

	31.12.2010 Taka	31.12.2009 Taka
7.0 Cash		
7.1 Cash in Hand		
i) In Local Currency	3,762,106,139	2,427,217,406
ii) In Foreign Currency	25,280,091	53,555,039
Sub-Total (a)	3,787,386,230	2,480,772,445
Balance with Bangladesh Bank & its Agent Bank (Sonali Bank Ltd.) (Note 7.2)		
Balance with Bangladesh Bank	34,017,087,856	34,063,521,467
Balance with Sonali Bank Ltd. (as agent of Bangladesh Bank)	1,248,930,588	941,374,534
Sub-Total (b)	35,266,018,444	35,004,896,001
Grand Total (a + b)	39,053,404,674	37,485,668,446
7.2 Balance with Bangladesh Bank & its Agent Bank (Sonali Bank Ltd.)		
In Local Currency	31,995,722,490	31,126,157,027
In Foreign Currency	2,021,365,366	2,937,364,440
Sub-Total (a)	34,017,087,856	34,063,521,467
Balance with Sonali Bank Ltd.		
In Local Currency (b)	1,248,930,588	941,374,534
Grand Total (a+b)	35,266,018,444	35,004,896,001
7.3		
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 and subsequent BRPD Circular No. 11 & 12, both dated August 25, 2005 & Bangladesh Bank MPD Circular No. 4 & 5 both dated 01 December 2010 and as per Bangladesh Bank's Letter No. BCD (P) 744 (23)/ 5 dated 03 January 1987.		
CRR of the Bank was 5.00% up to 14.05.2010 as per Bangladesh Bank Letter No. BCD(P)744(23)/ 5 dated 03 January 1987, 5.50% from 15.05.2010 to 14.12.2010 as per Bangladesh Bank Letter No. MPD/116/2010-604 dated 13.05.2010 and 6.00% from 15.12.2010 as per Bangladesh Bank MPD Circular No.4 dated 01 December 2010 on total Time & Demand Liabilities daily on bi-weekly average basis whereas CRR position should not be less than 5.50% in any day. As per guidelines given by Bangladesh Bank, IBBL maintained CRR above requirement throughout the year.		
7.3.1 Cash Reserve Requirement (CRR):		
Required Reserve (6.00% of Average Time and Demand Liabilities)	16,855,419,108	11,765,324,500
Actual Reserve held with Bangladesh Bank (in local currency)	31,995,722,490	31,126,157,027
Surplus / (Deficit)	15,140,303,382	19,360,832,527
Maintained (%)	11.39%	13.23%
7.4		
SLR of the Bank was 10.00% up to 14.05.2010 as per Bangladesh Bank Letter No. BCD(P)744(23)/ 5 dated 03 January 1987, 10.50% from 15.05.2010 to 14.12.2010 as per Bangladesh Bank Letter No. MPD/116/2010-604 dated 13.05.2010 and 11.50% from 15.12.2010 as per Bangladesh Bank MPD Circular No.05 dated 01 December 2010. The Bank maintained SLR above requirement throughout the year.		
7.4.1 Statutory Liquidity Ratio (SLR):		
Required Reserve (11.50% of Average Time and Demand Liabilities)	32,306,220,000	23,530,649,000
Actual Reserve maintained	48,673,039,308	45,646,304,006
Surplus / (Deficit)	16,366,819,308	22,115,655,006
Maintained (%)	17.33%	19.40%
7.4.2 Components of Statutory Liquidity Ratio (SLR)		
Cash in hand including Foreign Currency	3,787,386,230	2,480,772,445
Balance with Bangladesh Bank & its Agent Bank	33,244,653,078	32,067,531,561
Unencumbered approved Securities :		
Investment in Shares of Bangladesh Shipping Corporation	641,000,000	1,098,000,000
Bangladesh Government Islamic Investment Bond	11,000,000,000	10,000,000,000
Total	48,673,039,308	45,646,304,006
7(a) Consolidated Cash and Balance with Bangladesh Bank		
i) Cash in Hand	3,787,386,652	2,480,772,445
Islami Bank Bangladesh Limited	3,787,386,230	2,480,772,445
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	422	-
ii) Balance with Bangladesh Bank & its Agent Bank (Sonali Bank Ltd.)	35,266,018,444	35,004,896,001
Balance with Bangladesh Bank	34,017,087,856	34,063,521,467
Balance with Sonali Bank Ltd. (as agent of Bangladesh Bank)	1,248,930,588	941,374,534
Total (i+ii)	39,053,405,096	37,485,668,446

	31.12.2010 Taka	31.12.2009 Taka
8.0 Balance with other Banks & Financial Institutions In Bangladesh		
i) In Current Account	1,026,523,330	949,370,759
ii) In Mudaraba Savings & MTDR Account with Other Islamic Banks / Financial Institutions	2,271,941,449	4,909,207,792
Sub Total	3,298,464,779	5,858,578,551
Outside Bangladesh (Note 8.1)		
i) In Current Account	3,381,426,698	1,819,794,819
ii) In Mudaraba Savings & MTDR Account with Other Islamic Banks / Financial Institutions	-	-
Sub Total	3,381,426,698	1,819,794,819
Grand Total	6,679,891,477	7,678,373,370

IBBL had a liability of Tk.14.47 million payable to the different units of BCCI world wide as against an aggregate amount of Tk.7.67 million was receivable from the same group as at 31 December 2010. However, we have already made provision of Tk.6.80 million against net payable of the same group.

8.1 Balance with other Banks & Financial Institutions Outside Bangladesh

Foreign Currency	Amount in F.C	Exchange Rate	2010	2009
US Dollar	37,416,344.97	70.7497	2,647,195,182	990,712,408
Great Britain Pound	635,226.78	109.6620	69,660,238	107,614,879
Saudi Riyal	38,130.29	18.8665	719,385	148,062
EURO	3,833,861.61	93.5523	358,666,571	302,732,611
YEN	4,776,328.00	0.8663	4,137,733	57,326,034
Canadian Dollar	5,957.22	70.6790	421,050	15,173,123
Swiss Franc	88,642.30	74.7645	6,627,297	5,544,983
Singapore Dollar	7,741.78	54.6836	423,348	6,457,364
Australian Dollar	131,717.57	71.9665	9,479,253	675,964
ACU Dollar	4,015,517.25	70.7497	284,096,641	333,409,391
Total			3,381,426,698	1,819,794,819

8.2 Maturity - wise Classification

i) Repayable on Demand With a residual maturity of	2,839,891,477	3,838,373,370
ii) Not more than 3 months	3,700,000,000	3,700,000,000
iii) Over 3 months but not more than 1 year	140,000,000	140,000,000
iv) Over 1 year but not more than 5 years	-	-
v) More than 5 years	-	-
Total	6,679,891,477	7,678,373,370

8(a) Consolidated Balance with other Banks & Financial Institutions

Islami Bank Bangladesh Limited	6,679,891,477	7,678,373,370
Islami Bank Securities Limited	131,565,137	-
Islami Bank Capital Management Limited	303,255,845	-
Total	7,114,712,459	7,678,373,370

9.0 Investments in Shares & Securities

	No. of Share	Face Value as at 31 Dec. 2010 Taka	Value as at 31 Dec. 2010 Taka	Remarks
a) Government				
i) Bangladesh Shipping Corporation	200,000	20,000,000	641,000,000	Quoted
ii) Karmasangsthan Bank	100,000	10,000,000	10,000,000	Un-Quoted
iii) Central Depository Bangladesh Ltd.	1,027,777	17,666,620	17,666,620	Un-Quoted
iv) Sub total	1,327,777	47,666,620	668,666,620	
v) Bangladesh Government Islamic Investment Bond (Islamic Bond)	6	11,000,000,000	11,000,000,000	
Total (iv + v)	1,327,783	11,047,666,620	11,668,666,620	
b) Subsidiary Companies				
i) Islami Bank Securities Limited	299,994	299,994,000	299,994,000	Un-Quoted
ii) Islami Bank Capital Management Limited	299,993	299,993,000	299,993,000	Un-Quoted
Sub total (b)	599,987	599,987,000	599,987,000	
c) Others				
Bangladesh Aroma Tea Ltd.*	1,570	157,000	157,000	De-listed
Sub Total (c)	1,570	157,000	157,000	
Current Year Grand Total (a+b+c)	1,929,340	11,647,810,620	12,268,810,620	
Prior Year Grand Total	301,579	10,034,159,000	11,136,610,399	

*100% provision was made against probable losses in shares of Bangladesh Aroma Tea Ltd.

9.1 Revaluation of Shares & Securities

31.12.2010 Taka	31.12.2009 Taka
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All Shares and Securities are shown at cost price other than the Shares of Bangladesh Shipping Corporation which have been recognized at closing market price as on 30.12.2010 of Dhaka Stock Exchange Ltd. (DSE) as per BRPD Circular No.15 dated 31.10.2005, DOS Circular Letter No.10 dated 11.09.2006 and DOS Circular Letter No.05 dated 26.05.2008.

9.2 Maturity Grouping of Investments in Shares & Securities

i) Repayable on Demand With a residual maturity of	-	-
ii) Not more than 3 months	6,000,000,000	2,000,000,000
iii) Over 3 months but not more than 1 year	5,000,000,000	8,000,000,000
iv) Over 1 year but not more than 5 years	-	-
v) More than 5 years	1,268,810,620	1,136,610,399
Total	12,268,810,620	11,136,610,399

9(a) Consolidated Investments in Shares & Securities

Islami Bank Bangladesh Limited	11,668,823,620	11,136,610,399
Islami Bank Securities Limited	1,802,377,252	-
Islami Bank Capital Management Limited	-	-
	13,471,200,872	11,136,610,399

10.0 Investments

263,225,131,026	214,615,801,272
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10.1 Maturity-wise Classification

i) Repayable on Demand With a residual maturity of	-	-
ii) Not more than 3 months	3,812,368,058	38,551,924,516
iii) Over 3 months but not more than 1 year	164,374,712,646	69,151,438,819
iv) Over 1 year but not more than 5 years	20,053,177,366	38,441,962,653
v) More than 5 years	74,984,872,956	68,470,475,284
Total	263,225,131,026	214,615,801,272

10.2.1 Mode - wise Investment

a) In Bangladesh

i) Bai - Murabaha	143,641,133,147	116,411,397,077
ii) Bai - Muajjal	9,412,483,547	7,325,845,456
iii) Hire Purchase under Shirkatul Melk	79,726,339,167	73,318,125,512
iv) Purchase & Negotiation	4,660,274,989	3,620,608,152
v) Bai- as- Sarf (FDB)/FCD	1,588,489,979	941,480,817
vi) Musharaka Documentary Bill (MDB)	12,191,282,405	7,167,833,029
vii) Musharaka	53,106,044	39,488,517
viii) Mudaraba	1,500,000,000	-
ix) Bai - Salam	3,624,838,433	2,198,037,437
x) Murabaha Foreign Currency Investment	2,726,132,511	-
xi) Quard	4,101,050,804	2,990,398,923
Sub Total (a)	263,225,131,026	214,013,214,920

b) Out side Bangladesh

i) Bai - Murabaha	-	-
ii) Bai - Muajjal	-	-
iii) Hire Purchase under Shirkatul Melk	-	-
iv) Purchase & Negotiation	-	-
v) Bai- as- Sarf (FDB)/FCD	-	-
vi) Musharaka Documentary Bill (MDB)	-	-
vii) Musharaka	-	-
viii) Overseas Investment	-	602,586,352
ix) Bai - Salam	-	-
x) Quard	-	-
xi) Others	-	-
Sub Total (b)	-	602,586,352
Grand Total (a+b)	263,225,131,026	214,615,801,272

10.2.2 Geographical Location wise Classification of Investments

i) Within Bangladesh

a. In Rural Areas	22,889,264,611	20,512,548,812
b. In Urban Areas	240,335,866,415	193,500,666,108
Sub total (a+b)	263,225,131,026	214,013,214,920

ii) Outside Bangladesh

Total (i + ii)	263,225,131,026	214,615,801,272
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10.2.3 Division wise Classification of Investments

Name of the Division	31.12.2010 Taka	31.12.2009 Taka
i) Dhaka Division	171,219,651,818	134,808,853,238
ii) Chittagong Division	47,664,617,413	40,086,801,632
iii) Khulna Division	20,047,655,478	11,964,264,953
iv) Rajshahi Division	13,667,309,165	17,557,712,217
v) Barisal Division	1,657,237,593	1,966,837,628
vi) Sylhet Division	5,192,838,178	4,032,587,328
vii) Rangpur Division	3,775,821,381	3,596,157,924
Total	263,225,131,026	214,013,214,920

10.3 Investment on the basis of significant concentration including bills purchased and discounted

a) Investment to Directors	568,539,000	489,501,000
b) Investment to Chief Executive & Other Senior Executives	460,284,000	364,765,000
c) Sector wise Other Investments:		
i) Trade & Commerce	78,078,851,097	71,421,779,728
ii) Real Estate	11,292,516,470	3,388,807,885
iii) Transport	4,557,247,090	3,716,000,000
iv) Agriculture (including fertilizer & agriculture implements)	13,417,976,767	14,877,000,000
v) Industrial investment	140,512,386,296	117,510,779,728
vi) Others	14,337,330,306	2,847,167,931
Total	263,225,131,026	214,615,801,272

d) Classification of Industrial Investments

i) Textile- Spinning, Weaving & Dyeing	59,442,495,421	58,793,155,946
ii) Steel, Re-Rolling & Engineering	9,660,434,644	10,929,616,959
iii) Agro-based Industry	10,787,157,094	14,356,538,986
iv) Garments & Garments Accessories	10,933,590,240	10,571,538,986
v) Food & Beverage	4,749,317,622	659,153,900
vi) Cements Industry	964,130,431	731,154,000
vii) Pharmaceuticals	975,049,409	1,371,538,986
viii) Poultry, Poultry Feed & Hatchery	361,570,670	1,241,154,100
ix) Sanitary Wares	371,772,408	626,154,000
x) Chemicals, Toiletries & Petroleum	1,430,240,788	5,165,153,900
xi) Printing & Packaging	1,025,335,967	619,154,000
xii) Power (Electricity)	4,477,782,764	5,319,153,900
xiii) Ceramic & Bricks	876,093,963	446,153,900
xiv) Health care (Hospital & Others)	1,207,341,702	681,153,900
xv) Plastic Industries	1,674,220,555	208,077,973
xvi) Petrol Pump & CNG Filling Station	398,807,746	592,000,000
xvii) Information Technology	-	80,000,000
xviii) Hotel & Restaurant	150,940,369	120,000,000
xix) Other Industries	31,026,104,503	4,999,926,292
	140,512,386,296	117,510,779,728

e) Details of Investment to Customers Group (10.00% of Equity and above)

Number of clients with amount of sanctioned limit of investments exceeding 10.00% of total capital of the Bank & classified amount thereon are given below:

Number of Clients	18	18
Amount of Investments	64,850,800,000	51,116,400,000
Classified amount thereon	Nil	Nil
Measures taken for recovery	Not Applicable	Not Applicable

Total capital of the Bank was Tk. 28,400.03 million as at 31 December 2010 (Tk.23,619.81 Million as on 31 December 2009).

Sl. No.	Name of Clients	Sanctioned Limit	Outstanding (Taka in million)		Total (Taka in Million)	Total (Taka in Million)
			Funded	Non-funded		
1	M/s Zaber & Zubair Fabrics Ltd.	7,142.20	3,412.10	3,652.80	7,064.90	4,810.10
2	M/s Ananda Shipyard Ltd.	5,885.00	2,733.20	1,730.20	4,463.40	3,691.60
3	M/s Badsha Textile Ltd.	5,525.80	3,808.10	924.00	4,732.10	-
4	M/s Farzana Oil Refineries	5,500.00	2,477.70	-	2,477.70	2,784.90
5	M/s Abul Khair Steels Ltd.	5,180.00	1,865.90	1,882.80	3,748.70	2,248.90
6	M/s Alhaj Karim Textile Ltd.	4,859.30	2,790.00	2,397.20	5,187.20	2,637.10
7	M/s Kamal Yarn Ltd.	4,278.90	4,113.60	281.50	4,395.10	4,213.90
8	M/s Nassa Group	4,100.00	1,873.80	1,945.80	3,819.60	2,601.40
9	M/s Abul Khair Steel Products Ltd.	3,674.50	2,248.70	1,335.90	3,584.60	3,097.00
10	M/s Energyprima Ltd.	3,573.80	1,336.50	246.00	1,582.50	2,132.10
11	M/s Abdul Monem Sugar Refinery Ltd.	3,530.00	2,863.60	955.70	3,819.30	3,329.30
12	M/s Mosharrif Composite Textile Mills Ltd.	3,365.40	2,095.00	815.10	2,910.10	-
13	M/s Yunus Plastic Ind. Ltd. & its Sister concern	3,246.00	2,386.10	62.20	2,448.30	2,024.60
14	The Delta Spinning Mills Ltd.	3,075.00	3,079.70	712.50	3,792.20	2,223.20
15	M/s MRS Industries Ltd.	3,042.60	2,804.70	614.80	3,419.50	2,804.40
16	M/s Zaber Spinning Mills Ltd.	2,928.60	2,600.30	448.10	3,048.40	-
17	M/s MSA Spinning Ltd.	2,888.00	1,824.90	508.90	2,333.80	-



A. Qasem & Co.
Chartered Accountants



ACNABIN
Chartered Accountants

18	M/s AA Synthetic Fibers Ltd.	2,870.00	1,737.50	285.90	2,023.40	-
19	M/s Abdul Monem Ltd.	2,600.00	-	-	-	446.30

Sl. No.	Name of Clients	Sanctioned Limit	Outstanding (Taka in million)		31.12.2010	31.12.2009
			Funded	Non-funded	Taka	Taka
					Total (Taka in Million)	Total (Taka in Million)
20	M/s Aman Associates Ltd.	2,958.60			-	2,373.80
21	M/s S. Alam Cold Rolled Steel Mills Ltd & its sister concern	3,900.50	-	-	-	3,164.90
22	M/s S. Alam Vegetable Oil Ltd. and its sister concern	3,600.00	-	-	-	3,595.30
23	M/s Sheikh Brothers & its sister concern	2,400.00	-	-	-	2,937.60
Total		-	46,051.40	18,799.40	64,850.80	51,116.40

Sanctioned limit of Investment clients from serial no. 19 to 23 have not been shown under the large investments this year due to increase of Capital/ Equity of the Bank from Tk.23,619.81 Million as on 31.12.2009 to Tk.28,400.03 Million as on 31.12.2010.

10.4 Classification of Status - wise Investments

Unclassified :

i) Unclassified including Staff Investment	255,581,755,026	207,439,538,272
ii) Special Mention Account (SMA)	2,987,744,000	2,112,867,000
Total Unclassified (i+ii)	258,569,499,026	209,552,405,272

Classified :

iii) Substandard	896,419,000	1,576,532,000
iv) Doubtful	520,745,000	751,159,000
v) Bad and Loss	3,238,468,000	2,735,705,000
Total Classified (iii+iv+v)	4,655,632,000	5,063,396,000
Grand Total (i to v)	263,225,131,026	214,615,801,272

10.5 Pledged Collaterals against Investments

Land & Building	277,636,588,860	221,641,604,794
MTDR, Securities, etc.	82,794,950,861	70,678,701,627
Share Certificates	109,420,000	-
Total	360,540,959,721	292,320,306,421

10.6 Particulars of Investments

i) Investments considered good in respect of which the Bank is fully secured	255,430,982,109	209,200,621,272
ii) Investments considered good in respect of which the Bank holds debtors' personal security	-	-
iii) Investments considered good and secured by personal security of one or more persons in addition to personal security of debtors	7,794,148,917	5,415,180,000
iv) Investments considered bad or doubtful not provided for	-	-
Total	263,225,131,026	214,615,801,272
v) Investments due by directors or employees of the Bank or any of them either severally or jointly with any other persons	3,897,087,461	2,884,983,655
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	562,809,000	486,409,000
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	3,897,087,461	2,884,983,655
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	562,809,000	486,409,000
ix) Investments due from other Banks	-	-
x) Classified Investments:		
a) Classified Investments on which compensation has not been charged	3,238,468,000	2,735,366,000
b) Provision on classified Investments	1,840,000,000	2,490,000,000
c) Provision kept against Investments Classified as bad debts	1,612,395,000	2,169,699,000
d) Amount credited to Profit/ Rent /Compensation Suspense Account	921,401,227	949,358,941
xi) Particulars of Written Off Investments		
a) Cumulative amount of Investment Written Off since inception to 31st December last year	4,097,338,917	3,886,198,917
b) Amount of Investment Written Off during this year	207,100,000	211,140,000
c) Total amount Written Off (a + b)	4,304,438,917	4,097,338,917
d) Amount recovered against Written Off Investment up to this year (*)	1,054,158,908	797,203,211
e) Amount waived against Written Off Investment up to this year (*)	708,359,092	535,594,789
f) Amount of Investment Written Off against which suit has been filed to recover the same	4,304,438,917	4,097,338,917

* During the year of 2010, Tk.429,720,000/-was recovered from Written-Off Investments, out of which a sum of Tk.172,764,303/- was waived and remaining Tk.256,955,697/- was recovered from the clients in cash.

	31.12.2010 Taka	31.12.2009 Taka
10(a) Consolidated General Investments		
Islami Bank Bangladesh Limited	243,285,083,653	202,885,879,274
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
	243,285,083,653	202,885,879,274
11.0 Bills Purchased & Discounted		
i) Payable in Bangladesh	16,851,557,394	10,788,441,181
ii) Payable outside Bangladesh	1,588,489,979	941,480,817
Total (i+ii)	18,440,047,373	11,729,921,998
11.1 Maturity-wise Classification of Bills Purchased & Discounted		
Payable within 1 month	1,588,489,979	941,480,817
Over 1 month but less than 3 months	8,802,943,003	5,017,483,120
Over 3 months but less than 6 months	3,772,689,858	2,150,349,909
6 months or more	4,275,924,533	3,620,608,152
Total	18,440,047,373	11,729,921,998
12.0 Fixed Assets including Premises, Furniture and Fixtures Cost / Revaluation		
i) Land	2,455,878,779	2,445,800,000
ii) Building	3,618,830,302	3,483,109,504
iii) Construction/ Capital Work-in-process	69,024,524	40,894,874
iv) Furniture and Fixtures	440,233,293	381,699,435
v) Mechanical Appliances and Cost of Software	1,341,362,876	1,063,323,184
vi) Motor Vehicles	371,643,223	342,872,384
vii) Books	2,821,315	2,564,219
viii) Others	-	-
Total Cost / Revaluation	8,299,794,312	7,760,263,600
Less: Accumulated Depreciation	1,551,353,311	1,247,900,219
Net book value at the end of the year (Annexure - A)	6,748,441,001	6,512,363,381
12.1 Revaluation of Land & Building		
As per Bangladesh Bank BCD Circular Letter No. 12 & 18 dated April 20, 1993 & June 15, 1993 and BRPD Circular No.10 dated November 25, 2002, the Bank revalued its Land and Building by the professional valuers for the year 2000, 2002, 2003, 2004, 2005, 2006 & 2009 respectively which was reviewed by the Statutory Auditors. Bank did not revalue Land & Building during the year 2007, 2008 & 2010.		
12(a) Consolidated Fixed Assets including Premises, Furniture and Fixtures		
Islami Bank Bangladesh Limited	6,748,441,001	6,512,363,381
Islami Bank Securities Limited	8,652,309	-
Islami Bank Capital Management Limited	-	-
	6,757,093,310	6,512,363,381
13.0 Other Assets		
i) Stock of Stationery in Hand	76,668,119	53,697,854
ii) Stamps in Hand	4,134,410	3,648,184
iii) Advance Rent Paid	196,695,934	147,801,932
iv) Security Deposits Paid Account	9,634,727	9,190,353
v) Suspense Account (Advance against Expenses)	739,173,218	522,321,352
vi) Accrued Income	320,662,298	137,243,763
vii) Deferred Revenue Expenses	205,140	119,400
viii) IB General Account (Note - 13.2)	1,037,284,842	-
ix) F.C. Clearing Adjustment	225,980,790	-
Total	2,610,439,478	874,022,838
13.1 Classification Status of Other Assets		
i) Unclassified	2,558,297,989	821,626,130
ii) Doubtful	6,414,057	8,415,443
iii) Bad/ Loss	45,727,432	43,981,265
Total	2,610,439,478	874,022,838
13.2 IB General Account		
Un-reconciled Entries of Inter Branch Transactions in Bangladesh		
Age	Number	Amount in Taka
i) Upto 3 months (*)	763	1,037,284,842
ii) Over 3 months but not more than 6 months	-	-
Total (i+ii)	763	1,037,284,842
(*) All the outstanding entries in the above mentioned IB General Account have been fully adjusted within 28.02.2011.		
13.3 Un-reconciled Entries of Inter Branch Transactions outside Bangladesh		
Age	Number	Amount in Taka
iii) Upto 3 months	-	-
iv) Over 3 months but not more than 6 months	-	-
Total (iii+iv)	-	-

	31.12.2010 Taka	31.12.2009 Taka
13(a) Consolidated Other Assets		
Islami Bank Bangladesh Limited	2,610,439,478	874,022,838
Islami Bank Securities Limited	50,502,483	-
Islami Bank Capital Management Limited	2,687,010	-
	2,663,628,971	874,022,838
14.0 Deposits & Other Accounts	291,934,602,270	244,292,144,333
14.1 Maturity Wise Classification of Deposits are as under		
i) Re-payable on Demand With a residual maturity of	4,412,431,636	3,657,164,202
ii) Re- payable within 1 month	26,224,809,818	21,942,985,207
iii) Over 1 month but within 6 months	91,786,834,362	76,800,448,226
iv) Over 6 months but not more than 1 year	46,621,884,120	39,009,751,480
v) Over 1 year but not more than 5 years	43,708,016,363	36,571,642,012
vi) Over 5 years but within 10 years	78,674,429,453	65,828,955,622
vii) Unclaimed Deposits for 10 years or more	52,989,837	83,374,411
Sub-total	291,481,395,590	243,894,321,160
14.2 Maturity Grouping of Inter- Bank Deposits are as under		
i) Re-payable on Demand With a residual maturity of	-	-
ii) Re- payable within 1 month	453,206,680	397,823,173
iii) Over 1 month but within 6 months	-	-
iv) Over 6 months but not more than 1 year	-	-
v) Over 1 year but not more than 5 years	-	-
vi) Over 5 years but within 10 years	-	-
Sub-total	453,206,680	397,823,173
Total (14.1+14.2)	291,934,602,270	244,292,144,333
14.3 Sector Wise break up of Deposits and Other Accounts		
Government	358,066,000	339,447,000
Deposit Money Bank	453,206,680	397,823,173
Other Public	167,114,000	262,210,000
Foreign Currency	7,919,422,073	3,251,950,138
Private	283,036,793,517	240,040,714,022
Total	291,934,602,270	244,292,144,333
14(a) Consolidated Deposits & Other Accounts		
Islami Bank Bangladesh Limited	291,934,602,270	244,292,144,333
Islami Bank Securities Limited	2,891,395	-
Islami Bank Capital Management Limited	-	-
	291,937,493,665	244,292,144,333
15.0 Other Mudaraba Deposits		
i) Mudaraba Special Notice Deposits	3,985,637,904	3,434,569,828
ii) Mudaraba Hajj Deposits	888,259,669	769,372,714
iii) Mudaraba Savings Bond	16,482,663,440	15,593,445,459
iv) Mudaraba NRB Savings Bond	26,150,000	-
v) Mudaraba Special Savings (Pension) Deposits	56,277,764,935	46,593,133,745
vi) Mudaraba Monthly Profit Deposit Scheme	10,182,301,254	10,505,730,175
vii) Mudaraba Muhor Savings	221,777,597	186,187,643
viii) Mudaraba Waqf Cash Deposit	203,579,197	159,809,534
ix) Mudaraba Foreign Currency Deposits	2,891,808,991	360,250,804
Total	91,159,942,987	77,602,499,902
15.1 Other Banks' Deposits with us		
i) Al Waddeeah Current Deposits	192,309,407	98,852,003
ii) Mudaraba Special Notice Deposits	247,231,476	253,171,213
iii) Mudaraba Savings Account	13,665,797	45,799,957
Total	453,206,680	397,823,173
16.0 Al Waddeeah Current & Other Deposits Accounts		
i) Al Waddeeah Current Deposits	16,426,226,947	10,914,240,936
ii) Convertible Taka Account	151,708	151,708
iii) Non Resident Investors Taka Account	49,976,856	1,536,786
iv) Non Resident FC of Exchange House / Banks	673,360,428	113,497,360
v) Non Resident Taka Account	1,582,754,513	972,248,972
vi) Foreign Currency Deposit	182,948,696	208,902,910
vii) Foreign Currency Deposit ERQ	397,383,393	250,861,641
viii) Other FC Deposit	46,110,050	15,112,860
ix) Foreign Currency: Security Deposit	63,316,878	44,673,004
x) Foreign Currency Held against Back to Back L/C	3,016,017,639	1,857,587,457
xi) Foreign Currency held against Cash L/C	18,079,546	1,976,912

	31.12.2010 Taka	31.12.2009 Taka
xii) Foreign Demand Draft /TT Payable	602,140,791	371,423,802
xiii) Foreign Currency Deposit against Foreign Bank Guarantee	28,255,661	27,663,388
xiv) Security Deposit - Investment	8,285,186	11,116,497
xv) Security Deposit - L/C (Wes)	325,458	226,015,313
xvi) Security Deposit - Foreign L/C General	3,438,391,366	1,968,010,761
xvii) Security Deposit - Back to Back L/C (Inland)	116,944	116,944
xviii) Security Deposit - Bank Guarantee	424,004,443	77,092,454
xix) Security Deposits - Foreign Bill Negotiation FBN/ MDB	2,620,153	3,747,952
xx) Security Deposit - IBP/ FDB/ Bai-As-Sarf	2,740,065	2,401,592
xxi) Security Deposit - Inland L/C	240,344,812	119,085,583
xxii) Profit Payable	5,985,645,542	5,339,603,086
xxiii) Sundry Deposits (Note-16.1)	2,305,098,455	1,267,303,763
Total	35,494,295,530	23,794,371,681
16.1 Break-up of Sundry Deposits		
i) Sundry Creditors	307,541,492	385,632,178
ii) Supervision Charge	40,823,878	31,321,024
iii) Security Deposit L/G	8,693,841	196,319,327
iv) Security Money Payable	67,181,879	56,714,430
v) Security Money Locker	3,009,610	2,259,160
vi) Compensation Realised & Realisable	55,141	31,547
vii) Marginal Deposit	696,118,486	245,949,780
viii) Bank Guarantee	9,156,184	185,747,308
ix) Excise Duty	104,517,022	-
x) Closed Account Profit	106,201,991	55,560,045
xi) Sundry Deposit Others	531,624,444	88,100,285
xii) Govt. Tax & VAT	255,375,244	8,908,795
xiii) RDS welfare Fund & RDS RIP	162,871,369	-
xiv) Karmasangsthan Bank	10,000,000	10,000,000
xv) Other Earnings (Note-16.2)	1,927,874	759,884
Total	2,305,098,455	1,267,303,763
16.2 Break-up of Other Earnings		
i) Opening Balance	759,884	3,263,257
ii) Received from B. Bank FC Clearing A/c	1,692,183	24,546,908
iii) Received from Foreign Correspondents/Banks	5,417,365	5,162,159
iv) Total Receipt during the year (ii+iii)	7,109,548	29,709,067
v) Less : Transferred to Prime Minister's Relief Fund	-	1,000,000
vi) Sub- Total (iv-v)	7,109,548	28,709,067
vii) Less :	5,941,558	31,212,440
Income Tax Provision @ 42.50%	3,021,558	12,201,353
Transferred/ Paid for Charitable activities	2,920,000	19,011,087
viii) Closing Balance (i+vi-vii)	1,927,874	759,884
17.0 Bills Payable		
i) Payment Order	1,972,237,704	1,857,855,902
ii) T.T. Payable	48,414,272	55,696,708
iii) D.D. Payable	954,776,286	626,979,722
iv) FC Bills Payable	5,181,274	5,181,274
Total	2,980,609,536	2,545,713,606
18.0 Mudaraba Perpetual Bond	3,000,000,000	3,000,000,000
<p>Islami Bank Bangladesh Limited issued Mudaraba Perpetual Bond (MPB) under the Mudaraba Principles of Islamic Shari'ah as per approval of Bangladesh Bank (Central Bank) as well as Securities and Exchange Commission (SEC). The unit price of MPB is Tk.1,000/-. Credit Rating Information & Services Ltd.(CRISL) assigned A+ rating to MPB. 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.</p>		
19.0 Other Liabilities		
i) Provision for Classified & Unclassified Investments and Off- Balance Sheet Items (Note- 19.2, 19.3 & 19.4)	6,213,000,000	5,700,000,000
ii) Provision for Other Assets (Note-19.5)	87,108,934	55,108,934
iii) Current Tax (Note-19.6)	3,333,157,138	2,555,793,565
iv) Zakat Payable	367,036,788	228,709,258
v) Dividend Payable	10,760,296	11,107,562
vi) Foreign Correspondents Charges	1,298,225	941,448
vii) Incentive Bonus Payable	991,120,801	514,487,230
viii) Payable against Expenditure	61,667,732	101,651,793
ix) Clearing Adjustment	3,355,233	13,646,716
x) Transfer Delivery Adjustment	454,359	303,088
xi) Profit/ Rent /Compensation Suspense Account (Note - 19.7)	921,401,227	949,358,941
xii) Substitute Cash Assistance	1,763,000	65,511,887
xiii) Un-earned Exchange	2,205,519	12,986,188
xiv) IB General Account (Note - 19.8)	-	529,585,233
Total	11,994,329,252	10,739,191,843

	31.12.2010 Taka	31.12.2009 Taka
19.1 Provision for Investments Including Bad & Doubtful Investments		
Current year Provision for Investments		
Unclassified Investments including Off-Balance Sheet items	4,229,132,000	3,111,488,000
Special Mention Account	143,868,000	98,512,000
Substandard	88,207,000	144,878,000
Doubtful	137,647,000	175,423,000
Bad and Loss	1,614,146,000	2,169,699,000
	6,213,000,000	5,700,000,000
19.2 Provision for Classified Investments		
i) Provision held at the beginning of the year	2,490,000,000	1,883,431,000
ii) Fully provided Investment Written Off/ transferred	(569,989,130)	(333,029,818)
iii) Provision no longer required	(205,426,000)	(195,288,000)
iv) Provision made during the year	125,415,130	1,134,886,818
v) Recoveries and Provision no longer required	-	-
vi) Net charge to Profit & Loss Account/(no longer required)	(80,010,870)	939,598,818
Total Provision held at the end of the year	1,840,000,000	2,490,000,000
19.3 General Provision on Unclassified Investment		
i) Provision held at the beginning of the year	2,700,000,000	2,315,736,000
ii) Addition during the year	743,000,000	384,264,000
iii) Balance at the end of the year	3,443,000,000	2,700,000,000
Total Provision for Investments Including Bad & Doubtful Investments (Note-19.2+19.3)	5,283,000,000	5,190,000,000
19.4 General Provision on Off-Balance Sheet Items		
Provision held at the beginning of the year	510,000,000	570,833,000
Add. Provision made/ (no longer required) during the year	420,000,000	(60,833,000)
Provision held as on 31st December	930,000,000	510,000,000
Total Provision (Note- 19.2+19.3+19.4)	6,213,000,000	5,700,000,000
19.5 Other Provisions:		
Provision for Other Assets		
Opening balance	55,108,934	54,908,934
Add: Provision made during the year	32,000,000	200,000
Closing balance	87,108,934	55,108,934
19.6 Current Tax Liability		
Balance of Provision on 01 January 2010	3,776,289,188	3,876,143,354
Add: Provision made during the year	3,994,262,716	3,086,406,379
Add: Other Provision made during the year	3,021,558	58,816,756
Less: Settlement for the year	3,245,114,626	3,245,077,301
Total (a)	4,528,458,836	3,776,289,188
Advance Tax		
Balance of Advance Tax on January 1	1,220,495,623	868,548,321
Add: Payment made during the year	3,219,920,701	3,597,024,603
Less: Settlement for previous year	3,245,114,626	3,245,077,301
Total (b)	1,195,301,698	1,220,495,623
Net Balance as at 31 December 2010 (a-b)	3,333,157,138	2,555,793,565
19.6.1 Provision for Current Tax made during the year		
Income Tax @ 42.50% for 2010 & 2009 on taxable profit (A)	4,097,612,700	3,252,183,868
Add: Tax on dividend & Brokerage House Income	11,363,059	1,041,297
Add: Excess profit tax	-	-
Estimated provision required as at 31 December 2010, (i)	4,108,975,759	3,253,225,165
Provision held for Current Tax		
Balance at 1st January	3,776,289,188	3,876,143,354
Less: Tax for previous year	3,245,114,626	3,245,077,301
Actual Provision for Tax held (ii)	531,174,562	631,066,053
Estimated provision needs to be made (i-ii)	3,577,801,197	2,622,159,112
Provision actually made during the year	4,108,975,759	3,253,225,165
Computation of Taxable Profit		
Profit before Tax	8,454,705,940	6,517,658,253
Less: Written of recovery on which tax was paid earlier	256,955,697	200,605,086
Less: Brokerage House Income	11,383,096	11,663,100
Less: Dividend Income	53,672,298	3,000,000
Profit before Tax	8,132,694,849	6,302,390,067
Add : Inadmissible expenditure	1,878,221,993	1,642,146,625
Less : Further allowable expenditure	369,475,194	292,339,355

Estimated Taxable Profit for the year (A)

9,641,441,648

7,652,197,337

Provision for Tax for the year ended on 31.12.2010 has been made as per prevailing rates applicable on the net Profit considering income tax on Provision made against Classified, Un-classified Investments, Off-balance Sheet items, Other Assets etc. Estimated Tax on Perquisites, Depreciation on revalued amount, tax on provision on Unclassified Investment as per Section 120 of Income Tax Ordinance, 1984 and claims for VAT have been shown as Contingent Liabilities as at 31 December 2010 against which Reference Applications/Appeals/Writ Petitions have been filed at Commissioner (Appeal), Appellate Tribunal and High Court Division of the Supreme Court. Income Tax Assessments have been completed at the Deputy Commissioner level up to the Accounting year 2008 and income tax return has been submitted for the year 2009.

19.6(a) Consolidated Current Tax Liability	31.12.2010 Taka	31.12.2009 Taka
Islami Bank Bangladesh Limited	3,994,262,716	3,086,406,379
Islami Bank Securities Limited	10,642,207	-
Islami Bank Capital Management Limited	2,218,588	-
	4,007,123,511	3,086,406,379

19.7 Profit/ Rent/ Compensation Suspense Account

i) Balance at the beginning of the year	949,358,941	613,761,653
ii) Amount transferred to Suspense Account during the year	3,245,748,921	3,023,137,110
iii) Amount recovered from Suspense Account during the year	(2,412,250,450)	(2,681,946,331)
iv) Amount Written-Off / waived during the year	(861,456,185)	(5,593,491)
Balance at the end of the year	921,401,227	949,358,941

19.8 IB General Account

Un-reconciled Entries of Inter Branch Transactions in Bangladesh Maturity

	Number	Amount in Taka	Amount in Taka
i) Upto 3 months	3,970	-	529,585,233
ii) Over 3 months but not more than 6 months	-	-	-
iii) More than 6 months	-	-	-
Total (i+ii+iii)	3,970	-	529,585,233

19(a) Consolidated Other Liabilities

Islami Bank Bangladesh Limited	11,994,329,252	10,739,191,843
Islami Bank Securities Limited	171,678,136	-
Islami Bank Capital Management Limited	2,245,630	-
	12,168,253,018	10,739,191,843

20.0 Deferred Tax Liabilities

At the beginning of the year	165,959,677	138,259,677
Add: Addition during the year	(3,028,685)	27,700,000
Exchange difference	-	-
At the end of the year	162,930,992	165,959,677

Provision for Deferred Tax has been made on all temporary differences between the Tax Base and the Carrying Amounts for financial reporting purpose as per Bangladesh Accounting Standard (BAS) -12 "Income Taxes". Tax base represents the written down value of Assets with adjustment used for tax purpose. Tax rate prevailing at the Balance Sheet date is used to determine Deferred Tax.

20(a) Consolidated Deferred Tax Liabilities

Islami Bank Bangladesh Limited	162,930,992	165,959,677
Islami Bank Securities Limited	217,328	-
Islami Bank Capital Management Limited	-	-
	163,148,320	165,959,677

20(b) Consolidated Deferred Tax Income/Expenses

Islami Bank Bangladesh Limited	(3,028,685)	27,700,000
Islami Bank Securities Limited	217,328	-
Islami Bank Capital Management Limited	-	-
	(2,811,357)	27,700,000

21.0 Share Capital

21.1 Authorized Capital

The Authorized Capital of the Bank is Tk.10,000,000,000 divided into 100,000,000 Ordinary Shares of Tk.100 each. However, the Board of Directors in its 182nd meeting held on 24.12.2010 decided to raise authorised capital of the Bank from Tk.10,000,000,000 to Tk.20,000,000,000 subject to approval of Extra ordinary General Meeting and clearance of Bangladesh Bank. Bangladesh Bank has already accorded clearance through their letter dated 08 February 2011.

21.2 Paid up Capital

The Shareholders of the Bank in their 27th Annual General Meeting held on May 19, 2010 approved 20% Stock Dividend (Bonus Share) & 10% Cash Dividend for the year 2009, thus Paid - up Capital of the Bank was increased from Tk.6,177.60 million to Tk.7,413.12 million during the year 2010 ; as detailed below:

61,776,000 Ordinary Shares of Tk.100 each	6,177,600,000
12,355,200 Ordinary Shares of Tk.100 each issued as Bonus Share	1,235,520,000



A. Qasem & Co.
Chartered Accountants

Total



ACNABIN
Chartered Accountants

7,413,120,000

31.12.2010 Taka	31.12.2009 Taka
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- a) The Paid-up Capital of the Bank was Tk.7,413,120,000 divided into 74,131,200 Ordinary Shares of Tk.100 each fully subscribed by:

Particulars	No. of Shares as on 31 Dec 2010	% to Total	31.12.2010 Taka	31.12.2009 Taka
(i) Sponsors/ Promoters	31,572,432	42.59%	3,157,243,200	2,437,567,700
(ii) General Public	42,557,832	57.40%	4,255,783,200	3,739,954,300
(iii) Government of the People's Republic of Bangladesh**	936	0.01%	93,600	78,000
Sub Total (a)	74,131,200	100.00%	7,413,120,000	6,177,600,000

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

- b) Break up of Share holding and percentage thereof

Holdings	No. of Shareholders	Total Holdings/ No. of Shares	Percentage (%)
Less than 500 Shares	53,387	3,781,368	5.10%
500 to 5,000 Shares	4,809	6,233,720	8.41%
5,001 to 10,000 Shares	319	2,273,288	3.07%
10,001 to 20,000 Shares	192	2,726,641	3.67%
20,001 to 30,000 Shares	77	1,874,830	2.53%
30,001 to 40,000 Shares	37	1,281,680	1.73%
40,001 to 50,000 Shares	15	666,615	0.90%
50,001 to 100,000 Shares	37	2,614,809	3.53%
100,001 to 1,000,000 Shares	40	10,522,439	14.19%
Over 1,000,000 Shares	10	42,155,810	56.87%
Total	58,923	74,131,200	100.00%

21.3 Capital Adequacy as per Basel - II as on 31 December 2010 (Consolidated) and Basel-I as on 31 December 2009

Bangladesh Bank through BRPD Circular No. 09 dated 31.12.2008 has instructed to all Scheduled Banks to follow Capital Requirement rules on the basis of Risk Weighted Assets and revised Risk Based Capital Adequacy Framework in line with Basel II simultaneously for one year i.e. parallel run for the year 2009 and full operation of Basel II was started from January 2010 which has been duly complied by IBBL.

Subsequently, Bangladesh Bank through BRPD Circular No. 24 dated 03.08.2010 & BRPD Circular No. 35 dated 29.12.2010 issued revised Guidelines on Risk Based Capital Adequacy for Banks (Revised Regulatory Capital Framework in line with Basel II). In accordance with Risk Based Capital Adequacy guidelines of Bangladesh Bank, Risk Weighted Assets of the Bank has been increased due to introduction of 2 (two) new risk areas i.e. Market Risk and Operational Risk. Details of calculation as on 31 December 2010 as per Basel II are given below:

A. Regulatory Capital :

- Tier-1 (Core Capital) (Note 21.3.1)
- Tier-2 (Supplementary Capital) (Note 21.3.2)
- Tier-3 (Additional Supplementary Capital) (Note 21.3.3)
- Total Regulatory Capital (1+2+3)**

(Amount in Crore Taka)

	31.12.2010	31.12.2009
1. Tier-1 (Core Capital) (Note 21.3.1)	1,855.98	1,471.41
2. Tier-2 (Supplementary Capital) (Note 21.3.2)	984.02	890.57
3. Tier-3 (Additional Supplementary Capital) (Note 21.3.3)	-	-
4. Total Regulatory Capital (1+2+3)	2,840.00	2,361.98

- Total Risk Weighted Assets (RWA) (Note 21.3.4)
- Capital Adequacy Ratio (CAR) (as against required above 9.00% in 2010)
- Core Capital to RWA (as against required minimum 4.50% in 2010)
- Supplementary Capital to RWA
- Minimum Capital Requirement (MCR)
- Surplus Equity (A-F)

	As per Basel-II	As per Basel-I
B. Total Risk Weighted Assets (RWA) (Note 21.3.4)	25,680.49	20,275.66
C. Capital Adequacy Ratio (CAR) (as against required above 9.00% in 2010)	11.06%	11.65%
D. Core Capital to RWA (as against required minimum 4.50% in 2010)	7.23%	7.26%
E. Supplementary Capital to RWA	3.83%	4.39%
F. Minimum Capital Requirement (MCR)	2,311.24	2,027.57
G. Surplus Equity (A-F)	528.76	334.41

21.3.1 1. Tier-1 (Core Capital)

- Fully Paid-up Capital/Capital Deposited with BB
- Statutory Reserve
- Non-repayable Share premium account
- General Reserve
- Retained Earnings
- Minority interest in Subsidiaries
- Non-Cumulative irredeemable Preferences shares
- Dividend Equalization Account
- 1.9 Sub-Total: (1.1 to 1.8)**

	31.12.2010	31.12.2009
1.1 Fully Paid-up Capital/Capital Deposited with BB	741.31	617.76
1.2 Statutory Reserve	793.50	624.40
1.3 Non-repayable Share premium account	0.20	0.20
1.4 General Reserve	58.31	40.52
1.5 Retained Earnings	259.46	185.33
1.6 Minority interest in Subsidiaries	-	-
1.7 Non-Cumulative irredeemable Preferences shares	-	-
1.8 Dividend Equalization Account	3.20	3.20
1.9 Sub-Total: (1.1 to 1.8)	1,855.98	1,471.41

Deductions from Tier-1 (Core Capital)

- Book value of Goodwill
- Shortfall in provisions required against Classified assets
- Shortfall in provisions required against Investment in shares
- 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
- Investment in subsidiaries which are not consolidated
- Other if any
- 1.18 Sub Total (1.10 to 1.17)**

	31.12.2010	31.12.2009
1.10 Book value of Goodwill	-	-
1.11 Shortfall in provisions required against Classified assets	-	-
1.12 Shortfall in provisions required against Investment in shares	-	-
1.13 Remaining deficit on account of revaluation of investment in securities after netting off from any other surplus on the securities.	-	-
1.14 Reciprocal crossholdings of bank capital /subordinated debt	-	-
1.15 Any investment exceeding the approved limit	-	-
1.16 Investment in subsidiaries which are not consolidated	-	-
1.17 Other if any	-	-
1.18 Sub Total (1.10 to 1.17)	-	-

1.19. Total Eligible Tier-1 Capital (1.9-1.18)

1,855.98

1,471.41

21.3.2 2.Tier-2 (Supplementary Capital)

- 2.1 General Provision (Unclassified Investment and off Balance Sheet exposure)
2.2 Assets Revaluation Reserves up to 50%
2.3 Revaluation Reserves of Securities up to 50%
2.4 Revaluation Reserves for equity instruments up to 10%
2.5 All other preference shares
2.6 Perpetual Subordinated debt (Mudaraba Perpetual Bond)
30% of core Capital
2.7 Other (if any item approved by Bangladesh Bank)
2.8 Sub-Total (2.1 to 2.7)
2.9 Deductions, if any

2.10 Total Eligible Tier-2 Capital (2.8 - 2.9)

21.3.3 3.Tier-3 (Additional Supplementary Capital)

- 3.1 Short-term subordinated debt

4. Total Supplementary Capital (2.10+3.1)

5. Total Regulatory Capital (1.19+4)

21.3.4 Risk Weighted Assets (RWA) for

1. Investment (Credit) Risk
On-Balance Sheet
Off-Balance Sheet
2. Market Risk
3. Operational Risk

Total Risk Weighted Assets (1+2+3)

A. Investment (Credit) Risk on Balance Sheet Exposures as on 31.12.2010

	31.12.2010 Amount in CroreTk.	31.12.2009 Amount in CroreTk.
	437.30	321.00
	215.67	215.67
	31.05	53.90
	-	-
	-	-
	300.00	300.00
	-	-
	984.02	890.57
	-	-
	984.02	890.57
	-	-
	984.02	890.57
	2,840.00	2,361.98
	23,587.68	20,275.66
	22,015.99	20,275.66
	1,571.69	-
	226.16	-
	1,866.65	-
	25,680.49	20,275.66

SL. No.	Exposure Type	BB's Rating Grade *	Risk Weight	Exposure	Risk Weighted Assets	Remarks
1	2	3	4	5	6= (4X5)	6
a)	Cash and Cash Equivalents		0%	3,737.10	-	
b)	Claims on Bangladesh Government and Bangladesh Bank		0%	1,100.00	-	
c)	Claims on other Sovereigns & Central Banks			-	-	
d)	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank		0%	-	-	
e)	Claims on Multilateral Development Banks (MDBs)					
i)	IBRD, IFC, ADB, AFDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB		0%	275.59	-	
		ii) Other MDBs				
		1	20%		-	
		2,3	50%		-	
		4,5	100%		-	
	6	150%		-		
	Unrated	50%		-		
f)	Claims on Public Sector Entities (Other than Government) in Bangladesh	1	20%			
		2,3	50%			
		4,5	100%			
		6	150%			
		Unrated	50%			
g)	Claims on Banks					
i)	Maturity over 3 months	1	20%			
		2,3	50%			
		4,5	100%	11.30	11.30	
		6	150%			
		Unrated	100%	19.10	19.10	
ii)	Maturity less than 3 months		20%	667.04	133.41	
h)	Claims on Corporates	1	20%	941.32	188.26	
		2	50%	6,952.33	3,476.17	
		3, 4	100%	2,970.14	2,970.14	
		5, 6	150%		-	
		Unrated	125%	8,771.29	10,964.11	
i)	Claims under Credit Risk mitigation	PSE	N/A		-	
		Corporate	N/A	2.56	3.20	
		Retail & NBFIs	N/A	2.20	1.65	
		Consumer	N/A		-	
		Residential Property	N/A		-	
		Commercial Real Estate	N/A		-	

	Sub Total			25,449.97	17,767.34	
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Fixed Risk Groups:		Risk Weight	Exposure	Risk Weighted Assets	Remarks
j)	Claims categorized as Retail Portfolio & Small Enterprise (excluding consumer Investment)	75%	2,806.69	2,105.02	
k)	Consumer finance	100%	88.68	88.68	
l)	Claims fully secured by Residential Property	50%	911.12	455.56	
m)	Claims fully secured by Commercial Real Estate Property	100%	154.20	154.20	
n)	Past Due Claims (Risk Weights are to be assigned net of specific provision):		-	-	
	1.The claim (other than claims secured by eligible residential property) that is past due for more than 90 days and/or impaired will attract risk weight as follows:		-	-	
	- Where specific provisions are less than 20 per cent of the outstanding amount of the past due claim ;	150%	239.71	359.57	
	- Where specific provisions are not less than 20 per cent of the outstanding amount of the past due claim ;	100%	98.83	98.83	
	- Where specific provisions are more than 50 per cent of the outstanding amount of the past due claim.	50%	113.66	56.83	
	2. Claims fully secured against residential property that are past due for more than 90 days and/or impaired specific provision held there-against is less than 20% of outstanding amount.	100%	21.54	21.54	
	3. Loans and claims fully secured against residential property that are past due by 90 days and /or impaired and specific provision held there-against is more than 20% of outstanding amount	75%	24.25	18.19	
o)	Capital Market Exposures	125%	149.80	187.25	
p)	Investments in Venture Capital	150%	-	-	
q)	Unlisted equity Investments and regulatory capital instruments issued by other banks (other than those deducted from capital) held in banking book	125%	-	-	
r)	Investments in Premises, Plant and Equipment and all Other Fixed Assets	100%	460.04	460.04	
s)	Claims on all Fixed Assets under Operating Lease	100%		-	
t)	All Other Assets	0%	-	-	
		20%	389.07	77.81	
		100%	165.14	165.14	
Sub Total			5,622.73	4,248.65	
Grand Total			31,072.70	22,015.99	

B. Investment (Credit) Risk Off- Balance Sheet Exposures as on 31.12.2010

SL. No.	Exposure Type	BB's Rating Grade	Risk Weight	Exposure	Risk Weighted Assets	Remarks
a)	Claims on Bangladesh Government and Bangladesh Bank					
b)	Claims on other Sovereigns & Central Banks		0%	-	-	
c)	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank			-	-	
d)	Claims on Multilateral Development Banks (MDBs)					
	i) IBRD , IFC, ADB, AFDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB		0%		-	
	ii) Other MDBs	1	20%		-	
		2,3	50%		-	
		4,5	100%		-	
		6	150%		-	
		Unrated	50%		-	
e)	Claims on Public Sector Entities (Other than Government) in Bangladesh	1	20%		-	
		2,3	50%		-	
		4,5	100%		-	
		6	150%		-	

		Unrated	50%	-	-	
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f)	Claims on Banks				
	i) Maturity over 3 months	1	20%	50.00	10.00
		2,3	50%	40.00	20.00
		4,5	100%	-	-
		6	150%	-	-
		Unrated	100%	207.97	207.97
	ii) Maturity less than 3 months		20%	-	-
g)	Claims on Corporates	1	20%	62.85	12.57
		2,3	50%	986.53	493.27
		4,5	100%	198.77	198.77
		6	150%	-	-
		Unrated	125%	84.49	105.61
h)	Claims as Retail Portfolio & Small Enterprise		75%	698.00	523.50
i)	Consumer Investment		100%	-	-
j)	Claims fully secured by residential property		50%	-	-
k)	Claims fully secured by commercial real estate		100%	-	-
l)	Investment in venture capital		150%	-	-
m)	All Other Assets		100%	-	-
	Total			2,328.61	1,571.69

C. Capital requirements for: Market Risk as on 31.12.2010

Sl. No.	Particulars	Capital Charge for		Total	Risk Weighted Assets
		Specific Risk	General Market Risk		
a)	Profit rate risk	-	-	-	-
b)	Equity position risk	5.77	5.77	11.54	128.21
c)	Foreign exchange risk	-	8.82	8.82	97.95
d)	Commodity risk	-	-	-	-
e)	Total	5.77	14.59	20.36	226.16

D. Capital requirements for: Operational Risk as on 31.12.2010

Sl. No.	Year	Gross Income (GI)	Average GI	15% of Average GI	Risk Weighted Assets	Remarks
1	2	3	4	5	6 = (5X11.11)	7
1	1 January 2009 to 31 December 2009	1,275.68	1,120.10	168.02	1,866.65	
2	1 January 2008 to 31 December 2008	1,229.58				
3	1 January 2007 to 31 December 2007	855.04				
	Total Gross Income	3,360.30				

Disclosure under Pillar III (Market Discipline) as on 31.12.2010 as per Bangladesh Bank BRPD Circular No. 24 dated 03.08.2010

	Amount in Crore Taka	Remarks
a) Market Discipline (Disclosures):		
A. Banking Book Assets		
1. Cash in hand & Balance with BB (excluding FC)	3,736.99	
2. Money at call		
3. Investment (HTM)	1,162.78	
a. Government	1,100.00	
b. Qualifying (banks, etc)	-	
c. Others	62.78	
4. Investment (Loans & advances) (a+b)	26,233.34	
a. Classified (SMA, SS, DF & BL to be shown separately)	705.26	
Special Mention Account (SMA)	239.71	
Sub Standards	89.64	
Doubtful	52.07	
Bad/Loss	323.84	
b. Unclassified	25,528.08	
5. Risk Weighted Assets (Investment and Off-Balance Sheet)	23,587.68	
a. Below 100% RW	7,572.23	
b. 100% RW	4,395.71	
c. Above 100% RW	11,619.74	
6. Rated Status (Investment and Off-Balance Sheet)		
a. Rated Assets	12,213.24	
b. Unrated Assets	9,082.85	
7. Other Assets (Including Fixed Assets)	1,178.35	
A. Total Banking Book Assets (1+2+3+4+7)	32,311.46	
B. Trading Book Assets		
1. FC held in hand	2.53	
2. FC held in BB & Nostrro account	540.28	
3. Investment (trading)	64.10	
a. Govt.(part of govt. HTM if held above the required SLR amount)	64.10	
b. HFT		
c. AFS (if any)		
B. Total Trading Book Assets (1+2+3)	606.91	



A. Qasem & Co.
Chartered Accountants

Total Assets (A+B)



ACNABIN
Chartered Accountants

32,918.37

	Amount in Crore Taka	Remarks
b) Investment (Credit) Risk on Banking Book as on 31.12.2010		
Quantitative Disclosures		
<u>Particulars</u>		
A) Total Exposures of Credit Risk	31,072.70	
1. Funded		
a) Domestic	30,343.23	
b) Overseas	729.47	
2. Non-Funded	10,819.01	
a) Domestic	8,656.76	
b) Overseas	2,162.25	
3. Distribution of risk exposure by claims		
A. Claims on sovereigns and central banks	1,100.00	
B. Claims on other official entities	-	
C. Claims on banks and securities firms	686.14	
D. Claims on corporate	19,640.34	
E. Claims included in the retail portfolio & SME Enterprises	2,811.31	
F. Claims secured by residential property	911.12	
G. Claims secured by commercial real estate	154.20	
H. Claims against Consumer Investment	88.68	
I. Other Categories:		
– Past due Investment/NPI	705.26	
– Off-balance sheet items	10,819.01	
4. Credit Risk Mitigation		
Claims secured by financial collateral	9.18	
Net exposure after the application of haircuts.	4.76	
Claims secured by eligible Guarantee	-	
c) Market risk on Trading Book as on 31.12.2010		
<u>Particulars</u>		
Capital requirements for:		
i) Profit (Interest) rate risk;	-	
ii) Equity position risk;	11.54	
iii) Foreign exchange risk; and	8.82	
iv) Commodity risk	-	
d) Operational Risk as on 31.12.2010		
<u>Particulars</u>		
Capital requirements for Operational Risk	168.00	
e) Maintenance of Specific Provision as on 31.12.2010		
<u>Particulars</u>		
A) Gross Non Performing Assets (NPAs)	705.26	
Non Performing Assets (NPAs) to Outstanding Investment	2.69%	
B) Movement of Non Performing Assets (NPAs)		
1. Opening balance	506.34	
2. Additions	198.92	
3. Reductions	-	
4. Closing balance	705.26	
Movement of specific provisions for NPAs		
1. Opening balance	570.00	
2. Provisions made during the period	108.30	
3. Write-off	57.00	
4. Write-back of excess provisions	-	
5. Closing balance	621.30	
f) Maintenance of Regulatory Capital as on 31.12.2010		
<u>Particulars</u>		
A) Amount of Tier-1 Capital		
i) Fully Paid-up Capital	741.31	
ii) Statutory Reserve	793.50	
iii) Non-repayable Share Premium Account	0.20	
iv) General Reserve	58.31	
v) Retained Earnings	259.46	
vi) Dividend Equalization Account	3.20	
Total Tier-I Capital	1,855.98	
B) Amount deducted from Tier-1 Capital		
i) Goodwill	-	
ii) Shortfall	-	
iii) Others	-	
C) Total amount of Tier 2 capital (net of deductions from Tier 2 capital).		
i) General Provision (Unclassified Investment +SMA+ Off Balance Sheet Exposure)	437.30	
ii) Assets Revaluation Reserves up to 50%	215.67	
iii) Revaluation Reserves of Securities up to 50%	31.05	
iv) Subordinated debt (Mudaraba Perpetual Bond)	300.00	
Total Tier-II Capital	984.02	
D) Total eligible capital.	2,840.00	

	Amount in Crore Taka (2010)	Remarks
g) Capital Adequacy as on 31.12.2010		
<u>Particulars</u>		
A) Amount of Regulatory Capital to meet unforeseen loss:		
i) Amount to meet (Investment) Credit Risk	2,122.89	
ii) Amount to meet Market Risk	20.35	
iii) Amount to meet Operational Risk.	168.00	
B) Some additional capital over MCR maintained	530.30	
22.0 Statutory Reserve	31.12.2010	31.12.2009
	Taka	Taka
Opening Balance	6,244,022,554	4,940,490,903
Add: Addition made this year	1,690,941,188	1,303,531,651
Closing balance	7,934,963,742	6,244,022,554
20% of Net Profit is 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 Companies Act 1991.		
23.0 Others Reserves		
a) General Reserve		
Opening Balance	405,191,666	120,046,302
Add: Addition/ (Adjustment) made this year	177,938,721	285,145,364
Sub total (i)	583,130,387	405,191,666
b) Share Premium	1,989,633	1,989,633
c) Assets Revaluation Reserve (Note 23.1)	4,313,460,000	4,313,460,000
d) Dividend Equalization Account	32,000,000	32,000,000
e) Revaluation Reserve of Securities (Note 23.2)	621,000,000	1,078,000,000
Sub total (ii)	4,968,449,633	5,425,449,633
Grand Total (i + ii)	5,551,580,020	5,830,641,299
23.1 Assets Revaluation Reserve		
Opening balance	4,313,460,000	2,275,960,000
Addition during the year	-	2,037,500,000
Adjustment during the year	-	-
Closing balance	4,313,460,000	4,313,460,000
23.2 Revaluation Reserve of Securities		
Opening balance	1,078,000,000	474,000,000
Adjustment during the year	(457,000,000)	-
Revaluation made during the year	-	604,000,000
Closing balance	621,000,000	1,078,000,000
24.0 Letter 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	516,773,633	2,758,374,462
iii) Bank and other Financial Institutions	4,097,000	3,698,000
iv) Others	5,907,044,054	3,157,039,292
Total	6,427,914,687	5,919,111,754
24.1 Security Pledged against Mudaraba Perpetual Bond (MPB) Liabilities of Tk. 3,000 Million:	4,489,100,000	4,489,100,000
25.0 Investment Income	2010	2009
	Taka	Taka
Income from General Investment		
Bai Murabaha	13,436,201,951	11,716,348,719
Musharaka /Musharaka Documentary Bills	891,421,531	551,795,666
Bai Muajjal	1,170,333,487	947,204,133
Hire Purchase under Shirkatul Melk	8,032,618,765	7,129,471,361
Bai Salam	204,446,601	130,095,553
Mudaraba	7,576,330	-
Bai -As- Sarf (FDB /FCD) / Inland Bills Purchased	107,854,211	85,254,693
Others	505,539,110	717,497,997
Sub Total (i)	24,355,991,986	21,277,668,122
Profit on Deposits with other Banks & Financial Institutions		
(a) In Bangladesh	376,701,353	90,878,343
(b) Outside Bangladesh	33,571,621	1,985,138
Sub Total (ii)	410,272,974	92,863,481
Grand Total (i + ii)	24,766,264,960	21,370,531,603

Investment Income includes Profit/ Rent Suspense of Tk. 2,011,293,433/- realized during the year.

	2010 Taka	2009 Taka
25.1 Investment Income derived from the fund deployed by		
i) Mudaraba Deposits	21,713,860,000	19,002,130,000
ii) Other Deposits/Fund	2,724,920,000	1,609,790,000
Total	24,438,780,000	20,611,920,000
26.0 Profit Paid on Deposits		
i) Profit paid on Mudaraba Savings Deposit	4,525,646,447	3,656,615,331
ii) Profit paid on Mudaraba Term Deposit Account	3,237,917,343	3,033,088,325
iii) Profit paid on other Mudaraba Deposits	6,337,827,128	6,016,790,900
iv) Profit paid on Placement	-	-
v) Profit paid on Mudaraba Perpetual Bond (MPB)	370,500,000	370,500,000
Total	14,471,890,918	13,076,994,556
<p>The Mudaraba Depositors are entitled to get minimum 65% of Investment Income earned through deployment of Mudaraba Fund as per weightages. In 2010, 67.00% of profit earned through deployment of Mudaraba Fund has been distributed/provided to the Mudaraba depositors & MPB holders. It may be mentioned here that in some Mudaraba Deposits, additional rate was allowed over the rate arrived as per weightage. An additional amount equivalent to 10.00% of the rate of dividend has been provided for MPB holders of the Bank for the year 2010.</p>		
27.0 Income From Investments in Shares & Securities		
i. Inside Bangladesh		
Bangladesh Government Islamic Investment Bond (BGIIB)	404,484,865	112,163,000
Bangladesh Shipping Corporation (BSC)	-	2,000,000
Central Depository Bangladesh Ltd. (CDBL)	400,000	1,000,000
Islami Bank Securities Limited	53,272,298	-
Sub Total (i)	458,157,163	115,163,000
ii. Outside Bangladesh	-	-
Sub Total (ii)	-	-
Grand Total (i+ii)	458,157,163	115,163,000
27(a) Consolidated Income From Investments in Shares & Securities		
Islami Bank Bangladesh Limited	404,883,958	115,163,000
Islami Bank Securities Limited	85,532,056	-
Islami Bank Capital Management Limited	-	-
	490,416,014	115,163,000
28.0 Commission, Exchange & Brokerage Income		
i) Commission Income	2,201,655,359	1,711,363,510
ii) Exchange Income (Note 28.1)	1,769,740,110	1,714,174,799
iii) Brokerage Income	11,383,096	11,663,100
Total	3,982,778,565	3,437,201,409
28.1 Exchange Income		
Gross Exchange gain	1,769,740,110	1,714,174,799
Less: Exchange loss	-	-
Net Exchange gain	1,769,740,110	1,714,174,799
28(a) Consolidated Commission, Exchange & Brokerage Income		
Islami Bank Bangladesh Limited	3,982,778,565	3,437,201,409
Islami Bank Securities Limited	14,953,451	-
Islami Bank Capital Management Limited	-	-
	3,997,732,016	3,437,201,409
29.0 Other Operating Income		
i) Rent on Locker	4,212,782	3,136,919
ii) Telephone/ Trunk Call Charge recovered	24,826,508	41,724,881
iii) P&T Charge recovered	58,652,885	54,463,587
iv) Legal Expenses recovered	1,693,924	1,104,172
v) E & TA Fees recovered	1,443,296	1,017,204
vi) Income from ATM & SWIFT	107,373,291	78,796,891
vii) Incidental / Account Maintenance Charges realised	377,361,291	4,663,349
viii) Service Charges recovered	26,738,711	11,900,625
ix) Rent on Premises realised	2,360,184	2,659,642
x) Sale proceeds of Tender Schedule	660,553	5,678,086
xi) Profit on sale of Bank's Car	3,470,059	3,249,862
xii) Written-off Investment Recovery	256,955,697	200,605,086
xiii) Recruitment Fees recovered	12,462,464	19,412,500
xiv) MICR Cheque Charge realised	1,520,874	-
xv) Others	41,971,737	52,548,220
xvi) Profit / (loss) due to change in profit rate	-	-
Total	921,704,256	480,961,024

29.1 Income From Dealing Securities

Income from Dealing Securities
Less: Loss from Dealing Securities

N/A	N/A
-----	-----

29.2 Income From Dealing Investment

Income from Dealing Investments
Less: Loss from Dealing Investments

N/A	N/A
-----	-----

29.3 Income from Fluctuation

Income from Profit Fluctuation
Less: Loss from Profit Fluctuation

N/A	N/A
-----	-----

29(a) Consolidated Other Operating Income

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited

2010 Taka	2009 Taka
921,704,256	480,961,024
1,648,247	-
6,071,730	-
929,424,233	480,961,024

30.0 Rent, Taxes, Insurances, Electricity etc.

- i) Rent, Rates and Taxes
 - ii) Insurance
 - iii) Electricity and Lighting
- Total**

143,699,490	104,776,544
165,771,961	144,045,452
107,315,982	87,891,122
416,787,433	336,713,118

30(a) Consolidated Rent, Taxes, Insurances, Electricity etc.

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited

416,787,433	336,713,118
2,427,510	-
91,700	-
419,306,643	336,713,118

31.0 Postage, Stamps, Telecommunications etc.

- i) Postage
 - ii) SWIFT Charges
 - iii) Telephone
 - iv) Fax & Internet
 - v) Stamps charges
- Total**

37,125,736	32,762,903
13,282,760	20,091,203
27,283,287	27,876,486
8,200,424	7,492,614
17,330	11,474
85,909,537	88,234,680

31(a) Consolidated Postage, Stamps, Telecommunications etc.

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited

85,909,537	88,234,680
369,950	-
1,042	-
86,280,529	88,234,680

32.0 Stationery, Printing and Advertisement etc.

- i) Paper & Table Stationery
 - ii) Printing and Stationery (Registers and Forms)
 - iii) Advertisement & Publicity
- Total**

14,763,283	13,033,520
73,693,597	68,534,870
60,002,100	30,301,383
148,458,980	111,869,773

32(a) Consolidated Stationery, Printing and Advertisement etc.

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited

148,458,980	111,869,773
650,604	-
12,610	-
149,122,194	111,869,773

33.0 Directors' Fees and Expenses

- i) Directors' Fees for attending Board/ Executive Committee/ Other Committees meeting
 - ii) TA/DA/Hotel Fare for Local & Foreign Directors
 - iii) Others
- Total**

2,524,710	2,411,995
5,297,631	4,841,185
1,826,504	775,758
9,648,845	8,028,938

33.1 Rate of Fees for attending Board/ Executive Committee/ Other Committees Meeting

- i) For Board Meeting
- ii) For Executive Committee/ Other Committees Meeting

5,000	4,000
4,000	3,200

33(a) Consolidated Directors' Fees and Expenses

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited

9,648,845	8,028,938
190,000	-
-	-

9,838,845

8,028,938

34.0 Shari'ah Supervisory Committee's Fees & Expenses

i)	Shari'ah Supervisory members' Fees for attending meeting
ii)	TA.DA./Hotel Fare
iii)	Others
	Total

2010 Taka	2009 Taka
678,000	1,006,400
1,039,477	1,192,589
96,092	48,410
1,813,569	2,247,399

34.1 Rate of Fees for attending Shariah Supervisory Meeting

i)	For Shariah Supervisory Meeting	5,000	4,000
ii)	For Sub-Committee Meeting	4,000	3,200

35.0 Depreciation and Repair to Bank's Assets

i)	Depreciation: Premises (Building)
ii)	Depreciation: Furniture & Fixtures and Other Fixed Assets
	Sub Total (i+ii)
iii)	Repair of Bank's Properties/Assets
	Grand Total (i+ii+iii)

81,064,906	50,610,346
239,847,533	205,212,041
320,912,439	255,822,387
29,219,977	20,194,824
350,132,416	276,017,211

35(a) Consolidated Depreciation and Repair to Bank's Assets

Islami Bank Bangladesh Limited	350,132,416	276,017,211
Islami Bank Securities Limited	487,369	-
Islami Bank Capital Management Limited	-	-
	350,619,785	276,017,211

350,132,416	276,017,211
487,369	-
-	-
350,619,785	276,017,211

36.0 Other Expenses

i)	T. A. & D. A.
ii)	Repairs to Rented Premises
iii)	Motor Car Running & Maintenance
iv)	Periodicals & Newspapers
v)	Entertainment
vi)	Overtime
vii)	Direct Expenses on Investment
viii)	Training Expenses
ix)	Meeting Expenses
x)	Bank Charges
xi)	Uniforms
xii)	Conveyance
xiii)	Honorarium & Cash Award
xiv)	Membership Fees
xv)	Staff Welfare
xvi)	Evening Banking Allowance
xvii)	Computer Expenses
xviii)	Wages
xix)	Discomfort Allowance
xx)	Air Condition Maintenance
xxi)	WASA / Gas Expenses
xxii)	Washing Charges
xxiii)	Transportation Charges
xxiv)	ATM Charges
xxv)	Reuters Charges
xxvi)	Business Development Expenses
xxvii)	Photocopy Expenses
xxviii)	Upkeep of Office Premises
xxix)	Clearing House Expenses
xxx)	Bonus Share Issue Expenses
xxxi)	Rating Expenses
xxxii)	Band Width Charges
xxxiii)	Other Regulatory Fees and Expenses
xxxiv)	MPB Expenses
xxxv)	Brokerage House Expenses
xxxvi)	Recruitment Expenses
xxxvii)	Others
	Total

42,253,932	41,404,459
953,916	993,730
40,394,056	41,497,243
4,247,031	3,235,642
56,889,363	46,234,897
21,716,804	18,237,097
3,888,464	3,272,899
20,264,379	23,871,762
8,212,356	7,955,828
18,407,753	13,501,019
4,951,358	5,175,398
6,511,393	5,405,482
8,552,322	9,847,903
3,878,239	6,222,550
3,935,000	1,935,000
1,382,157	1,351,531
19,025,376	16,209,973
29,998,278	18,214,247
6,245,306	6,030,011
917,872	1,287,528
5,204,399	5,048,218
3,799,084	3,406,855
1,555,746	848,994
6,397,254	2,230,406
4,988,087	6,096,728
133,662,846	40,632,107
8,407,435	6,567,027
6,952,368	5,384,991
843,640	760,987
4,119,760	4,052,206
407,750	522,500
36,116,089	15,467,665
4,891,930	202,000
1,954,706	2,565,590
1,073,204	1,232,347
8,091,453	3,915,309
18,148,473	13,835,695
549,239,579	384,653,824

36.1 Motor Car Running and Maintenance

As on 31.12.2010 the Bank had 229 (Two hundred twenty nine) Motor Vehicles (Cars 190, Jeeps 9, Pickups 28 and Microbuses 2) . The Motor Vehicles are used for Carrying Cash, Development works and for other important works of the Bank. Some vehicles are attached with the Senior Executives of the Bank as per Transport Policy of the Bank. A sum of Tk.42,149,360 was incurred during the year ended on 31.12.2010 as against Tk. 43,262,925 incurred during the year 2009 for repairs, maintenance, purchase of fuel & lubricants and insurance etc. for the Motor Vehicles of the Bank.

36(a) Consolidated Other Expenses

Islami Bank Bangladesh Limited	549,239,579	384,653,824
Islami Bank Securities Limited	11,044,014	-
Islami Bank Capital Management Limited	19,243	-
	560,302,836	384,653,824

549,239,579	384,653,824
11,044,014	-
19,243	-
560,302,836	384,653,824

37.0 Retained Earnings: Movement of Surplus in Profit & Loss Account

	2010 Taka	2009 Taka
Retained Earnings as on 1 January	1,853,280,000	1,425,600,000
Addition during the year :		
Proposed Dividend	2,594,592,000	1,853,280,000
Total	4,447,872,000	3,278,880,000
Less: Amount transferred to Paid-up Capital (Bonus Share)	(1,853,280,000)	(1,425,600,000)
Balance of Retained Earnings (Proposed Dividend) as at 31 December	<u>2,594,592,000</u>	<u>1,853,280,000</u>

37(a) Consolidated Retained Earnings

Islami Bank Bangladesh Limited	2,594,592,000	1,853,280,000
Islami Bank Securities Limited	18,310,322	-
Islami Bank Capital Management Limited	3,697,647	-
	2,616,599,969	1,853,280,000
Less: Minority Interest	452	-
	<u>2,616,599,517</u>	<u>1,853,280,000</u>

37(b) Minority Interest

	Share Capital	Retained Earnings		
Islami Bank Securities Limited	6,000	366	6,366	-
Islami Bank Capital Management Limited	7,000	86	7,086	-
	<u>13,000</u>	<u>452</u>	<u>13,452</u>	<u>-</u>

Minority Interest means the interests of outside shareholders other than the holding company who hold shares in the subsidiary company. The collective interest of such persons/shareholders is termed 'minority interest' or 'Non-controlling interest' of outside shareholders and is shown as a separate item in the consolidated balance sheet. The interest of minority in any one subsidiary company is computed with reference to the percentage of the aggregate holding of the outside shareholder of that subsidiary company to the total issued capital.

Islami bank Bangladesh Ltd. has two subsidiary companies namely i) Islami Bank Securities Ltd. & ii) Islami Bank Capital Management Ltd.

The share capital of Islami Bank Securities Ltd. is Tk.300,000,000/- divided into 300,000 shares of Tk.1,000/ each out of which share capital of minority is Tk.6,000/- divided into 6 shares of Tk.1,000/- each which represent 0.0020% of total share of the subsidiary company.

The share capital of Islami Bank Capital Management Ltd. is Tk.300,000,000/- divided into 300,000 shares of Tk.1,000/ each out of which share capital of minority is Tk.7,000/- divided into 7 shares of Tk.1,000/- each which represent 0.0023% of total share of the subsidiary company.

38.0 Post Balance Sheet Events

The Board of Directors of the Bank in its 183rd meeting held on 24th March, 2011 recommended 35.00% Stock Dividend for the year 2010 subject to approval of the shareholders in the ensuing 28th Annual General Meeting to be held on 18th May, 2011.

39.0 Earnings per Share (EPS)

a) Attributable Profit for the year	4,463,471,909	3,403,551,874
b) Number of Outstanding Shares	74,131,200	74,131,200
Earnings per Share (EPS) (a ÷ b)	60.21	45.91

Earnings per Share (EPS) has been calculated in accordance with "Bangladesh Accounting Standard (BAS) - 33 Earnings per Share" which has been shown on the face of Profit & Loss Account. This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year. Previous year's figures have been adjusted due to issuance of 12,355,200 Bonus Shares during the year 2010 against 20.00% Stock Dividend of 2009 as per guidelines of Bangladesh Accounting Standard (BAS)-33.

39(a) Consolidated Earnings per Share (EPS)

Consolidated Profit After Income Tax	4,485,479,878	3,403,551,874
Less: Profit Attributable to Minority	452	-
Attributable Profit for distribution to Share holders of IBBL	4,485,479,426	3,403,551,874
Number of Outstanding Shares	74,131,200	74,131,200
Consolidated Earnings per Share (EPS)	60.51	45.91

40.0 Net Asset Value per Share (NAV)

a) Capital/ Share-holders' Equity for the year	23,494,255,762	20,105,543,853
b) Number of Outstanding Shares	74,131,200	74,131,200
Net Asset Value per Share (NAV) (a ÷ b)	316.93	271.22

Net Asset Value per Share (NAV) has been disclosed as per the Securities and Exchange Commission's Notification No.SEC/CMRRCD/2009-193/Admin/03-31 dated June 1, 2009. Previous year's number of ordinary shares has been adjusted to conform current year's presentation due to issuance of 12,355,200 Bonus Shares during the year 2010 against Stock Dividend of 2009.

41.0 Net Operating Cash Flow per Share (NOCFPS)

	2010	2009
	Taka	Taka
a) Net Cash flows from Operating Activities	3,329,734,555	11,534,007,335
b) Number of Outstanding Shares	74,131,200	74,131,200
Net Operating Cash Flow per Share (NOCFPS) (a ÷ b)	44.92	155.59

Net Operating Cash Flow per Share (NOCFPS) has been disclosed as per the Securities and Exchange Commission's Notification No.SEC/CMRRCD/2009-193/Admin/03-31 dated June 1, 2009. Previous year's number of ordinary shares has been adjusted to conform current year's presentation due to issuance of 12,355,200 Bonus Shares during the year 2010 against Stock Dividend of 2009.

42.0 Reconciliation of Cash and Cash Equivalent at the end of the year

i) Cash in hand	3,787,386,230	2,480,772,445
ii) Balance with Bangladesh Bank and its Agent Banks (Sonali Bank Ltd.)	35,266,018,444	35,004,896,001
iii) Balance with Other Banks and Financial Institutions	6,679,891,477	7,678,373,370
Total	45,733,296,151	45,164,041,816

42(a) Consolidated Cash and Cash Equivalent

Islami Bank Bangladesh Limited	45,733,296,151	45,164,041,816
Islami Bank Securities Limited	131,565,137	-
Islami Bank Capital Management Limited	303,256,267	-
	46,168,117,555	45,164,041,816

43.0 Currency wise Exposures

Currency wise exposures are shown at Annexure-B.

Md. Shahidul Islam
Director

Md. Abdus Salam FCA, FCS
Director

Prof. NRM Borhan Uddin Ph.D
Director

Mohammad Abdul Mannan
Managing Director