

Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Balance Sheet
As at 31 March 2017

| Property and Assets | 31.03.2017 | 31.12.2016 |
|--|------------------------|------------------------|
| | Taka | Taka |
| Cash | | |
| Cash in hand (Including Foreign Currencies) | 1,479,524,649 | 1,179,754,405 |
| Balance with Bangladesh Bank & Sonali Bank Ltd (Including Foreign Currencies) | 9,254,199,530 | 8,398,144,743 |
| | 10,733,724,178 | 9,577,899,148 |
| Balance with other Banks and Financial Institutions | | |
| Inside Bangladesh | 2,192,705,584 | 1,948,192,572 |
| Outside Bangladesh | 123,857,841 | 472,970,179 |
| | 2,316,563,426 | 2,421,162,751 |
| Placement with other Banks & Financial Institutions | 7,381,712,341 | 7,861,781,566 |
| Investments in Shares & Securities | | |
| Government | 5,500,000,000 | 5,500,000,000 |
| Others | 3,994,496,078 | 3,964,312,892 |
| | 9,494,496,078 | 9,464,312,892 |
| Investments | | |
| General Investment etc. | 122,438,476,972 | 115,618,153,110 |
| Bills Purchased and Discounted | 9,882,199,962 | 10,478,684,675 |
| | 132,320,676,934 | 126,096,837,785 |
| Fixed Assets Including Premises | 3,648,911,297 | 3,474,011,723 |
| Other Assets | 12,058,274,686 | 12,005,895,988 |
| Non Banking Assets | 51,078,968 | 51,078,968 |
| Total Property and Assets | 178,005,437,908 | 170,952,980,821 |
| Liabilities and Capital | | |
| Liabilities | | |
| Placement from other Banks & Financial Institutions | 15,340,509,818 | 17,239,879,460 |
| Deposits and Other Accounts | | |
| Mudaraba Savings Deposits | 20,540,461,596 | 18,510,981,952 |
| Mudaraba Term Deposits | 47,481,762,748 | 44,923,686,220 |
| Other Mudaraba Deposits | 45,298,978,829 | 44,393,859,970 |
| Al-Wadeeah Current & Other Deposit Accounts | 17,003,615,581 | 14,492,841,209 |
| Bills Payable | 1,627,032,449 | 1,712,398,926 |
| | 131,951,851,203 | 124,033,768,277 |
| Other Liabilities | 16,993,109,094 | 16,340,159,954 |
| Deferred Tax Liabilities | 91,308,574 | 95,464,963 |
| Total Liabilities | 164,376,778,688 | 157,709,272,654 |
| Capital/Shareholders' Equity | | |
| Paid-up Capital | 7,346,881,330 | 7,346,881,330 |
| Statutory Reserve | 4,516,312,791 | 4,403,561,679 |
| Retained Earnings | 1,518,740,072 | 1,253,792,811 |
| Total Shareholders' Equity | 13,381,934,194 | 13,004,235,820 |
| Non-controlling Interest | 246,725,027 | 239,472,347 |
| Total Liabilities & Shareholders' Equity | 178,005,437,908 | 170,952,980,821 |

Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Off-balance Sheet Items
As at 31 March 2017

| | 31.03.2017 Taka | 31.12.2016 Taka |
|---|-----------------------|-----------------------|
| Contingent Liabilities | | |
| Acceptances & endorsements | 22,037,914,091 | 23,719,133,589 |
| Letters of guarantee | 15,288,770,991 | 11,956,867,945 |
| Irrevocable letters of credit | 21,373,934,922 | 18,421,361,635 |
| Bills for collection | 10,789,736,004 | 9,228,367,132 |
| Other contingent liabilities | - | - |
| Total | 69,490,356,007 | 63,325,730,301 |
| 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 | 69,490,356,007 | 63,325,730,301 |



Md. Jafar Sadeq FCA
Chief Financial Officer



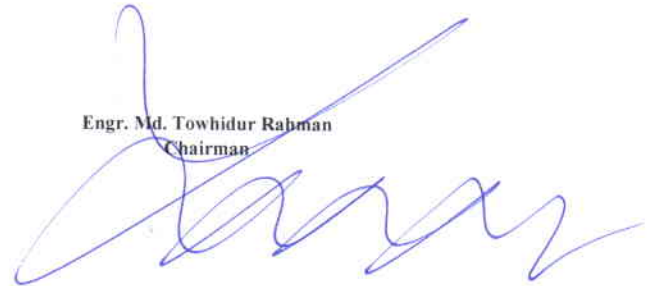
Md. Abul Bashar
Company Secretary



Farman R. Chowdhury
Managing Director



Mostafar Hossain Chowdhury
Director



Engr. Md. Towhidur Rahman
Chairman

Shahjalal Islami Bank Limited and its Subsidiary

Consolidated Profit and Loss Account

For the period ended 31 March 2017

| | Jan'17 to Mar'17 Taka | Jan'16 to Mar'16 Taka |
|---|--------------------------|--------------------------|
| Operating Income | | |
| Investment Income | 2,907,621,221 | 2,696,801,483 |
| Less: Profit paid on Deposits | 1,928,468,837 | 1,728,486,899 |
| Net Investment Income | 979,152,384 | 968,314,584 |
| Income from Investment in Shares/Securities | 75,827,707 | 21,739,292 |
| Commission, Exchange and Brokerage | 419,519,010 | 305,751,672 |
| Other Operating Income | 97,152,274 | 79,075,615 |
| Total Operating Income | 1,571,651,375 | 1,374,881,163 |
| Operating Expenses | | |
| Salaries and Allowances | 426,724,197 | 378,849,496 |
| Rent, Taxes, Insurances, Electricity etc. | 92,703,630 | 82,392,704 |
| Legal Expenses | 249,830 | 552,020 |
| Postage, Stamps, Telecommunication etc. | 8,031,979 | 8,193,671 |
| Stationery, Printings, Advertisements etc. | 15,361,758 | 12,383,751 |
| Chief Executive's Salary & Fees | 2,971,500 | 2,790,000 |
| Directors' Fees & Expenses | 1,882,821 | 1,068,230 |
| Shariah Supervisory Committee's Fees & Expenses | 216,309 | 146,014 |
| Auditors' Fees | - | - |
| Depreciation & Repairs of Bank's Assets | 35,991,050 | 33,670,384 |
| Zakat Expenses | - | - |
| Other Expenses | 93,195,181 | 74,342,208 |
| Total Operating Expenses | 677,328,255 | 594,388,478 |
| Profit / (Loss) before Provision | 894,323,120 | 780,492,685 |
| Specific provision for Classified Investment | 94,600,000 | 100,000,000 |
| General Provision for Unclassified Investment | 55,000,000 | 24,000,000 |
| General Provision for Off-Balance Sheet Items | 62,000,000 | 66,000,000 |
| Provision for deminution in value of Investments in Shares | - | 21,000,000 |
| Provision for Other Assets | 690,000 | - |
| Total Provision | 212,290,000 | 211,000,000 |
| Total Profit / (Loss) before taxes | 682,033,120 | 569,492,685 |
| Provision for taxation | | |
| Deferred tax | (4,156,389) | (1,783,724) |
| Current tax | 301,238,454 | 288,245,097 |
| | 297,082,066 | 286,461,373 |
| Net Profit / (Loss) after Tax | 384,951,054 | 283,031,312 |
| Net profit after tax attributable to: | | |
| Equity holders of SJIBL | 377,698,374 | 281,176,531 |
| Non-controlling interest | 7,252,680 | 1,854,780 |
| | 384,951,054 | 283,031,312 |
| Retained earnings from previous year | 1,253,792,811 | 1,010,103,443 |
| Add: Net profit after tax (attributable to equity holders of SJIBL) | 377,698,374 | 281,176,531 |
| Profit available for appropriation | 1,631,491,185 | 1,291,279,975 |
| Appropriation: | | |
| Statutory reserve | 112,751,113 | 109,486,293 |
| Dividend | - | - |
| Retained earnings | 1,518,740,072 | 1,181,793,682 |
| | 1,631,491,185 | 1,291,279,975 |
| Consolidated earnings per share | 0.51 | 0.38 |



Md. Jafar Sadeq FCA
Chief Financial Officer



Md. Abul Bashar
Company Secretary



Farman R. Chowdhury
Managing Director



Mosharraf Hossain Chowdhury
Director



Engr. Md. Towhidur Rahman
Chairman


Shahjalal Islami Bank Limited and its Subsidiary

Consolidated Cash Flow Statement For the period ended 31 March 2017

| | Jan'17 to Mar'17 Taka | Jan'16 to Mar'16 Taka |
|--|--------------------------|--------------------------|
| Cash flows from operating activities | | |
| Investment income receipt in cash | 3,015,223,002 | 2,785,765,999 |
| Profit paid on deposits | (1,967,059,632) | (1,737,521,685) |
| Dividend receipts | 5,292,273 | 762,538 |
| Fees & commission receipt in cash | 419,519,010 | 305,751,672 |
| Recoveries on investment previously written off | 600,000 | - |
| Cash payments to employees | (429,695,697) | (381,639,496) |
| Cash payments to suppliers | (15,361,758) | (12,383,751) |
| Income tax paid | (235,778,816) | (156,946,498) |
| Receipts from other operating activities | 97,152,344 | 114,812,632 |
| Payment for other operating activities | (200,145,156) | (170,194,314) |
| (i) Operating profit before changes in operating assets & liabilities | 689,745,569 | 748,407,098 |
| Changes in operating assets and liabilities | | |
| (Increase)/decrease in investment to customers | (6,280,507,863) | (3,123,240,171) |
| (Increase)/decrease in other assets | 209,515,021 | (120,649,546) |
| (Increase)/decrease of placement with other banks & financial institutions | 480,069,225 | (2,344,930,775) |
| Increase/(decrease) in deposits from other banks | (201,748,961) | (1,218,017,383) |
| Increase/(decrease) of placement from other banks & financial institutions | (1,899,369,643) | 4,619,999,062 |
| Increase/(decrease) in deposits received from customers | 8,119,831,887 | 4,131,670,676 |
| Increase/(decrease) in other liabilities on account of customers | 9,304,323 | 166,756,986 |
| Increase/(decrease) in other liabilities | 161,594,551 | 26,410,612 |
| (ii) Cash flows from operating assets and liabilities | 598,688,540 | 2,137,999,461 |
| Net cash flows from operating activities (A)=(i+ii) | 1,288,434,109 | 2,886,406,559 |
| Cash flows from investing activities | | |
| Proceeds from sale of securities | 707,699,718 | 631,482,389 |
| Payment for purchases of securities | (737,882,904) | (367,747,761) |
| Proceeds from sale of fixed assets | 732,943 | 634,022 |
| Purchases of property, plant & equipments | (207,758,160) | (82,126,713) |
| Purchase/sale of subsidiaries | - | - |
| Net cash used in investing activities (B) | (237,208,403) | 182,241,936 |
| Cash flows from financing activities | | |
| Receipts from issue of debt instruments | - | - |
| Payments for redemption of debt instruments | - | - |
| Receipts from issue of ordinary shares | - | - |
| Dividend paid to ordinary share holder | - | - |
| Net cash used in financing activities (C) | - | - |
| Net increase/(decrease) in cash & cash equivalents (A+B+C) | 1,051,225,705 | 3,068,648,495 |
| Add: Effect of exchange rate changes on cash & cash equivalents | - | - |
| Add: Cash and cash equivalents at the beginning of the period | 11,999,061,899 | 10,756,764,587 |
| Cash & cash equivalents at the end of the period | 13,050,287,604 | 13,825,413,082 |


Md. Jafar Sadeq FCA
Chief Financial Officer


Md. Abul Bashar
Company Secretary


Farman R. Chowdhury
Managing Director



Mosharraf Hossain Chowdhury
Director


Engr. Md. Towhidur Rahman
Chairman

Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Statement of Changes in Equity
For the period ended 31 March 2017

| Particulars | Paid-up Capital | Statutory Reserve | Non-controlling Interest | Retained Earnings | (Amount in taka) |
|--|----------------------|----------------------|--------------------------|----------------------|-----------------------|
| | | | | | Total |
| Balance as at 01 January 2017 | 7,346,881,330 | 4,403,561,679 | - | 1,253,792,811 | 13,004,235,820 |
| Net profit during the period | - | 112,751,113 | - | 264,947,261 | 377,698,374 |
| Total Shareholders' Equity as at 31 March 2017 | 7,346,881,330 | 4,516,312,792 | - | 1,518,740,072 | 13,381,934,194 |
| Non-controlling interest | - | - | 246,725,027 | - | 246,725,027 |
| Add: General Provision for Unclassified Investment & Off-Balance Sheet Items | | | | | 2,070,120,900 |
| Total Eligible Regulatory Capital as at 31 March 2017 | | | | | 15,698,780,121 |

| Particulars | Paid-up Capital | Statutory Reserve | Non-controlling Interest | Retained Earnings | (Amount in taka) |
|--|----------------------|----------------------|--------------------------|----------------------|-----------------------|
| | | | | | Total |
| Balance as at 01 January 2016 | 7,346,881,330 | 3,942,345,431 | - | 1,010,103,443 | 12,299,330,205 |
| Net profit during the period | - | 109,486,293 | - | 171,690,238 | 281,176,531 |
| Total Shareholders' Equity as at 31 March 2016 | 7,346,881,330 | 4,051,831,724 | - | 1,181,793,682 | 12,580,506,736 |
| Non-controlling interest | - | - | 232,145,494 | - | 232,145,494 |
| Add: General Provision for Unclassified Investment & Off-Balance Sheet Items | | | | | 1,170,869,824 |
| Less: Shortfall in provisions of investment in shares (subsidiary) | | | | | 274,400,000 |
| Total Eligible Regulatory Capital as at 31 March 2016 | | | | | 13,709,122,054 |


Md. Jafar Sadeq FCA
 Chief Financial Officer


Mosharraf Hossain Chowdhury
 Director


Md. Abul Bashar
 Company Secretary


Farman R. Chowdhury
 Managing Director


Engr. Md. Fowhidur Rahman
 Chairman

Shahjalal Islami Bank Limited

Balance Sheet

As at 31 March 2017

| | 31.03.2017 Taka | 31.12.2016 Taka |
|--|------------------------|------------------------|
| Property and Assets | | |
| Cash | | |
| Cash in hand (Including Foreign Currencies) | 1,479,524,649 | 1,179,754,405 |
| Balance with Bangladesh Bank & Sonali Bank Ltd (Including Foreign Currencies) | 9,254,199,530 | 8,398,144,743 |
| | 10,733,724,178 | 9,577,899,148 |
| Balance with other Banks and Financial Institutions | | |
| Inside Bangladesh | 2,160,465,810 | 1,943,033,831 |
| Outside Bangladesh | 123,857,841 | 472,970,179 |
| | 2,284,323,652 | 2,416,004,010 |
| Placement with other Banks & Financial Institutions | 7,381,712,341 | 7,861,781,566 |
| Investments in Shares & Securities | | |
| Government | 5,500,000,000 | 5,500,000,000 |
| Others | 2,061,204,565 | 2,093,131,998 |
| | 7,561,204,565 | 7,593,131,998 |
| Investments | | |
| General Investment etc. | 119,427,638,179 | 112,519,695,669 |
| Bills Purchased and Discounted | 9,882,199,962 | 10,478,684,675 |
| | 129,309,838,141 | 122,998,380,344 |
| Fixed Assets Including Premises | 3,609,255,099 | 3,433,039,043 |
| Other Assets | 13,437,066,155 | 13,313,448,521 |
| Non Banking Assets | 51,078,968 | 51,078,968 |
| Total Property and Assets | 174,368,203,099 | 167,244,763,598 |
| Liabilities and Capital | | |
| Liabilities | | |
| Placement from other Banks & Financial Institutions | 14,510,509,818 | 16,235,542,799 |
| Deposits and Other Accounts | | |
| Mudaraba Savings Deposits | 20,540,461,596 | 18,510,981,952 |
| Mudaraba Term Deposits | 47,481,762,748 | 44,923,686,220 |
| Other Mudaraba Deposits | 45,779,033,591 | 44,769,922,395 |
| Al-Wadeeah Current & Other Deposit Accounts | 17,003,615,581 | 14,492,841,209 |
| Bills Payable | 1,627,032,449 | 1,712,398,926 |
| | 132,431,905,965 | 124,409,830,702 |
| Other Liabilities | 14,181,273,075 | 13,647,349,223 |
| Deferred Tax Liabilities | 91,308,574 | 95,464,963 |
| Total Liabilities | 161,214,997,431 | 154,388,187,687 |
| Capital/Shareholders' Equity | | |
| Paid-up Capital | 7,346,881,330 | 7,346,881,330 |
| Statutory Reserve | 4,516,312,791 | 4,403,561,679 |
| Retained Earnings | 1,290,011,547 | 1,106,132,902 |
| | 13,153,205,668 | 12,856,575,911 |
| Total Shareholders' Equity | 13,153,205,668 | 12,856,575,911 |
| Total Liabilities & Shareholders' Equity | 174,368,203,099 | 167,244,763,598 |

Shahjalal Islami Bank Limited
Off-balance Sheet Items
As at 31 March 2017

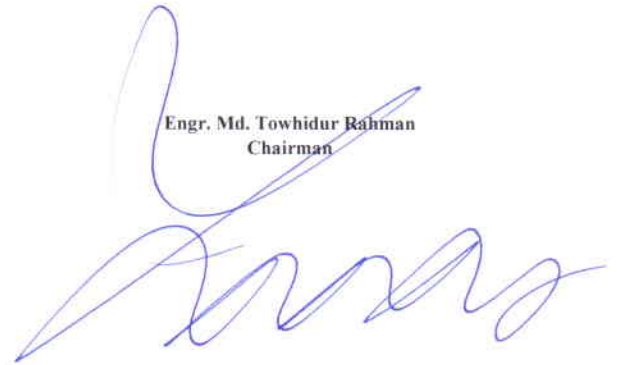
| | 31.03.2017 Taka | 31.12.2016 Taka |
|---|-----------------------|-----------------------|
| Contingent Liabilities | | |
| Acceptances & endorsements | 22,037,914,091 | 23,719,133,589 |
| Letters of guarantee | 15,288,770,991 | 11,956,867,945 |
| Irrevocable letters of credit | 21,373,934,922 | 18,421,361,635 |
| Bills for collection | 10,789,736,004 | 9,228,367,132 |
| Other contingent liabilities | - | - |
| Total | 69,490,356,007 | 63,325,730,301 |
| 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 | 69,490,356,007 | 63,325,730,301 |


Md. Jafar Sadeq FCA
Chief Financial Officer


Mosharraf Hossain Chowdhury
Director


Md. Abul Bashar
Company Secretary


Farman R. Chowdhury
Managing Director


Engr. Md. Towhidur Rahman
Chairman

Shahjalal Islami Bank Limited
Profit and Loss Account
For the period ended 31 March 2017

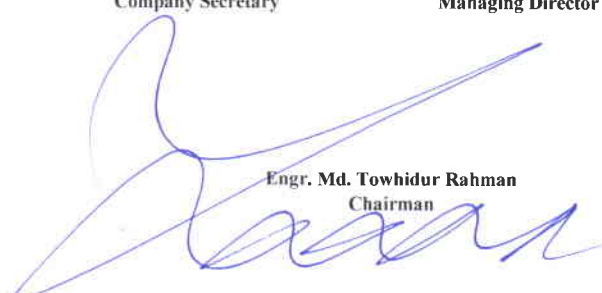
| | Jan'17 to Mar'17 Taka | Jan'16 to Mar'16 Taka |
|--|--------------------------|--------------------------|
| Operating income | | |
| Investment Income | 2,880,242,875 | 2,662,832,924 |
| Less: Profit paid on Deposits | 1,912,352,153 | 1,695,064,398 |
| Net Investment Income | 967,890,722 | 967,768,526 |
| Income from Investment in Shares/securities | 21,391,186 | 7,931,516 |
| Commission, Exchange and Brokerage | 338,511,409 | 278,636,081 |
| Other Operating Income | 96,799,802 | 78,780,929 |
| | 456,702,397 | 365,348,526 |
| Total Operating Income | 1,424,593,119 | 1,333,117,052 |
| Operating expenses | | |
| Salaries and Allowances | 416,101,406 | 370,169,850 |
| Rent, Taxes, Insurances, Electricity etc. | 89,074,719 | 78,692,639 |
| Legal Expenses | 244,080 | 155,020 |
| Postage, Stamps, Telecommunication etc. | 7,398,922 | 7,551,955 |
| Stationery, Printings, Advertisements etc. | 14,843,044 | 12,204,079 |
| Chief Executive's Salary & Fees | 2,971,500 | 2,790,000 |
| Directors' Fees & Expenses | 1,882,821 | 1,068,230 |
| Shariah Supervisory Committee's Fees & Expenses | 216,309 | 146,014 |
| Auditors' Fees | - | - |
| Depreciation & Repairs of Bank's Assets | 34,318,119 | 32,148,197 |
| Zakat Expenses | - | - |
| Other Expenses | 81,496,635 | 69,759,603 |
| Total Operating Expenses | 648,547,555 | 574,685,587 |
| Profit / (Loss) before Provision | 776,045,564 | 758,431,465 |
| Specific provision for Classified Investment | 94,600,000 | 100,000,000 |
| General Provision for Unclassified Investment | 55,000,000 | 24,000,000 |
| General Provision for Off-Balance Sheet Items | 62,000,000 | 66,000,000 |
| Provision for deminution in value of Investments in Shares | - | 21,000,000 |
| Provision for Other Assets | 690,000 | - |
| Total Provision | 212,290,000 | 211,000,000 |
| Total Profit / (Loss) before taxes | 563,755,564 | 547,431,465 |
| Provision for taxation | | |
| Deferred tax | (4,156,389) | (1,783,724) |
| Current tax | 271,282,195 | 283,824,930 |
| | 267,125,806 | 282,041,206 |
| Net Profit after Taxation | 296,629,757 | 265,390,259 |
| Retained Earnings from previous year | 1,106,132,902 | 965,073,507 |
| Add: Net Profit after Tax | 296,629,757 | 265,390,259 |
| Profit available for appropriation | 1,402,762,659 | 1,230,463,766 |
| Appropriation | | |
| Statutory Reserve | 112,751,112 | 109,486,293 |
| Dividend | - | - |
| Retained Earnings | 1,290,011,547 | 1,120,977,473 |
| | 1,402,762,659 | 1,230,463,766 |
| Earnings Per Share (EPS) | 0.40 | 0.36 |


Md. Jafar Sadeq FCA
Chief Financial Officer


Md. Abul Bashar
Company Secretary


Farman R. Chowdhury
Managing Director


Mosharraf Hossain Chowdhury
Director


Engr. Md. Towhidur Rahman
Chairman

Shahjalal Islami Bank Limited
Cash Flow Statement
For the period ended 31 March 2017

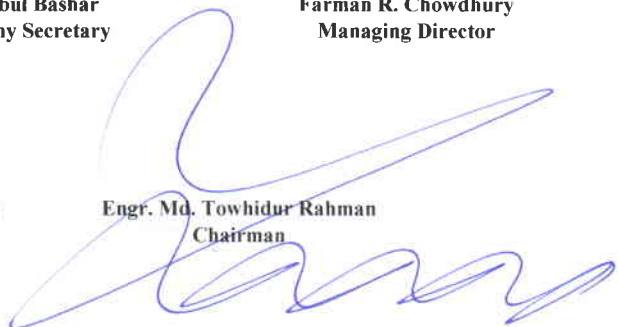
| | Jan'17 to Mar'17 Taka | Jan'16 to Mar'16 Taka |
|--|--------------------------|--------------------------|
| Cash flows from operating activities | | |
| Investment income receipt | 2,920,226,885 | 2,696,340,075 |
| Profit paid on deposits | (1,843,186,212) | (1,696,093,966) |
| Dividend receipts | 5,292,273 | 762,538 |
| Fees & commission receipt | 338,511,409 | 278,636,081 |
| Recoveries on investment previously written off | 600,000 | - |
| Cash payments to employees | (419,072,906) | (372,959,850) |
| Cash payments to suppliers | (14,843,044) | (12,204,079) |
| Income tax paid | (220,463,264) | (124,832,840) |
| Receipts from other operating activities | 96,799,802 | 78,782,158 |
| Payments for other operating activities | (183,956,568) | (160,859,128) |
| (i) Operating Profit before changes in operating assets & liabilities | 679,908,374 | 687,570,990 |
| Changes in operating assets and liabilities | | |
| (Increase)/decrease in investment to customers | (6,368,126,511) | (3,461,789,641) |
| (Increase)/decrease of other assets | 72,960,533 | (50,092,836) |
| (Increase)/decrease of Placement with other Banks & Financial Institutions | 480,069,225 | (2,344,930,775) |
| Increase/(decrease) of deposits from other banks | (201,748,961) | (1,218,017,383) |
| Increase/(decrease) of Placement from other Banks & Financial Institutions | (1,725,032,982) | 4,803,094,831 |
| Increase/(decrease) of deposits received from customers | 8,223,824,224 | 4,179,287,140 |
| Increase/(decrease) of other liabilities on account of customers | 9,304,323 | 166,756,986 |
| Increase/(decrease) of other liabilities | 27,950,107 | (17,847,500) |
| (ii) Cash flows from operating assets and liabilities | 519,199,958 | 2,056,460,822 |
| Net cash flows from operating activities (A)=(i+ii) | 1,199,108,332 | 2,744,031,812 |
| Cash flows from investing activities | | |
| Proceeds from sale of securities | 466,338,218 | 569,760,649 |
| Payment for purchases of securities | (434,410,785) | (91,523,333) |
| Proceeds from sale of fixed assets | 732,943 | 634,022 |
| Purchases of property, plant & equipments | (207,624,035) | (77,617,963) |
| Purchase/sale of subsidiaries | - | - |
| Net cash used in investing activities (B) | (174,963,659) | 401,253,375 |
| Cash flows from financing activities | | |
| Receipts from issue of debt instruments | - | - |
| Payments for redemption of debt instruments | - | - |
| Receipts from issue of ordinary shares | - | - |
| Dividend paid to ordinary shareholders | - | - |
| Net cash used in financing activities (C) | - | - |
| Net Increase/(decrease) in cash & cash equivalents (A+B+C) | 1,024,144,672 | 3,145,285,187 |
| Add: Effect of exchange rate changes on cash & cash equivalents | - | - |
| Cash and cash equivalents at the beginning of the period | 11,993,903,158 | 10,739,727,356 |
| Cash and cash equivalents at the end of the period | 13,018,047,830 | 13,885,012,543 |


Md. Jafar Sadeq FCA
Chief Financial Officer


Md. Abul Bashar
Company Secretary


Farman R. Chowdhury
Managing Director


Mosharrat Hossain Chowdhury
Director


Engr. Md. Towhidur Rahman
Chairman

Shahjalal Islami Bank Limited
Statement of Changes in Equity
For the period ended 31 March 2017

For the period ended 31 March 2017

(Amount in taka)

| Particulars | Paid-up Capital | Statutory Reserve | Retained Earnings | Total |
|---|----------------------|----------------------|----------------------|-----------------------|
| Balance as at 01 January 2017 | 7,346,881,330 | 4,403,561,679 | 1,106,132,902 | 12,856,575,911 |
| Net profit for the period ended 31 March 2017 | - | 112,751,113 | 183,878,645 | 296,629,757 |
| Total Shareholders' Equity as at 31 March 2017 | 7,346,881,330 | 4,516,312,791 | 1,290,011,547 | 13,153,205,668 |

Total Equity for the purpose of Capital Adequacy

| | |
|--|-----------------------|
| Equity as per above | 13,153,205,668 |
| Add: General Provision for Unclassified Investment & Off-Balance Sheet items | 1,646,500,000 |
| Total Eligible Regulatory Capital as at 31 March 2017 | 14,799,705,668 |

For the period ended 31 March 2016

(Amount in taka)

| Particulars | Paid-up Capital | Statutory Reserve | Retained Earnings | Total |
|---|----------------------|----------------------|----------------------|-----------------------|
| Balance as at 01 January 2016 | 7,346,881,330 | 3,942,345,431 | 965,073,508 | 12,254,300,269 |
| Net profit for the period ended 31 March 2016 | - | 109,486,293 | 155,903,966 | 265,390,259 |
| Total Shareholders' Equity as at 31 March 2016 | 7,346,881,330 | 4,051,831,724 | 1,120,977,474 | 12,519,690,528 |

Total Equity for the purpose of Capital Adequacy

| | |
|--|-----------------------|
| Equity as per above | 12,519,690,528 |
| Add: General Provision for Unclassified Investment & Off-Balance Sheet items | 1,147,214,761 |
| Total Eligible Regulatory Capital as at 31 March 2016 | 13,666,905,289 |


Md. Jafar Sadeq FCA
Chief Financial Officer


Mosharraf Hossain Chowdhury
Director


Md. Abul Bashar
Company Secretary


Farman R. Chowdhury
Managing Director


Engr. Md. Towhidur Rahman
Chairman

Shahjalal Islami Bank Limited and its Subsidiaries
Notes to the Consolidated and Separate Financial Statements
For the period ended March 31, 2017

1. Status of the Bank

1.1 Legal Form of the Bank

Shahjalal Islami Bank Limited (hereinafter called 'the Bank'-‘SJIBL’) was established as a Public Limited Company (Banking Company) as on the 1 April 2001 under the Companies Act 1994 as interest free Islamic Shariah based commercial bank and commenced its operation on 10 May 2001 with the permission of Bangladesh Bank. Presently the Bank is operating its business through head office having 103 branches, 64 (Sixty Four) ATM booths and 2,332 employees all over Bangladesh. The Bank has also a subsidiary company named ‘Shahjalal Islami Bank Securities Limited’ and an Off-shore Banking Unit. The Bank is listed with both the Stock Exchanges of the country, i.e. Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

The registered office of the Bank is located at Uday Sanz, Plot No-SE(A), 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212.

1.2 Nature of Business

The Bank offers all kinds of commercial banking services to its customers through its branches following the provisions of the Bank Companies Act 1991, Bangladesh Bank’s Directives of other regulatory authorities and the principles of the Islamic Shariah.

1.3 Shahjalal Islami Bank Securities Limited

Shahjalal Islami Bank Securities Limited is a subsidiary company of Shahjalal Islami Bank Limited incorporated as a public limited company under the Companies Act 1994 vide certification of incorporation no. C - 86917/10 dated 06 September 2010 and commenced its operation on the 25 May 2011. The main objective of the company to carry on business of stock broker/dealers in relation to shares and securities dealings and other services as mentioned in the Memorandum and Articles of Association of the Company. It has corporate membership of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. Shahjalal Islami Bank Limited hold 91.79% shares of Shahjalal Islami Bank Securities Limited.

1.4 Off-shore Banking Unit

Off-shore Banking Unit (OBU) is a separate business unit of Shahjalal Islami Bank Limited, governed under the rules and Guidelines of Bangladesh Bank. The Bank obtained the Off-shore Banking Unit permission vide letter no. BRPD (P-3)744(99)/2008-2800 dated 24 July 2008. The Bank opened its Off-shore Banking Unit on 21 December 2008. The unit is located at Uday Sanz, Plot No-SE(A) 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212.

2. Significant Accounting Policies

2.1 Basis of preparation of the Financial Statements

The Bank and its subsidiary are being operated in strict compliance with the rules of Islamic Shari’ah. The consolidated and separate financial statements of the Bank have been prepared under the historical cost convention consistently with those of previous year and as per provisions of the “Guidelines for Islamic Banking” issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 with reference to the provisions of the Bank Companies Act, 1991 (as amended up to 2013), BRPD Circular No.14 dated 25.06.2003 & Bangladesh Bank’s other circulars/instructions and in accordance with International Financial Reporting Standards (IFRSs)

and International Accounting Standards (IASs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB); the Companies Act, 1994; the Securities and Exchange Rules, 1987; Dhaka and Chittagong Stock Exchanges (Listing) Regulations, 2015, Financial Reporting Act 2015 and other laws and rules applicable in Bangladesh and Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as a member of that organization.

In case any requirement of the Bank Companies Act, 1991 (as amended up to 2013) and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs & IASs as adopted, the requirements of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank will prevail.

2.2 Consolidation

The consolidated Financial Statements include the Financial Statements of Shahjalal Islami Bank Limited including Off-shore Banking Unit and its subsidiary named Shahjalal Islami Bank Securities Limited made up to the end of the period.

The consolidated Financial Statements have been prepared in accordance with BFRS 10.' Consolidated Financial Statements'. The consolidated Financial Statements are prepared to a common financial period ending 31 March 2017.

2.3 Investment and Provisions

Investments are stated in the Balance Sheet net-off unearned income. Provision on Investment (Loans & Advances) is made on the basis of period end review by the management and as per instructions contained in Bangladesh Bank BRPD Circular No. 14 dated 23 September 2012, BRPD Circular No. 19 dated 27 December 2012 and BRPD Circular No. 5 dated 29 May 2014. Provision against Off-Balance Sheet exposures in addition to existing provisioning arrangement is made as per BRPD Circular No.10 dated 18 September 2007.

2.4 Earnings Per Share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the period as per IAS - 33 "Earnings Per Share". Diluted Earnings per Share is not required to be calculated for the period, as there exist no dilution possibilities during the period.

2.5 Cash Flow Statement

Cash flow statement is prepared principally in accordance with IAS 7 "Cash Flow Statement"; and as prescribed by BRPD Circular No. 14 dated 25 June 2003 & guideline for Islamic Banking issued by Bangladesh Bank vide BRPD Circular No.15 dated November 2009.

2.6 Off Balance Sheet Items

Under general banking transactions, liabilities against acceptance, endorsement and other obligations and bills against which acceptances have been given and claims exist there against, have been shown as Off Balance Sheet items.

2.7 Reporting Period

The Financial Statements cover the period from 01 January 2017 to 31 March 2017.

| | | 31.03.2017 | 31.12.2016 |
|-------------|---|-------------------------|----------------------|
| | | Taka | Taka |
| 3 | Consolidated Cash in hand (Including foreign currencies) | | |
| | Shahjalal Islami Bank Ltd | (Note-3a) 1,479,524,649 | 1,179,754,405 |
| | Shahjalal Islami Bank Securities Ltd | - | - |
| | | 1,479,524,649 | 1,179,754,405 |
| 3a | Cash in hand of the Bank (Including foreign currencies) | | |
| | In local currency | 1,468,594,940 | 1,174,258,047 |
| | In foreign currencies | (Note-3a.1) 10,929,709 | 5,496,358 |
| | | 1,479,524,649 | 1,179,754,405 |
| 3a.1 | In Foreign Currency | | |
| | Foreign Currency | | |
| | Amount in FC | | |
| | Exchange Rate | | |
| | US Dollar | 130,226.09 | 79.6783 |
| | Great Britain Pound | 2,803.91 | 99.2154 |
| | Euro | 3,195.35 | 86.1641 |
| | | 10,376,194 | 4,954,768 |
| | | 278,191 | 275,010 |
| | | 275,324 | 266,579 |
| | | 10,929,709 | 5,496,358 |
| 4 | Consolidated Balance with Bangladesh Bank and it's agent bank(s) | | |
| | Shahjalal Islami Bank Ltd | (Note-4a) 9,254,199,530 | 8,398,144,743 |
| | Shahjalal Islami Bank Securities Ltd | - | - |
| | | 9,254,199,530 | 8,398,144,743 |
| 4a | Balance with Bangladesh Bank and it's agent bank(s) (Including foreign currencies) | | |
| | In local currency | 9,150,791,992 | 8,191,357,896 |
| | In foreign currencies | 12,745,644 | 24,364,878 |
| | | 9,163,537,636 | 8,215,722,774 |
| | Balance with Sonali Bank Ltd. as agent of Bangladesh Bank | | |
| | In local currency | 90,661,894 | 182,421,969 |
| | In foreign currencies | - | - |
| | | 90,661,894 | 182,421,969 |
| | | 9,254,199,530 | 8,398,144,743 |
| 5 | Consolidated Balance with Other Banks and Financial Institutions | | |
| | Inside Bangladesh | | |
| | Shahjalal Islami Bank Ltd | (Note-5a) 2,160,465,810 | 1,943,033,831 |
| | Shahjalal Islami Bank Securities Ltd | 512,294,536 | 381,221,166 |
| | | 2,672,760,346 | 2,324,254,997 |
| | Less: Inter Company Transaction | 480,054,762 | 376,062,425 |
| | | 2,192,705,584 | 1,948,192,572 |
| | Outside Bangladesh | | |
| | Shahjalal Islami Bank Ltd | (Note-5a) 123,857,841 | 472,970,179 |
| | Shahjalal Islami Bank Securities Ltd | - | - |
| | | 123,857,841 | 472,970,179 |
| | | 2,316,563,426 | 2,421,162,751 |
| 5a | Balance with Other Banks and Financial Institutions of the Bank (Other than mudaraba Fund) | | |
| | Inside Bangladesh | 2,160,465,810 | 1,943,033,831 |
| | Outside Bangladesh | 123,857,841 | 472,970,179 |
| | | 2,284,323,652 | 2,416,004,010 |
| 6 | Consolidated Placement with other Banks & Financial Institutions | | |
| | Shahjalal Islami Bank Ltd | (Note-6a) 7,381,712,341 | 7,861,781,566 |
| | Shahjalal Islami Bank Securities Ltd | - | - |
| | | 7,381,712,341 | 7,861,781,566 |
| | Less: Inter Company Transaction | - | - |
| | | 7,381,712,341 | 7,861,781,566 |
| 6a | Placement with other Banks & Financial Institutions of the Bank | | |
| | Placement with other Banks | 811,712,341 | 1,111,781,566 |
| | Placement with Financial Institutions | 6,570,000,000 | 6,750,000,000 |
| | | 7,381,712,341 | 7,861,781,566 |

| | | 31.03.2017 | 31.12.2016 |
|---|-----------|-------------------------------|-------------------------------|
| | | Taka | Taka |
| 7 Consolidated Investment in Shares & Securities | | | |
| Government | | | |
| Shahjalal Islami Bank Ltd | (Note-7a) | 5,500,000,000 | 5,500,000,000 |
| Shahjalal Islami Bank Securities Ltd | | - | - |
| | | <u>5,500,000,000</u> | <u>5,500,000,000</u> |
| Others | | | |
| Shahjalal Islami Bank Ltd | (Note-7a) | 2,061,204,565 | 2,093,131,998 |
| Shahjalal Islami Bank Securities Ltd | | 1,933,291,513 | 1,871,180,894 |
| | | <u>3,994,496,078</u> | <u>3,964,312,892</u> |
| | | <u>9,494,496,078</u> | <u>9,464,312,892</u> |
| 7a Investment in Shares & Securities of the Bank | | | |
| Government | | | |
| Government Bond (Islamic Investment Bond) | | 5,500,000,000 | 5,500,000,000 |
| | | <u>5,500,000,000</u> | <u>5,500,000,000</u> |
| Others | | | |
| Mudaraba Perpetual Bond, Islami Bank Bangladesh Ltd. | | 47,550,542 | 47,550,542 |
| SIBL Mudaraba Subordinated Bond | | 100,000,000 | 100,000,000 |
| Investment in Shares | | 1,913,654,023 | 1,945,581,457 |
| | | <u>2,061,204,565</u> | <u>2,093,131,998</u> |
| | | <u>7,561,204,565</u> | <u>7,593,131,998</u> |
| 8 Consolidated Investments | | | |
| Shahjalal Islami Bank Ltd | (Note-8a) | 119,427,638,179 | 112,519,695,669 |
| Shahjalal Islami Bank Securities Ltd | | 3,692,488,793 | 3,755,495,358 |
| | | <u>123,120,126,972</u> | <u>116,275,191,027</u> |
| Less: Inter Company Transaction (Investment) | | 681,650,000 | 657,037,917 |
| | | <u>122,438,476,972</u> | <u>115,618,153,110</u> |
| Bills Purchased and Discounted : | | | |
| Shahjalal Islami Bank Ltd | (Note-8a) | 9,882,199,962 | 10,478,684,675 |
| Shahjalal Islami Bank Securities Ltd | | - | - |
| | | <u>9,882,199,962</u> | <u>10,478,684,675</u> |
| | | <u>132,320,676,934</u> | <u>126,096,837,785</u> |
| 8a Investments of the Bank | | | |
| Country-wise Classification of Investments: | | | |
| Inside Bangladesh | | | |
| Gross Murabaha, Bai-Muajjal etc | | 127,850,047,542 | 120,543,732,798 |
| Less: Profit receivable on Murabaha, Bai-Muajjal etc (Mark-up profit on unearned income) | | 8,422,409,363 | 8,024,037,129 |
| Net Murabaha, Bai-Muajjal etc | | <u>119,427,638,179</u> | <u>112,519,695,669</u> |
| Bills purchased and discounted-net | | 9,882,199,962 | 10,478,684,675 |
| Outside Bangladesh | | - | - |
| | | <u>129,309,838,141</u> | <u>122,998,380,344</u> |
| 9 Consolidated Fixed Assets including Premises, Furnitures & Fixtures | | | |
| Cost: | | | |
| Shahjalal Islami Bank Ltd | (Note-9a) | 4,505,205,187 | 4,299,782,666 |
| Shahjalal Islami Bank Securities Ltd | | 76,924,069 | 76,789,944 |
| | | <u>4,582,129,256</u> | <u>4,376,572,610</u> |
| Accumulated Depreciation: | | | |
| Shahjalal Islami Bank Ltd | (Note-9a) | 895,950,088 | 866,743,623 |
| Shahjalal Islami Bank Securities Ltd | | 37,267,871 | 35,817,264 |
| | | <u>933,217,959</u> | <u>902,560,887</u> |
| Written Down Value | | <u>3,648,911,297</u> | <u>3,474,011,723</u> |