Financial Statements have been rounded off to the nearest integer.

1.2.3 Foreign currency transactions

a. Foreign currency transactions

Foreign currency transactions are converted in to equivalent Taka using the ruling 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 Dollars (USD) are converted into Taka at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month.

b. Transaction gains and losses

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

1.2.4 Translation reserve

The activities of OBU is considered as foreign operation due to it's different functional currency other than the non-OBU operation of the Bank. As per IAS - 21, items of balance sheet of OBU has been translated to presentation currency using closing rate and items of income and expenditure has been translated to presentation currency using spot rate prevailing on the date of actual transaction, otherwise average rate has been used. Due to the above translation using two rates the arising differences have been kept as translation reserve.

1.2.5 Retained earnings/Net profit transferred to main operation

As on 31 December the net income in USD/foreign currency of OBU is transferred to main operation of the Bank at exchange rate prevailing on that date.

1.2.6 Cash flow statement

Cash flow statement has been prepared as per BRPD Circular No. 14, dated June 25, 2003 issued by the Banking Regulation and Policy Department of Bangladesh Bank.

1.2.7 Comparative information and rearrangement thereof

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

1.2.8 Reporting period

The financial statements cover from 01 January 2024 to 31 December 2024.

1.3 Assets and basis of their valuation

1.3.1 Cash and cash equivalents

Cash and cash equivalents include notes and coins on 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 unit's management for its short-term commitments.

1.3.2 Investments

Investment of OBU are stated in the balance sheet on net basis. Profit is calculated on daily product basis but charged and account for on realisation/cash basis.

1.4 Allocation of common expenses

Establishment expenses in the nature of rent, rates, taxes, management expenses, printing and stationery, electricity, postage, stamps, telecommunication and audit fees etc. have not been separately accounted for in the financial statements, but staff costs (salaries and allowances) are separately accounted for OBU.

1.5 Profit paid on mudaraba deposits/placement

OBU obtains fund under placement from abroad (different foreign Banks) and OBUs of different Banks in Bangladesh (BD) based on Mudaraba Agreement and pays proportionate amount of investment income earned through deploying these fund as profit. In some cases OBU pays profit at provisional rate in advance which is shown as "Prepaid profit on placement" under other assets.

1.6 Placement from banks & other financial institutions

Off-shore Banking Units (OBUs) of IBBPLC obtains fund under placement from its Head Office (Treasury Division), abroad (different foreign Banks) and OBUs of different Banks in Bangladesh (BD) as per Bangladesh Bank Letter No.BCD(P)744(27)/1416, dated 17 December 1985.

2.0 Balance with other banks & financial institutions

	31.12.2024		31.12.2023	
	USD	BDT	USD	BDT
In Bangladesh (balance with Treasury Division)	39,257,016.48	4,710,846,738	409,523.83	45,047,621
Outside Bangladesh	-	-	-	-
Total	39,257,016.48	4,710,846,738	409,523.83	45,047,621

3.0 Placement with banks & other financial institutions

Fund provided to AD Branches for MDB in FC (*)	-	-	-	-
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(*) This amount has been provided to AD branches to finance investment in MDB in FC as per the requirement of the AD branches as per Bangladesh Bank FE Circular No. 03 dated 04 February 2013.

4.0 Investments

General investments etc.	-	-	-	-
Bills purchased & discounted (Note-4.1)	117,945,421.51	14,153,450,581	1,704,844,789.76	187,532,926,874
Total	117,945,421.51	14,153,450,581	1,704,844,789.76	187,532,926,874

4.1 Bills purchased & discounted

Mudaraba Documentary Import Bills (MDIB-UPAS) (*)	82,133,731.92	9,856,047,830	1,597,844,233.30	175,762,865,663
Hire-Purchase under Shirkatul Meelk (HPSM in FC)	35,811,689.59	4,297,402,751	107,000,556.46	11,770,061,211
Total	117,945,421.51	14,153,450,581	1,704,844,789.76	187,532,926,874

(*) OBU allows the facilities as per Bangladesh Bank BRPD Circular No. 28, dated 05 September 2010.

5.0 Other assets

Prepaid profit on placement from banks & other financial institutions	-	-	396,784.71	43,646,318
Total	-	-	396,784.71	43,646,318

6.0 Placement from banks & other financial institutions

IBB PLC -main operation (Treasury Division)	119,055,744.24	14,286,689,309	1,505,373,838.80	165,591,122,268
Banks in BD (OBU)	-	-	20,000,000.00	2,200,000,000
Banks (abroad)	10,000,000.00	1,200,000,000	125,000,000.00	13,750,000,000
Total	129,055,744.24	15,486,689,309	1,650,373,838.80	181,541,122,268

7.0 Other liabilities

Profit payable	468,108.98	56,173,078	2,416,092.12	265,770,133
Unearned Income	2,222,474.75	266,696,963	5,391,750.69	593,092,576
Profit Receivable UPAS	24,298,135.00	2,915,780,966	47,356,518.63	5,209,217,049
Compensation Suspense	3,462.00	415,440	-	-
Total	26,992,180.73	3,239,066,447	55,164,361.44	6,068,079,758

8.0 Translation reserve

Balance as on 01 January	-	26,112,120	-	46,453,350
Addition/(adjustment) during the year	-	94,971,408	-	(20,341,230)
Balance as at 31 December	-	121,083,527	-	26,112,120

2024		2023	
USD	BDT	USD	BDT

9.0 Investment income

Mudaraba documentary import bills (MDIB-UPAS)	125,777,097.20	14,973,763,422	76,471,215.57	8,377,421,666
Hire-Purchase under Shirkatul Meelk (HPSM in FC)	8,051,007.26	958,472,414	8,568,504.53	938,679,671
Placement to AD branches (MDB-FC)	-	-	90,816.54	9,948,952
Mudaraba investment income	-	-	18,291.67	2,003,852
Total	133,828,104.46	15,932,235,836	85,148,828.31	9,328,054,141

10.0 Profit paid on mudaraba deposits/placement

Profit paid on mudaraba deposits	24,638.12	2,928,409	8,968.01	982,445
Profit paid on Placement from Banks/FIs in Abroad	4,461,623.85	531,161,078	18,420,282.16	2,017,941,911
Profit paid on Placement from Banks/FIs in BD (OBU)	191,458.33	22,793,114	11,062,502.13	1,211,897,108
Total	4,677,720.30	556,882,602	29,491,752.30	3,230,821,464

11.0 Other Income

Service charge realized (MDIB-UPAS)	440,794.17	52,476,546	96,597.82	10,582,291
Management fees (Mura UPAS, MDB & HPSM in FC)	2,610,452.62	310,774,384	2,802,654.66	307,030,818
Total	3,051,246.79	363,250,930	2,899,252.48	317,613,109

12.0 Salary & allowances

Basic pay	-	-	-	-
Allowances	-	-	-	-
Bonus	-	-	-	-
Contribution to Provident Fund	-	-	-	-
Total	-	-	-	-

13.0 Postage, stamps and telecommunication etc.

Telephone Bill	-	-	-	-
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14.0 Other expenses

Profit Share of ADs	4,740,275.74	564,329,827	529,396.72	57,995,411
Printing & Stationery	-	-	-	-
Entertainment	-	-	-	-
Total	4,740,275.74	564,329,827	529,396.72	57,995,411

15.0 Provision for investment

Provision for investment have not been separately accounted for in the financial statements of OBU. These are accounted for directly in the main financial statements of the Bank.

16.0 Provision for tax

Provision for current and deferred tax have not been separately accounted for in the financial statements of OBU. These are accounted for directly in the main financial statements of the Bank.

17.0 Retained earnings

	2024		2023	
	USD	BDT	USD	BDT
Balance as at 01 January	-	(26,112,120)	-	(46,453,350)
Addition during the year	127,461,355.21	15,174,274,338	58,026,931.77	6,356,850,375
Effect of translation reserve	-	26,112,120	-	46,453,350
Transferred to main operation	127,461,355.21	15,295,357,865	58,026,931.77	6,382,962,495
Balance as at 31 December	-	(121,083,527)	-	(26,112,120)