



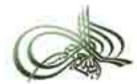




In keeping with our vision "to be the unique Islami Bank in Bangladesh", SJIBL is committed to discovering emerging needs and responding quickly to the changing environments. Our success in pioneering change through the years is spurred by innovative thinking, our culture is to open communication, our commitment is to stay in touch and listen to our stakeholders and our ability is to see fresh perspectives.

Messages from the Holy Qur'an





Bismillahir Rahmanir Raheem

Those who take Riba (usury) will not stand (on the day of Resurrection) except like the standing of a person beaten by Shaitan (Satan) leading him to insanity. That is because they say: "Trading is only like Riba (usury)," whereas Allah has permitted trading and forbidden Riba (usury). So whosoever receives an admonition from his Lord and stops eating Riba (usury) shall not be punished for the past; his case is for Allah (to judge); but whoever returns [to Riba (usury)], such are the dwellers of the Fire—they will abide therein forever.—

-Surah Al-Baquarah, verse-275

Allah will destroy Riba (usury) and will give increase for Sadaqaat (deeds of charity, alms, etc.) And Allah likes not the disbelievers, sinners.

-Surah Al-Baguarah, verse-276

O you who believe! Be afraid of Allah and give up what remains (due to you) from Riba [(usury) (from now onward)], if you are (really) believers.

-Surah Al-Baguarah, verse-278

And if you do not do it, then take a notice of war from Allah and His Messenger; but if you repent, you shall have your capital sums. Deal not unjustly (by asking more than your capital sums), and you shall not be dealt with unjustly (by receiving less than your capital sums).

- Surah Al-Baguarah, verse-279

Letter of Transmittal

All Shareholders, Shahjalal Islami Bank Limited
Bangladesh Bank
Securities & Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited
National Board of Revenue & other Stakeholders

Dear Sir(s)

We are pleased to enclosed a copy of the Annual Report 2011 of Shahjalal Islami Bank Limited together with the Audit Report and Audited Financial Statements of 2011 along with Notes thereon for your kind information and record.

Thank you

Yours Sincerely

Sd/-Emran Hossain Company Secretary

Financial Highlights

SJIBL has continued to deliver consistent, diverse and sustained growth while investing to underpin future momentum and building balance sheet resilience.

Total	Capi	ital

2009: Tk. 5,430m

²⁰¹¹ Tk. 9,183 m ²⁰¹⁰ Tk. 7,747m

Total Assets

Tk. 107,229 m
 Tk. 78,800m
 Tk. 58,921m

Total Deposit

²⁰¹¹ Tk. 83,350 m ²⁰¹⁰ Tk. 62,965m ²⁰⁰⁹ Tk. 47,459m

Total Investment

Tk. 80,592 m
 Tk. 61,440 m
 Tk. 43,958 m

Import Business

Tk. 82,341 m
 Tk. 60,066m
 Tk. 39,543m

Export Business

2011 Tk. 79,225 m
 2010 Tk. 48,857m
 2009 Tk. 29,434m

Profit Earning Assets

Tk. 92,569 m
 Tk. 67,139 m
 Tk. 53,132 m

Capital Adequacy Ratio

2011 11.40%
2010 10.08%
2009 9.52%

Classified Investment

2011 1.89%
2010 1.91%
2009 0.94%

Provision Surplus

Tk. 126.76 m
 Tk. 88.68m
 Tk. 98.70m

Earning Per Share

Tk. 2.62
 Tk. 4.65
 Tk. 3.13

Net Asset Value per Share

Tk. 17.78
 Tk. 19.70
 Tk. 17.98

Operating Highlights



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Corporate Ethos

Vision • Where we want to be

To be the unique modern Islami Bank in Bangladesh and to make significant contribution to the national economy and enhance customers' trust & wealth, quality investment, employees' value and rapid growth in shareholders' equity.

Strategy

The intended future results that we want to achieve Our Strategies

- To strive for customers' best satisfaction & earn their confidence.
- To manage & operate the Bank in the most effective manner.
- To identify customers' needs & monitor their perception towards meeting those requirements.
- To review & update policies, procedures & practices for providing better services to the customers.
- To train & develop all employees & provide them adequate resources so that the customers' needs are reasonably addressed.
- To promote organizational efficiency by communicating company plans, polices & procedures openly to the employees in a timely fashion.
- To ensure a congenial working environment.
- To diversify portfolio in both the retail & wholesale markets.

Mission

- What we want to achieve
- To provide quality services to customers.
- · To set high standards of integrity.
- To make quality investment.
- To ensure sustainable growth in business.
- To ensure maximization of Shareholders' wealth.
- To extend our customers' innovative services acquiring state-of-the-art technology blended with Islamic principles.
- To ensure human resource development to meet the challenges of the time.

Motto

Ethical bondage to aim

Committed to Cordial Service.

Core Values

In the performance of these corporate mission, Shahjalal Islami Bank limited shall be guided by its corporate brand values with a Slogan:

AN UNIQUE
DYNAMIC
PROFESSIONAL

CARING &

TRUSTWORTHY BANK

The principles underpinning the way we behave

An Unique Bank Our Islamic Products are the Benchmark

Reputed as the pioneer in Islamic banking, we helped to

build the Islamic banking industry

Dynamic Progressive and Innovative

We are constantly moving ahead as we offer new and

technologically advanced products and services

Professional Fast, Efficient and Responsive Service

We are knowledgeable and equipped to handle global

business challenges

Caring Approachable and Supportive Partner

We help to fulfill every customer's financial needs

Trustworthy Dependable and Reliable

We offering and providing Shariah-compliant products,

services towards customers

Code of Conduct.. Ethical Principles of SJIBL

The Bank has been achieved a remarkable reputation since its inception. This reputation is our most important asset and is a source of pride to everyone in the Bank. The Bank's continued success depends heavily on each staff doing his or her best to maintain and enhance our tradition of honesty, integrity, fairness, excellence, respect and concern for others.

Our Code of Conduct/Ethical Principles lies with:

SJIBL promoted required ethical conduct by its directors and officials while providing banking services. This ethical conduct includes, but is not limited to, the following:

- 1. Adhering to the Shari'ah and implementing its principles.
- 2. Maintain honesty and integrity, avoiding actual or apparent conflicts of interest in personal and professional relationships.
- 3. Provide customers with information that is accurate, complete, objective, relevant, timely, and understandable.
- 4. Comply with all applicable rules and regulations of the country.
- 5. Act in good faith, responsibly, with due care, competence and diligence, without misrepresenting material facts or allowing one's independent judgment to be subordinated.
- 6. Respect the confidentiality of information acquired in the course of one's work except when authorized or otherwise legally obligated to disclose. Confidential information acquired in the course of one's work will not be used for personal advantage.
- 7. Share knowledge and maintain skills important and relevant to customer's needs.
- Proactively promote ethical behavior as a responsible partner among peers, in the work environment and the community.
- 9. Achieve responsible use of and control over all assets and resources employed or entrusted.
- 10. Any violations of this Code are strictly dealt with proper administrative action.

Shahjalal Islami Bank Limited

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Our approach... A strategy for sustainable performance

OUR STRATEGIC INTENT

To be the unique Islamic Bank in Bangladesh

A healthy economy needs banks to:

- facilitate trade across markets
- enable corporate clients to conduct complex business transactions
- service the needs of an increasing consumer base
- Capture the unbanked population of the country

OUR BRAND PROMISE

dynamic; professional; caring and trustworthy

Our commitment to three core pillars:

- people our long-standing relationships and focus on customers and clients
- progress the way we conduct ourselves
- long run our footprint and heritage

SUPPORTED BY OUR WAYS OF WORKING

as a bank committed to cordial service

With an ongoing commitment to sustainable business practices, upholding high standards of corporate governance, social responsibility, environmental protection and employee diversity

HOW WE DELIVER

Our Strategic Pillars

Focus on all over the country

We have an unequivocal focus on all over the country with deep local relationships. We are emphasizing for opening of more branches (agri/SME branch) at rural/unbanked areas of country

Strict Observance of Shari'ah

We believe and are committed to provide banking service that is purely based on Shari'ah

Diversified deposit and investment product: Emphasis both wholesale banking and consumer banking

We operate as One Bank with two major businesses, Wholesale Banking and Consumer Banking, working together effectively

Client relationship, rather than a product driven approach

We focus our capabilities around client needs, rather than seeking a rapid return on products or building product silos

Distinctive culture and values

Our unique culture and values are a source of significant advantage

Conservative and disciplined on risk, capital and liquidity

We regard balance sheet quality as a cornerstone of our business model and strategy and are prepared to sacrifice income to achieve and protect this

Organic growth the primary driver of our strategy and value creation

We believe that organic growth drives the greatest value creation for our shareholders. Where we cannot grow organically, or cannot do so within a reasonable time frame, we will explore acquisitions that will reinforce our core strategy

Forward Looking Statement

This Annual Report contains certain forward-looking statements which are based on certain assumptions and describe future plans, strategies and expectations of the Company. These forward-looking statements are generally identified by use of the words "believe," "expect," "intend," "anticipate," "estimate," "project," or similar expressions. The Company's ability to predict results or the actual effect of future plans or strategies is inherently uncertain. Factors which could have a material adverse effect on the operations of the Company and the subsidiary include are, but not limited to, changes in profit rates, general economic conditions, legislative/regulatory changes, monetary and fiscal policies of the Government, including policies of the Bangladesh Bank, the quality or composition of the General and or other investment portfolios, demand for Investment products, deposit flows, competition, demand for financial services in the Company's market area and accounting principles and guidelines. These risks and uncertainties should be considered in evaluating forward-looking statements and undue reliance should not be placed on such statements. The Company does not undertake -- and specifically disclaims any obligation -- to publicly release the result of any revisions which may be made to any forward-looking statements to reflect events or circumstances after the date of such statements or to reflect the occurrence of anticipated or unanticipated events.

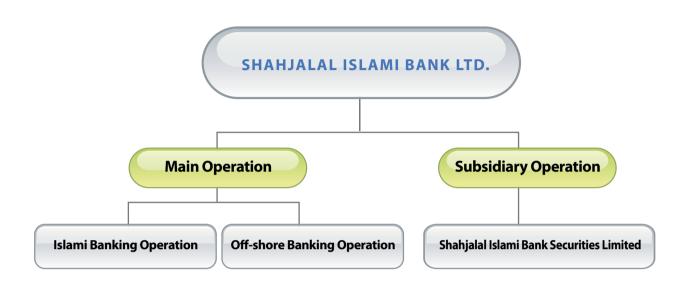
- 1. Adverse credit and capital market conditions may significantly affect the ability to meet liquidity needs and increase cost of funding;
- 2. Declining asset markets could adversely affect the operations or profitability;
- 3. The business of proposed bank is substantially dependent on the Bangladesh economy and we can give no assurance as to the likely future state of such economy;
- 4. An increase in defaults under our investment portfolio could adversely affect our results of operations, liquidity, capital resources and financial condition;
- 5. There can be no assurance that actions of the Bangladesh government and other governmental and regulatory bodies to stabilize financial markets will achieve the intended effect;
- 6. Banking businesses in Bangladesh are highly regulated and we could be adversely affected by changes in regulations and regulatory policy;
- 7. Reputational damage could harm our business and prospects;
- 8. Failure to maintain our credit ratings could adversely affect our cost of funds, liquidity, competitive position and access to capital markets;
- 9. Introduction of compliance issues raised by the international forums which is likely to affect the export growth;
- 10. Rise in international prices of essentials which is resulting to volatility in FX market;
- 11. International embargo/unrest in Middle-East countries are likely to affect remittances and trade;
- 12. We may fail to realise the business growth opportunities, cost savings and other benefits anticipated from, or may incur unanticipated costs associated with, the operations, financial condition.

Corporate Information

Name of the Company	Shahjalal Islami Bank Limited
Legal Form	A public limited company incorporated in Bangladesh on 1st April 2001 under the companies Act 1994 and listed in Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.
Commencement of Business	10th May 2001
Registered Office	Uday Sanz. 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212. Telephone No.: 88-02-8825457, 8824736 Fax No.: 88-02-8827607
Website	www.shahjalalbank.com.bd
SWIFT	SJBL BD DH
E-mail	sblho@shahjalalbank.com.bd
Chairman	Alhaj Anwer Hossain Khan
Managing Director	Md. Abdur Rahman Sarker
Company Secretary	Emran Hossain
Auditors	M/S. Hoda Vasi Chowdhury & Co. Chartered Accountants Ispahani Bhaban, 14-15 Motijheel C/A Dhaka-1000 Phone: 88-02-9555915, 9560332
Tax Advisor	M/S K.M Hasan & Co. Chartered Accountants 87, New Eskaton Road, Dhaka. Phone: 88-02-9351457, 9351564
Legal Advisor	Hasan & Associates Chamber of Commerce Building (6th floor), 65-66 Motijheel C/A, Dhaka
No. of Branches	73
No. of ATM Booth	15
No. of SME Centers	06
Off-Shore banking Unit	01
No. of Employees	1,624
Stock Summary:	
Authorized Capital	Tk. 6,000.00 million
Paid up Capital	Tk. 4,452.65 million
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Group Corporate Structure



Milestone

Incorporation of the Company	:	1st April 2001
Certificate of Commencement of Business	•	1st April 2001
License issued by Bangladesh Bank	:	18th April 2001
Formal launching of the Bank	:	10th May 2001
Commencement of Business	:	10th May 2001
Initial Public Offerings (IPO):		
Opening of Subscription	:	14 January 2007
Closing of Subscription	:	18 January 2007
Listed with Chittagong Stock Exchange Limited	:	18 March 2007
Listed with Dhaka Stock Exchange Limited	:	21st March 2007
Trading of shares on Dhaka Stock Exchange Limited	:	28 March 2007
Trading of shares on Chittagong Stock Exchange Limited	:	28 March 2007
Launching of ATM	:	20th May 2007
Opening of first Off-shore Banking Unit	:	21st December 2008
Opening of first SME Centre	:	22nd December 2008
Agreement with Leads for Ultimus Core Banking Software	:	11th January 2010
Incorporation and commencement of Subsidiary Company,		
namely Shahjalal Islami Bank Securities Limited	:	6th September 2010
Change of face value and market lot of shares	:	09 December 2010
Completion of 10 years of service	:	10th May 2011
Starting operation of Shahjalal Islami Bank Securities Limited	:	25th May 2011

Product and Service

Mudaraba Millionaire Scheme Mudaraba Monthly Income Scheme Mudaraba Double/Triple Benefit Scheme Mudaraba Monthly Deposit Scheme Mudaraba Hajj Scheme Mudaraba Cash waqf Deposit Scheme



Deposit Account

Al-Wadiah Current Deposit
Mudaraba Savings Deposit
Mudaraba Special Notice Deposit
Mudaraba Term Deposit Receipt
Mudaraba Foreign Currency Deposit
Mudaraba SJIBL School Banking
Mudaraba Money Spinning Account

Corporate (Mode)

Murabaha Bai-Muazzal

Hire Purchase under Shirkatul Meelk Ijar

Bai-Salam

Quard-e-Hasana
Invetment against LC

Quard-e-Hasana
Invetment against LC
Investment against Scheme/Deposit

≥SJIBL Card

VISA Debit Card
VISA Prepaid Card (Local)
VISA Prepaid Card (International)
VISA Prepaid Card (Dual)
VISA Souvenir Card (Gift Card – Local)

Retail

Household Durable Scheme
Housing Investment Programe
Car Investment Scheme
Investment for Self-employment
Investment Scheme for Executives
Investment Scheme for Doctors
Investment Scheme for Morriage
Investment Scheme for CNG Conversion
Investment Scheme for Doctors
Investment Scheme for CNG Conversion
Investment Scheme for Education

SME

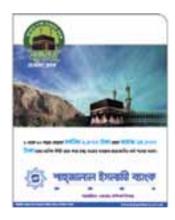
Small Business Investment Programe Small Entrepreneur Investment Programe Medium Entrepreneur Investment Programe Rural Investment Programe Women Entrepreneur Investment Scheme

Capital Market Operation

Brokerage Operation Margin Facility

Service Product

ATM Service Remittance Service Locker Service Online Banking Phone Banking SMS Push-Pull SWIFT ROUTERS











Board of Directors

Chairman

Alhaj Anwer Hossain Khan

Vice Chairmen

Alhaj Md. Harun Miah (Represented by Alhaj Rukun Uddin Khan) Alhaj Khandoker Sakib Ahmed

Directors

Alhaj Sajjatuz Jumma

Alhaj Mohammed Faruque

(Represented by Alhaj Md. Masud)

Alhaj Tofazzal Hossain

Alhaj Md. Sanaullah Shahid

Alhaj Mohammed Farooq

Alhaj Mohammed Hasan

Alhaj Md. Abdul Barek

Alhaj Mohammed Solaiman

Alhaj Syed Nurul Arefeen

Alhaj Abdul Halim

Alhaj Mohiuddin Ahmed

Alhaj Akkas Uddin Mollah

Alhaj Engr. Md. Towhidur Rahman

Alhaj A.K. Azad

Alhaj Mohammed Younus

Independent Director

Alhaj Nazmul Islam Nuru

Sponsor

Alhaj Md. Abdul Mannan

Managing Director

Md. Abdur Rahman Sarker

Company Secretary

Emran Hossain

Chief Financial Officer

Sayed Abul Hashem, ACA, FCMA

Directors Profile



Alhaj Anwer Hossain Khan was born in the year of 1961 in a respectable Muslim family and started business after completion of M.Com. Degree.

He is the sponsor shareholder and Chairman of the Board of Directors of the Bank. He has long and creditable business experience for two decades and emerged himself as a prominent figure in pathological business.

Mr. Khan is also the Chairman and Managing Director of Modern Group of Companies, Modern Diagnostic Centre Ltd., Anwer Khan Modern Medical College, Hazi Sakawat Anwara Eye Hospital Ltd., Modern Diabetic Center Ltd., Dhaka Telecommunication and Modern Environmental Technologies. He is the Director of Shahjalal Islami Bank Securities Ltd., Fareast Finance & Investment Ltd. and Takaful Islamic Insurance Ltd., Fareast Stocks & Bonds Ltd. He traveled different parts of the world in connection with business.

In addition to his success in trade and business, Mr. Khan is highly reputed for his contribution to the field of education and health. He is a Member of Governing Body of Prime University and founder of Anwer Khan Modern Hospital Ltd.

Directors Profile





Alhaj Md. Harun Miah was born in the year of 1961 in a respectable Muslim family and started business after completion of Bachelor Degree.

Mr. Harun Miah has long and creditable business experience for more than 25 years in UK.

As he lives in UK for long, he established Kushiara Financial Services Ltd., Kushiara Cash and Carry Ltd., Bangla Frozen in UK and representing those as Managing Director. He is the Vice Chairman of Holiday Planet, a luxurious guest house situated in Dhaka. He is the Director of Samsuddin Khan & Harun Miah Ltd. (UK) and Hotel Pritom.

Alhaj Rukun Uddin Khan is acting as the Alternate Director in place of Alhaj Md. Harun Miah.

Alhaj Khandoker Sakib Ahmed was born in the year of 1974 in a respectable Muslim family and started business after completion of his MBA Degree.

Mr. Ahmed is a sponsor shareholder and Vice Chairman of the Board of Directors of the Bank. He is also the Managing Director of Zuairia Group, Zuairia Trade International, ZED Agrovet and Sponsor of Shahjalal Islami Bank Securities Limited, Director of Al Arafah Islami Bank Securities Limited, Five Star Cargo Corporation, Khandoker Poultry & Fisheries Ltd. By dint of his talent, industry and amiable personality he is emerging as a booming business figure.





Alhaj Sajjatuz Jumma was born in the year of 1948 in a respectable Muslim family and started business after completion of Masters Degree.

Mr. Jumma, the Founder and Director of the Bank, has long and creditable business experience for about two decades and established himself as an icon of production, indenting, electronics and industrial consulting business.

He is representing Fresco Flour Industries Ltd., Desh Landmark Ltd., Milling Engineers Ltd. and Desh Electronics as the Managing Director. He is also a Director of Shahjalal Islami Bank Securities Limited.

In addition to his success in trade and business, Mr. Jumma is widely reputed for his contribution to the field of education. He is the Founder Chairman of Governing Council of Prime University and Founder of Bir Sraystha Hamidur Rahman College at Jhenaidha. He is also the Chairman of Prime Foundation.

Mr. Jumma, who is a man of pleasant personality and amiable disposition, has also affiliation with different trade bodies and social organizations. He is also the Member of Dhaka Club, Uttara Club and Sylhet Station Club.

Alhaj Mohammed Faruque was born in the year of 1947 in a respectable Muslim family and started business after completion of Bachelor Degree in UK. He also completed a Diploma in Sales Management and Marketing from Jersey, Britain.

Mr. Faruque has long and creditable business experience for more than three decades Restaurant business in UK.

As he lives in UK for long, he established Tandoori Restaurant Ltd., East Bengal Tandoori Restaurant Ltd., Shapla Tandoori Restaurant Ltd., Senior Partner of F. and T Property Investment Co. in UK and representing those as Managing Director.

Mr. Md. Masud is acting as the Alternate Director in place of Alhaj Mohammed Faruque.

Directors Profile





Alhaj Tofazzal Hossain was born in the year of 1957 in a respectable Muslim family and started business after completion of Masters Degree.

Mr. Hossain is a sponsor shareholder and Vice Chairman of the Executive Committee of the Board of Directors of the Bank. He is also Vice Chairman of Shahjalal Islami Bank Securities Limited. He has long and creditable business experience for more than two decades.

He is the Managing Director of Ever Best Textile (Pvt.) Ltd. and also the Director of Fareast Finance & Investment Ltd. and Takaful Islamic Insurance Ltd. He traveled different parts of the world in connection with business.

In addition to the success in trade and business, Mr. Hossain is well known for his interest to education. He is a Member of Governing Body of Prime University.

Alhaj Md. Sanaullah Shahid was born in the year of 1963 in a respectable Muslim family and started business after completion of Bachelor Degree.

Mr. Sanaullah is a sponsor shareholder and Director of the Bank. He has long and creditable business experience for more than two decades.

Mr. Sanaullah is the Chairman of Shahjalal Islami Bank Securities Limited and Electra International Ltd. He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.





Alhaj Mohammed Farooq was born in the year of 1942 in a respectable Muslim family and started business after completion of Bachelor Degree.

Mr. Farooq is the Managing Director of F. S. Printing & Packaging Ltd., Proprietor of Famous Perfumery Suppliers. He is the Managing Director of Famous Group of Companies Ltd., Famous General Agencies Ltd. He is the Managing Director of Famous Printing & Packaging Ltd., Famous Iberchem Flavours & Fragrance Ltd. & Matcon Ltd. He is also president of Bangladesh Chemical & Perfumery Merchant Association, patron & life member of SAARC Chamber of Commerce & Industries (SAARC CCI), Chairman of Standing Committee on Chemical & Perfumery, FBCCI and life president of Armanitola J.S. Club.

In addition to his success in trade and business, Mr. Farooq is highly reputed for his contribution to the field of education and health. He is the Co-ordinator of Southeast University and the Co-ordinator of Eden Multicare Hospital Ltd. He is a man of bright personality and amiable disposition. He also traveled different parts of the world in connection with business.

Alhaj Mohammed Hasan, a renowned industrialist and businessman was born in a respectable Muslim family in the old city of Dhaka on February 12, 1971. His father is industrialist Alhaj Mohammed Farooq and mother is Sanowar Banu. He obtained his MBA degree from Stamford University. He started his business career in 1991 and made immense contribution to the national economy.

He is the Managing Director of H & R Group of Companies Ltd., H&RShare Management Ltd., H&R Land Developments Ltd., H & R Agro Complex Ltd., H & R Universe Impex Ltd., H & R Energy Ltd. and Badhon Food Industries Ltd.

He is a director and Chairman of present Executive Committee of Shahjalal Islami Bank Ltd., Vice Chairman of Shahjalal Islami Bank Securities Ltd. He is also the Director of Famous Group of Companies Ltd., Famous Printing & Packaging Ltd., Famous Iberchem Flavours & Fragrances Ltd., Famous Perfumery Suppliers, Famous General Agencies Ltd., Prime Insurance Co. Ltd., Green Soap & Chemical Co. Ltd., South East University, Eden Multi-care Hospital Ltd. and Universal Health Services & Research Ltd. He was the Vice President of Bangladesh Plastic Goods Manufacturers & Exporters (BPGMEA).

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Directors Profile





Alhaj Md. Abdul Barek was born in the year of 1960 in a respectable Muslim family and started business after completion of Bachelor Degree.

Mr. Barek is a sponsor shareholder and Director of the Bank. He is also Director of Shahjalal Islami Bank Securities Limited. He has long and creditable business experience for more than two decades.

Mr. Barek is the Proprietor of Arju Electronics, Jony Electronics and Rony Electronics. He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.

Alhaj Mohammed Solaiman was born in the year of 1958 in a respectable Muslim family and started business after completion of Master Degree.

Mr. Solaiman is immediate past Chairman of the Bank, a sponsor shareholder and Director of the Bank has long and creditable business experience for more than two decades.

Mr. Solaiman is the Director of Paradise Electronics, Mercantile Insurance Co. Ltd. and the Managing Director of Paradise Corporation (Pvt.) Limited.

In addition to his success in trade and business, Mr. Solaiman is highly reputed for his contribution to the field of education and health. He is a Director of Hardco International School, Central Hospital Limited and Eden Multicare Hospital Limited.

He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.





Alhaj Syed Nurul Arefeen was born in the year of 1964 in a respectable Muslim family and he has passed the S.S.C. from St. Gregory High School, H.S.C. from Notre Dame College and completed the honors degree in Accounting from University of Dhaka and obtained MBA from Deemed University of Lucknow, India.

Mr. Arefeen is a sponsor shareholder and the Chairman of the Audit Committee of the Board of Directors. He has long and creditable business experience for more than two decades.

Mr. Arefeen is also the proprietor of Solar Trading Co., Managing Partner of Solar Auto and Solar Tele Communication, Managing Director of Solar Precured Tyre Retreading Ltd., Director of Universal Yarn Dyeing Ltd., Universal Maize Products Ltd. He is a man of commendable personality and amiable disposition. He traveled different parts of the world in connection with business.

Alhaj Abdul Halim was born in the year of 1948 in a respectable Muslim family and started business after completion of Bachelor Degree.

Mr. Halim is a sponsor shareholder and Director of the Bank. He has long and creditable business experience for more than three decades.

Mr. Halim is also the Chairman of Halim Group and Proprietor of Abdul Halim & Brothers, Motor Cycle Bitan, Karnafuli Motors, Fair Car and Director of Islami Insurance Bangladesh Ltd.

He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.

Directors Profile





Alhaj Mohiuddin Ahmed was born in the year of 1955 in a respectable Muslim family and started business after completion of his education.

Mr. Ahmed is a sponsor shareholder and Director of the Bank. He has long and creditable business experience for more than two decades.

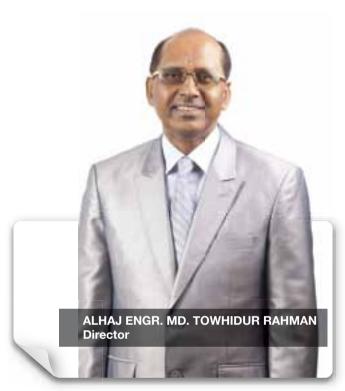
Mr. Ahmed is also the Chairman of Mohiuddin Auto House, Rupsha Trading Corporation and Director of Islami Insurance Bangladesh Ltd.

In addition to his success in trade and business, Mr. Ahmed is immensely reputed for his contribution to the field of education. He is the Vice Chairman of Southeast University. He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.

Alhaj Akkas Uddin Mollah took his birth in the year of 1954 in a respectable Muslim family. Former Chairman of the Bank Mr. Mollah is now the sponsor shareholder and Director of the Bank has long and creditable business experience for more than one decade and established himself as a prominent figure of RMG industries.

Mr. Mollah is the Chairman and Managing Director of Russel Spinning Mills Limited, Russel Garments, Russel Knitting, Russel Washing Plant, Ekram Sweaters Limited, Saladin Garments Limited.

In addition to the success in trade and business, Mr. Mollah is immensely reputed for his contribution to the field of education and health. He is the Founder of Osmania Madrasa and Osmania Memorial Hospital. His pleasant personality and amiable disposition is commendable. Mr. Mollah has also affiliation with different trade bodies and social organizations. Presently he is the member of BGMEA and BTMEA. He is also a member of Narayangonj Club.





Alhaj Engr. Md. Towhidur Rahman, was born in the year of 1952 in a respectable Muslim family and started business after completion of B.Sc Engineering Degree from Europe.

Former Chairman of the Board Mr. Rahman is now the sponsor shareholder and Director of the Bank. He has long and creditable business experience for more than three decade and established himself as an icon of Sea Food business.

He is also the Chairman and Managing Director of Fresh Foods Ltd. One of the largest seafood exporters of the country, Chairman of Sea Fresh Ltd., Managing Director of Libas Textile Ltd., Managing Director of Hattic Bangladesh Ltd. (joint venture company with Germany), Managing Director of M.T.S. International Inc, New York, USA, Managing Director of Habor Sea Food Ltd., Director of Takaful Islamic Insurance Ltd., Mr. Rahman who bears charming personality, traveled different parts of the world in connection with business. He has been awarded National Export Trophy (Gold, Silver) several times and also selected as a C.I.P. by the Government of Bangladesh for the last 15 years for contribution to national economy.

In addition to his success in trade and business, he is immensely reputed for his contribution to the field of education. He is a Member of Governing Body of Prime University, founder Chairman of Alhaj Jalaluddin College and Chairman of Dhulasar High School. He has been awarded Mother Terresa Gold medal and other awards for contribution to the social activities of the country.

Alhaj A. K. Azad was born in the year of 1959 in a respectable Muslim family and started business after completion of Bachelor Degree.

Mr. Azad is the sponsor shareholder and director of the Bank and has long and creditable business experience for more than one decade and established himself as a tycoon not only in RMG sector but also other sectors.

Mr. Azad is also the Managing Director of Ha-Meem Fashions Ltd., Ha-Meem Apparels Ltd., New Modern Garments Ind. Ltd., That's It Fashions Ltd., Asha Fashions Ltd., Sajid Apparels Ltd., Refat Sports Wear Ltd., Modern Washing and Dyeing Ind. Ltd., That's It Packaging Ltd., Sajib Poly Industries Ltd., Ha-Meem Washing Ltd., That's Knit Ltd., Sajid Washing and Dyeing Ltd., Enzyme Bangladesh Ltd., That's It Garments Ltd., Nishat Jute Mills Ltd., Ha-Meem Design Ltd., Refat Garments Ltd., That's It Sports Wear Ltd., Ha-Meem Denim Ltd., Director of Ecochem Bangladesh (Pvt.) Ltd., Sonarbangla Insurance Ltd.

Mr. Azad has also affiliation with different trade bodies and social organization. He is the President of FBCCI and member of BGMEA and BTMEA. He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.

Directors Profile





Alhaj Mohammed Younus was born in the year of 1958 in a respectable Muslim family and started business after completion of his education.

Mr. Younus is the sponsor shareholder and director of the Bank and has long and creditable business experience for about two decades.

Mr. Younus is also the Chairman of Express Insurance Ltd. and the Managing Director of Universal Paper & Board Mills Ltd., Sobhan Ice & Cold Storage Ltd., Younus Filament Industries Ltd., Younus Plastic Industries Ltd., Younus Cold Storage Ltd., Quality Accessories Ltd., Ananta Paper Mills Ltd., Younus Paper Mills Ltd., Younus Fine Paper Mills Ltd., Younus Spinning Mills Ltd., Sonali Paper and Board Ltd., Sharif Cold Storage Ltd., Younus Fine Paper Mills Ltd., Newsprint Paper Mills Ltd., Younus offset Paper Mills Ltd., Meghna Pipe Factory, Long lasting Coating Industries. He is a man of pleasant personality and amiable disposition. He also traveled different parts of the world in connection with business.

Alhaj Nazmul Islam Nuru was born in the year of 1961 in a respectable Muslim family and started business after completion of Masters Degree.

Mr. Nuru is the Independent Director of the Bank since 2007 and has long and creditable business experience for more than 20 years business in UK.

As he lives in UK for long, he is the Director of Viceroy Group of Rest, Property Management Ltd., Lotus (Windsor) Ltd., Fair View Enterprise Ltd. He is a member of British Bangladesh Chamber of Commerce.

Committees

Executive Committee

Chairman Alhaj Mohammed Hasan Vice Chairman Alhaj Tofazzal Hossain Member Alhaj Sajjatuz Jumma Member Alhaj Mohammed Solaiman Member Alhaj Mohiuddin Ahmed Member Alhaj Akkas Uddin Mollah Member Alhaj Engr. Md. Towhidur Rahman Md. Abdur Rahman Sarker, Ex-officio Member **Managing Director**

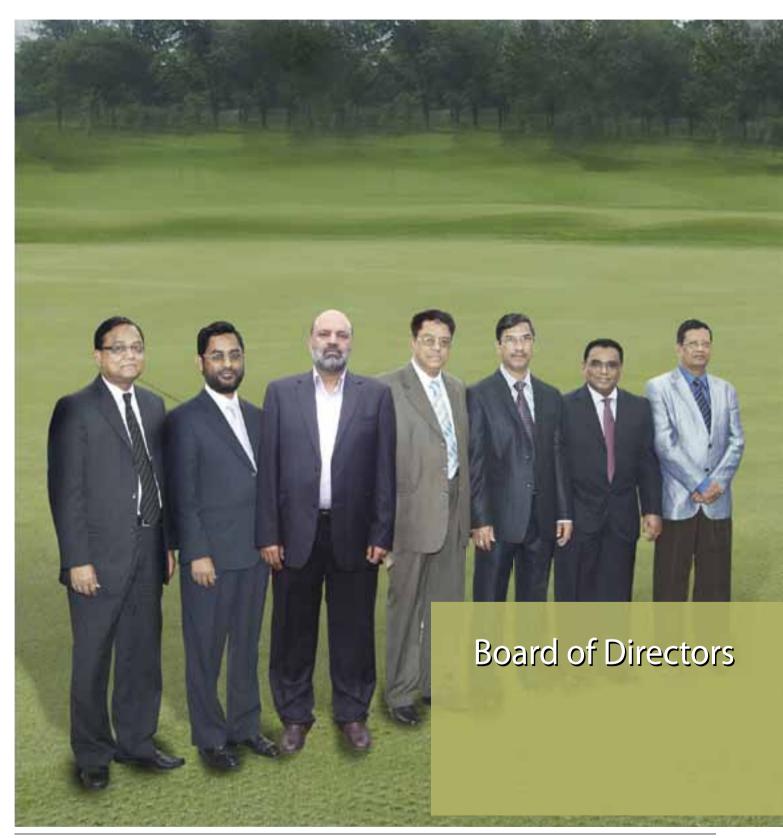
Audit Committee

Alhaj Syed Nurul Arefeen	Chairman
Alhaj Abdul Halim	Member
Alhaj Nazmul Islam Nuru	Member
Emran Hossain	Member Secretary

Shariah Council

Hazrat Maulana Mufti Abdur Rahman	Chairman
Prof. Dr. Muhammad Mustafizur Rahma	n Member
Prof. Hamidur Rahman	Member
Shah Abdul Hannan	Member
Barrister M. Ziaul Hasan	Member
M. Kamaluddin Chowdhury	Member
Alhaj Anwer Hossain Khan	Member
Md. Abdur Rahman Sarker,	
Managing Director E	x-officio Member

Board of Directors





Directors are in the group photo: From left to right: Md. Abdur Rahman Sarker, Alhaj Md. Sanaullah Shahid, Alhaj Md. Harun Miah, Alhaj Abdul Halim, Alhaj Md. Abdul Barek, Alhaj Anwer Hossain Khan, Alhaj Akkas Uddin Mollah, Alhaj Mohammed Hasan, Alhaj Mohiuddin Ahmed, Alhaj Mohammed Solaiman, Alhaj Khandoker Sakib Ahmed, Alhaj Engr. Md. Towhidur Rahman, Alhaj Tofazzal Hossain, Alhaj Sajjatuz Jumma & Alhaj Syed Nurul Arefeen.

Directors are not in the group photo; there pictures are shown above

(left to right) Alhaj Mohammed Faruque, Alhaj Mohammed Younus, Alhaj A.K. Azad, Alhaj Mohammed Farooq & Alhaj Nazmul Islam Nuru.

Management Committees

MANCOM



ALCO



Management & Executives

Managing Director

Mr. Md. Abdur Rahman Sarker

Additional Managing Director

Mr. Md. Mukther Hossain

Deputy Managing Director

Mr. Md. Abdul Jabber Chowdhury

Senior Executive Vice Presidents

Mr. Md. Shafiul Azam Mr. Md. Shahjahan Shiraj

Executive Vice Presidents

Mr. Md. Ghulam Wahab

Mr. Anisul Kabir

Mr. Mustaque Ahmed

Mr. Syed Showket Rana

Mr. Md. Emran Hossain

Mr. Md. Akhter Hossain

Mr. S. M. Jahangir Hussain

Mr. A. N. M. Jahangir

Mr. Abdul Aziz

Mr. Shahabuddin

Mr. Md. Nasir Uddin

Mr. Md. Nazimuddoula

Senior Vice Presidents

Mr. Md. Shafiqul Islam

Mr. Imtiaz Uddin Ahmed

Mr. Mahmud Hussain

Ms. Midhat Ara

Mr. Md. Ziaullah Khan

Mr. Md. Dulal Hossain

Mr. Md. Motaleb Hossain

Mr. Sayed Abul Hashem, ACA, FCMA

(Chief Financial Officer)

Vice Presidents

Ms. Taskina Ahmed

Mr. Mohammed Ashfagul Hogue, FCA

Mr. Md. Nazrul Islam

Mr. Mohd. Abdul Halim

Mr. Amir Uddin Chowdhury

Mr. Md. Khalid Hussain

Mr. Md. Abdur Rahim

Mr. Rashed Sarwar

Mr. Md. Nazrul Islam

Mr. Md. Altaf Hossain Bhuyan

Mr. Md. Safiullah

Mr. Md. Ataur Rahman

Mr. Md. Saiedur Rahman

Mr. Md. Aslamul Hog

Mr. Md. Tufael Yakub

Ms. Rumana Kutubuddin

Mr. Chowdhury Golam Rahman

Senior Assistant Vice Presidents

Mr. Md. Shamsuddoha

Mr. Md. Naquibul Islam

Mr. Jashim Uddin Ahmed

Mr. Md. Ashraful Azim, FCA

Ms. Sultana Parvin

Mr. Md. Abdur Rob

Mr. Md. Asadul Islam Khan

Mr. Abdul Kayum

Mr. Md. Nawshad Abbas

Mr. Mohammed Eskander Alam

Mr. Md. Mizanur Rahman

Mr. Md. Abdulla Al Mahmud Siddigui

Mr. A. T. M. Qumruddin Chowdhury

Mr. Md. Wahidur Rahman

Mr. M. Imam Hossain Gazi

Mr. Mohammad Towfigul Islam

Mr. Md. Abul Bashar

Mr. S. M. Rashedul Karim

Mr. Md. Mostain Billah, ACA

Mr. Iftekhar Shahid

Mr. Md. Moshiur Rahman

Assistant Vice Presidents

Mr. Zalal Ahmed

Mr. Mohammad Nuruddin

Engr. Md. Zahidul Islam

Mr. Md. Ziaul Hoque

Mr. Mirza Saiful Alam

Mr. Md. Mokter Hossain

Mr. Md. Nure Alam Bhuivan

M. M. Nure Alam Bridiyan

Mr. Mohammed Sahab Uddin

Mr. Muhammad Amir Hossain Sarker

Mr. Md. Raquibul Anwar

Mr. Shamsul Arifin Ferdose

Mr. Kh. Manwarul Islam

Mr. A.S.M. Hasanul Kabir

Mr. Chowdhury Firoz Hasan

Mr. Munzer Rahman

Mr. Mohammad Shajedul Alam

Mr. Md. Masudur Rahman

Mr. Jafar Sadeq, ACA

Mr. Jyotirmaya Goswami

Mr. Mohammad Mahbubur Rahman

Mr. Khandaker Kayemur Rahman

Mr. Md. Golam Mostafa

Mr. Mohammad Abdul Gaffar

Mr. Mohammad Rubel Alam Khan

Mr. Md. Aktaruzaman Sarker

Mr. AHM Mostafa Kamal

Mr. Mohammad Hasib Uddin

Mr. Mohammed Safiqul Islam

Mr. Jaynul Abedin Khan Safari

Mr. Mohammad Shariful Haider

Mr. Md. Nazrul Islam

Mr. Md. Imam Hossain Chowdhury

Mr. Mohammad Fakrul Islam

Mr. Md. Abu Sayeed

Mr. Md. Shanoor Siddigue

Mr. Mohammed Ehsan

Mr. A.B.M. Mosharof Hossain

Mr. Md. Rashedul Mostafa Chowdhury

Mr. Mohammad Anas

Ms. Khandker Bedoura Mahbub

Mr. Md. Nurul Amin Sarker

Mr. Md. Wahidul Islam

Mr. Md. Rafigul Islam

Mr. Md. Rezaur Rahman

Mr. Md. Abdul Quddus

Mr. Abdul Khaleque Mr. Mohammad Abdul Majid

WII. WIOHAITIITIAU ADUUI I

Mr. Md. Saidur Rahman Mr. Md. Khairul Alam

Mr. Nazir Ahmed

Mr. A.K.M. Rabiul Islam

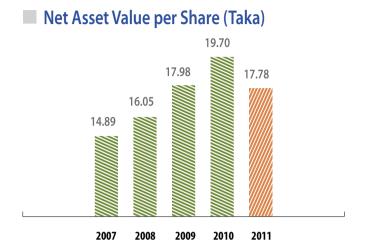
Financial Summary

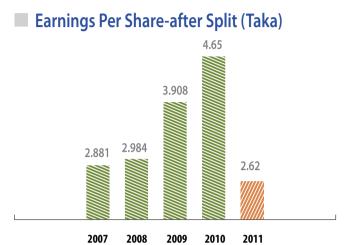
		Ta	aka in million u	ınless otherw	ise indicat
Items	2011	2010	2009	2008	200
INANCIAL POSITION					
Authorized Capital	6,000	6,000	4,000	4,000	2,00
Paid up Capital	4,453	3,425	2,740	2,246	1,87
Reserve and Surplus	3,464	3,323	2,187	1,359	91
Total Shareholders' Equity	7,917	6,748	4,676	3,605	2,78
Total Deposits	83,350	62,965	47,459	34,280	22,61
Total Investment (Loans & Advances)	80,592	61,440	43,958	32,919	20,61
Investment in Share and Securities	5,292	2,229	3,483	1,144	85
Fixed Assets	1,525	1,473	620	339	12
Total Assets (excluding off-balance sheet items)	107,229	78,800	58,921	44,110	28,34
Total Contingent Liabilities and Commitment	34,083	27,665	14,475	10,771	6,40
Profit Earning Assets	92,569	67,139	53,132	39,889	25,30
Non-profit Earning Assets	14,660	11,661	5,789	4,220	3,043
PERATING RESULT					
Investment Income	10,108	6,416	5,531	4,236	2,97
Profit Paid on Deposit	7,376	4,658	4,200	2,962	1,960
Net Investment Income	2,731	1,759	1,331	1,274	1,01
Total Income	12,007	9,509	7,117	5,285	3,58
Total Expenditure	9,009	5,980	5,076	3,475	2,27
Operating Profit	2,998	3,529	2,041	1,810	1,31
Profit before Tax	2,387	2,960	1,795	1,566	1,210
Profit after Tax	1,168	2,072	1,071	818	647
CAPITAL ADEQUACY					
Risk Weighted Assets	80,527	76,882	38,833	29,464	18,51
Capital Requirement	8,053	6,919	3,883	2,946	1,85
Core Capital	7,917	6,748	4,676	3,605	2,78
Supplementary Capital	1,266	999	754	464	25
Total Equity (Core & Supplementary)	9,183	7,747	5,430	4,069	3,04
Capital Surplus	1,131	827	1,547	1,123	1,18
Tier I Capital Ratio (%)	9.83	8.78	12.04	12.24	15.0
Tier II Capital Ratio (%)	1.57	1.30	1.94	1.57	1.3
Total Capital Adequacy Ratio (Basel-I)	-	-	13.98	13.81	16.4
Total Capital Adequacy Ratio (Basel-II)	11.40	10.08	9.52	-	
NVESTMENT (LOANS & ADVANCES) QUALITY					
Volume of Non-performing Investment	1,523	1,173	413	143	128
Amount of Provision against classified Investment	423	268	118	28	2
Amount of Provision against unclassified Investment	925	720	480	355	21
Amount of Provision against Off Balance Sheets Exposures	341	278	148	108	3
Classified Investment as % of Total Investment	1.89	1.91	0.94	0.44	0.6
OREIGN EXCHANGE BUSINESS					
	82.341	60.066	39,543	42.551	25,490
Import Business Export Business	82,341 79,225	60,066 48,857	39,543 29,434	42,551 26,347	25,490 15,084

l aka in	million	IINIACC	Other	MICO	indicate

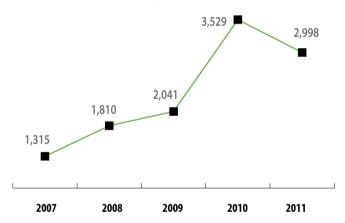
	l aka in million unless otherwise indic				ise indicat
Items	2011	2010	2009	2008	2007
DROCITABLI ITV DEDEODMANCE AND LIQUIDITY DATIO					
PROFITABILITY, PERFORMANCE AND LIQUIDITY RATIO	17.78	10.70	17.00	16 OF	14.89
Net Asset Value per Share (Taka)		19.70	17.98	16.05	
Investment to Total Deposit Ratio (%)	93	96.34	92.62	96.03	91.15
Return on Equity (%)	13.80	30.71	25.10	25.58	23.21
Return on Assets (ROA) (%)	1.26	3.01	2.08	2.26	2.60
Operating Income Ratio (%)	24.97	37.11	28.68	34.24	36.64
Gross Income Ratio (%)	38.57	51.01	40.98	43.95	45.39
Net Income Ratio (%)	9.73	21.79	15.04	15.47	18.03
Cost of Deposit (%)	9.15	7.91	9.13	9.31	9.00
Cost of Fund (%)	10.98	10.15	11.07	10.99	10.4
Return on General Investment (%)	13.53	11.90	13.46	14.18	14.68
Net operating Cash flow per Share (Taka)	7.32	25.59	140.94	124.46	19.18
Profit Per Employee (Million Taka)	1.85	2.11	1.57	2.06	2.37
DIVIDEND					
Cash Dividend (%)	-	-	-	-	
Bonus Dividend (%)	*25	30	25	22	20
Dividend Cover Ratio (Times)	1.05	1.55	1.56	1.36	1.44
Market capitalization	14,471	27,161	10,481	6,991	5,706
*Proposed by the Board of Directors					
SHAREHOLDERS INFORMATION					
No. of Share Outstanding (million share) (after split 2010)	445.27	342.51	27.40	22.46	18.72
Earnings Per Share-before Split (Taka)	_	_	39.07	29.84	28.8
Earnings Per Share-after Split (Taka)	2.62	4.65	_	-	
Number of Shareholders	78,104	54,549	36,675	39,971	40,966
Market Value Per Share-before Split (Taka)	-		478.22	255.13	304.8
Market Value Per Share-after Split (Taka)	32.44	79.24		-	
Price Earning Ratio	12.38	17.04	12.24	8.55	10.58
5					
OTHER INFORMATION					
Number of Branches	73	63	51	33	26
Number of Brokerage House	8	8	5	1	
Number of SME Center	6	6	7	5	
Number of Employees	1,624	1,521	1,299	878	555
Number of foreign Correspondents	679	637	610	590	550
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Key performance indicators

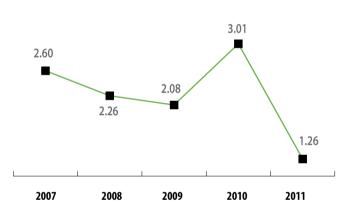




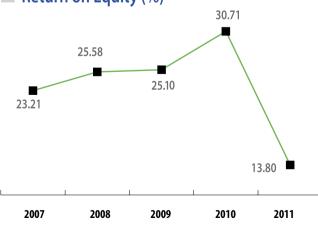
■ Trend of Operating Profit (Million Tk.)



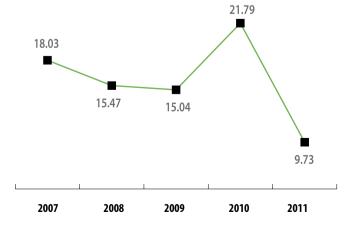


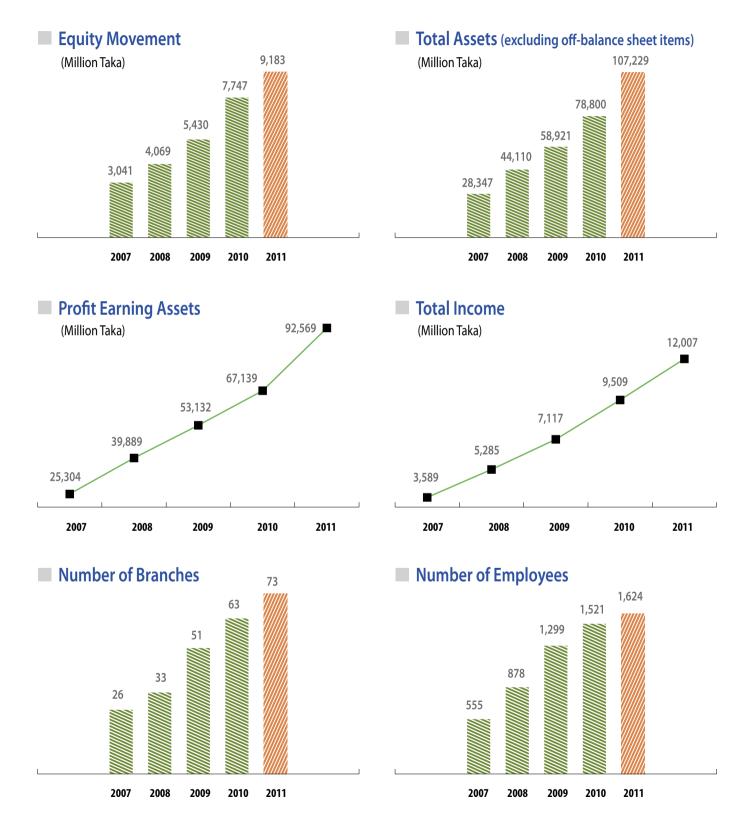






■ Net Income Ratio (%)





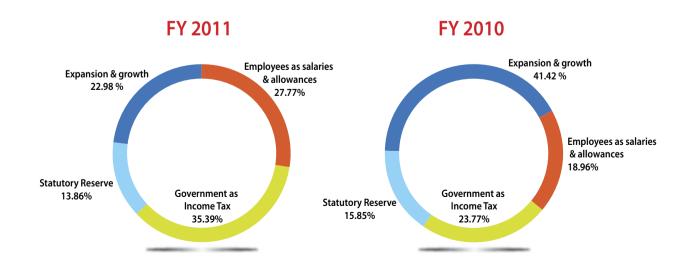
Value Added Statement

for the year ended 31 December 2011

The value added statement for the Bank shows how the value is created and distributed among different stakeholders of the Bank

Particulars	2011	%	2010	%
	Taka		Taka	
Income from Banking Services	12,006,817,811		9,508,888,022	
Less: Cost of services & supplies	7,952,049,660		5,205,414,444	
Value added by the Banking services	4,054,768,151		4,303,473,578	
Non-banking income	-		-	
Less: Loan & Other Provisions	610,500,000		568,500,000	
Total value added	3,444,268,151	3,444,268,151		
Distribution of added value				
To Employees as salaries & allowances	956,367,823	27.77%	707,960,285	18.96%
To Government as Income Tax	1,218,947,499	35.39%	887,868,881	23.77%
To Statutory Reserve	477,478,180	13.86%	592,041,849	15.85%
To expansion & growth	791,474,649	22.98%	1,547,102,563	41.42%
Through: Retained earnings	690,965,220		1,480,298,514	
Through: Depreciation	100,509,429		66,804,049	
	3,444,268,151	100.00%	3,734,973,578	100.00%

Distribution of Added Value

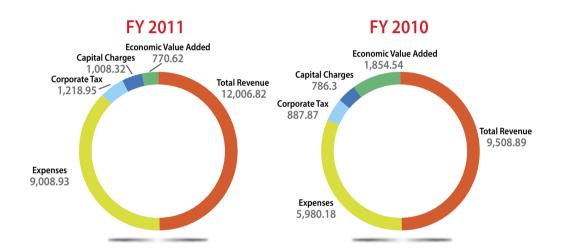


Economic Value Added Statement

for the year ended 31 December 2011

Economic Value Addition (EVA) indicates the true economic profit of the company. EVA is an estimate of the amount by which earnings exceed or fall short of required minimum return for shareholders at comparable risks.

		Taka in Million
Particulars	2011	2010
Total Revenue	12,006.82	9,508.89
Expenses	9,008.93	5,980.18
Corporate Tax	1,218.95	887.87
Capital Charges	1,008.32	786.30
Economic Value Added	770.62	1,854.54



Market Value Added Statement

for the year ended 31 December 2011

Market Value Addition (MVA) is the difference between the equity market value of a company and the book value of equity invested in the company. A high MVA indicates that the company has built up of substantial wealth for the shareholders.

		Taka in Million
Particulars	2011	2010
Market value of Total Equity	14,471.13	27,161.20
Less: Book value of Total Equity	9,183.27	7,746.83
Market Value Addition	5,287.86	19,414.37

Shareholder Information

Financial Calendar

2011

1st Quarter Results issued on	: 10th May 2011
2nd Quarter Results issued on	: 27th July 2011
3rd Quarter Results issued on	: 26th October 2011
Annual Results issued on	: 10th May 2012
11th Annual General Meeting	: 19th June 2012

2010

1st Quarter Results issued on	: 08 May 2010
2nd Quarter Results issued on	: 20th June 2010
3rd Quarter Results issued on	: 28th October 2010
Annual Results issued on	: 10 April 2011
10th Annual General Meeting	: 9th May 2011

Dividend Information

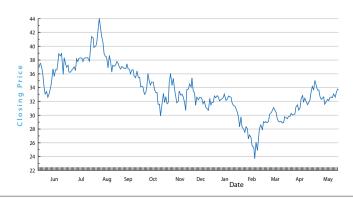
Distribution of Dividend-2010

Dividend Rate (Stock)	: 30%
Declaration Date	: 10th April 2011
Record Date	: 21st April 2011
AGM Date	: 09th May 2011
Distribution Date	: 15th May 2011

Trade Volume last 12 Months

3000 4000 2000 Jun Jul Aug Sep Oct Nov Dec Jan Date Feb Mar Apr May

Closing price last 12 Months





The Chairman of the Board of Directors Alhaj Anwer Hossain Khan and Managing Director Mr. Md. Abdur Rahman Sarker received the "European Award for Best Practices-2012" award in gold category from Dr. A. Arista, Executive Director of European Society for Quality Research (ESQR)

The Chairman of the Board Audit Committe Alhaj Syed Nurul Arefeen received the "Arch of Europe" award in gold category from Mr. José E. Prieto, Presindent of Business Initiative Directions (BID)





Mr. M. Mukhter Hossain, Additional Managing Director of Shahjalal Islami Bank Limited receiving the ICMAB Best Corporate Award-2011 in Islamic Banking Operation Category, from Finance Minister Mr. A M A Muhith,MP on 12 December 2011 arranged by the Institute of Cost and Management Accounts of Bangladesh (ICMAB)



Shahjalal Islami Bank Limited holds 10th AGM on 09th May 2011 at Bangabandhu International Conference Centre, Dhaka.



10th AGM

A partial view of participant Shareholders of 10th AGM on 09th May 2011 at Bangabandhu International Conference Centre, Dhaka











The Chairman, Managing Director, Company Secretary & some shareholders delivered their speech in AGM on 09th May 2011 at Bangabandhu International Conference Centre, Dhaka

Meetings...



A meeting of the Board of Directors



A meeting of the Board Audit Committee



A meeting of the Executive Committee of the Board of Directors



Managers' Conference – 2012 of Shahjalal Islami Bank Limited (SJIBL) was held at a Hotel in the Capital on 12th January 2012.

Agreements ...



An origination agreement under Bangladesh Electronic Fund Transfer Network (BEFTN) was signed between Shahjalal Islami Bank Limited (SJIBL) and Kushiara Financial Services Limited (KFSL), UK at the Head Office of the bank 15th May 2011.



Shahjalal Islami Bank Limited has signed a Strategic Business Agreement with National Credit and Commerce Bank Limited for MoneyGram remittance service in its Head Office, on September 20, 2011

Grameenphone Ltd. has recently signed an agreement with Shahjalal Islami Bank Ltd to provide complete communication facilities under its Business Solutions package.



Corporate Social Responsibility ...



The Chairman of the Bank Alhaj Anwer Hossain Khan handing over Cheques to the Hon'ble Prime Minister Sheikh Hasina for the help of BDR mutiny victims at Pilkhana, Dhaka.



Branch Opening ...















70[™] BRANCH OPENED AT NAWABPUR



71ST BRANCH OPENED AT FENI



72ND BRANCH OPENED AT MODHUNAGHAT



73RD BRANCH OPENED AT WASA MOUR

10th Anniversary





Message from the Chairman

"2011 was another year of great performance. We have demonstrated the right strategy, the right culture and the right path to deliver consistent and sustained value for our shareholders."

Performance

... total deposit of the Bank stood at Tk. 83,350 million showing a growth rate of 32.38%, total amount of Investment of the Bank stood at Tk. 80,592 million with a growth rate of 31.17%

Bismillahir Rahmanir Rahim

Assalamu Alaikum.

In this auspicious moment, I feel highly honored to bid you heartiest welcome to the Eleventh Annual General Meeting of Shahjalal Islami Bank Limited. At the same time, I, on behalf of my fellow colleagues of the Board of Directors of the Bank, would like to take this grand opportunity to present before you the report of the Board of Directors and the audited financial statements for the year 2011. I also express our sincere thanks and profound gratitude to all concerned for their active support and co-operation which helped

Quareholder

the bank to achieve this commendable success. I also acknowledge that it is your kind patronage and continued support that have resulted in achieving greater success in all areas of operation of your Bank, a brief picture of which is presented hereunder for kind information of the honorable shareholders.

I am happy to inform you that our Bank has been able to keep up strong position in all key areas covering capital adequacy, good asset quality, sound management,





Message from the Chairman

Our Capital

management framework is

maintains sufficient Capital

designed to ensure that Bank

consistent with the Bank's risk

requirement and credit rating

considerations

profile, all applicable regulatory

good earning and strong liquidity. It has also been able to emerge as a leading financial institution with highest level of reputation in the country.

Financial Environment

The financial sector passed a critical year surfing through an anti business climate both at home and abroad in 2011. The most discussed issue was liquidity crisis and biggest challenge was to manage asset liability issue. Despite sluggish economic scenario, the efficient workforce and the prudent management of the Bank developed a seamless teamwork which pushed the Bank through all the shadows of uncertainty towards the light of success.

Bank's performance

Despite the challenges of 2011 faced by the financial sector in Bangladesh, Shahjalal Islami Bank Limited was successful in achieving much higher than national growth

in deposit, Investment (loans), export, import & remittance business. As on 31st December 2011 total deposit of the Bank stood at Tk. 83,350 million showing a growth rate of 32.38%, total amount of Investment of the Bank stood at Tk. 80,592 million with a growth rate of 31.17%. During the year import volume stood at Tk. 82,341 million with a growth of 37.08% compared to that of the previous year. Export business has been increased by 30,368 million; it stood at Tk. 79,225 million as of December 31, 2011 against 48,857 million of the previous year which indicate 62.16% growth over previous year. Foreign Remittance of the Bank stood at Tk. 5,340 million as of December 31, 2011.

The net profit of the Bank in 2011 stood at Tk.1,168 million. Net asset value (NAV) stood at Tk.7,917 million in 2011 which is Tk.1,169 million higher than 2010. Earnings per share (EPS) stood at Tk.2.62 as per new denomination of shares at Tk. 10.00 each. The ratio of nonperforming investment is within the acceptable range of 1.89%. The fact that non-performing investment ratio remained below 2% indicated that the strategy of quality growth by adhering to compliance in all spheres of operations is working well, moreover we are committed to reduce the NPI ratio through deploying our all efforts.

Capital Structure

At the very inception, our Bank started with an authorized Capital of Tk. 800 million. While it's initial Paid up Capital was Tk. 205 million subscribed by the sponsors in the year 2001. The Capital and reserve of the Bank as on 31st December 2011 stood at Tk. 9,183 million including paid up capital of Tk. 4,453 million. The Capital Adequacy Ratio (CAR) as of 31 December 2011 stood at 11.40% (Tier-1 capital 9.83% and Tier-2 capital 1.57%) that was well above

minimum requirement of 10% set by Bangladesh Bank under revised Basel-II guidelines.

Our Capital management framework is designed to ensure that Bank maintains sufficient Capital consistent with the Bank's risk profile, all applicable regulatory requirement and credit rating

considerations. The Capital Management

process is consistently reviewed by the senior Management of the Bank. It is frequently reviewed by the Board also and appropriate decisions are being adopted time to time to strengthen our capital.

Customer Services

The bank provided a great value to its customers by developing a wide range of products and services. The bank has always remained competitive in offering service to the customers and continuously redesigning its products to meet the customers' and societies' demands. As a part of customer care, awareness building, various campaigns and fairs were arranged. We provide a full range of financial services to individuals,

small and medium sized companies, entrepreneurs and corporate bodies.

Branch Network

We are continuously expanding our business both in the urban and the rural areas. With the opening of 10 (ten) new branches during the year 2011, the Bank provided its satisfactory service to its customers with a network of total 73 (seventy three) branches all over the country. The bank is working to expand its business by opening more 11 (eleven) branches in Dhaka and some other important business location of the country in the year 2012 for which we have already got approval from the Bangladesh Bank. We have planned to increase the number of ATM booths across the country for meeting the demand of 24 hours banking facilities of our customers. Remittance arrangement with various companies like Western Union Money Transfer, Kushiara Financial Services, Kaymax, Global Exchange, Arabian Exchange Company WLL, Al Ahalia Money Exchange Bureau, Money Exchange SA, Money Gram & Wall Street Finance LLC etc. shall strengthen our business network in the global financial market and facilitate remittance flow.

Good Governance

Good corporate governance system is vital for efficient and effective business operation, long-term stability and sustainable growth for any organization. The corporate governance system in SJIBL is designed to ensure transparency and accountability at all levels of operations. It is also ensured that duties and responsibilities are appropriately segregated between the Board and the management to provide sufficient check and balance and flexibility for smooth business operations. The Board provides leadership and direction to the management, approves strategic and major policy decision and oversees management to attain formulated business plan & budget of the Bank. Audit Committee reviews the risk management, internal control and compliance process, the internal audit reports and related compliances of the Bangladesh Bank. The Statutory Auditors were given absolute freedom in the process of audit and verify the compliance, risk management and preparation of Financial Statements as per International as well as Bangladesh Accounting Standards (IAS and BAS). The issue of Corporate Governance is under our time to time review with an aim to ultimately develop a sound Corporate Governance system with best practices for the bank.

The Bank has stressed the need to the compliance with all the rules, regulation and guidelines of Securities and Exchange Commission, Bangladesh Bank and other regulatory authorities.

Corporate Social Responsibility

As an Islamic bank, we are committed to serve the causes of humanities. In this course, we expanded our helping hand to the natural destruction affected people of various regions of the country. The Bank has a plan to establish Shahjalal Islami Bank Limited Hospital and Shahjalal Islami Bank Limited International School & College. The bank has started its scheme of awarding Scholarship to poor but meritorious students with outstanding result in Secondary School Certificate (SSC) and Higher Secondary Certificate (HSC) Examinations for pursuing their higher studies on a regular basis. Moreover, we are providing ongoing financial support to the families affected under BDR tragedy.

The social spectrum under which we operate desires that we can carry on our business responsibly and contribute positively to the society and the environment. We are committed to responsible business practice and to a policy of continuous improvement in applying sound environment and social standards in our dealings with all our stakeholders.

Future look

We expect higher growth of business in 2012. The growth will predictably generate from the diversified Corporate Sector, Retail Banking, Treasury Operations, Syndication and Structured Financing and Export Oriented initiatives. We have introduced SJIBL School Banking, Shahjalal Mudaraba Money Spinning Account, SMS/Push Pull Service, Visa Debit Card, money transfer, capital market services, Off-Shore Banking, to serve the customers to their highest satisfaction. We hope that we shall be able to upgrade, co-ordinate and integrate the above-mentioned products and initiatives to register excellent growth of business in 2012. We shall seek additional financial assistance, human and material resources to manage our institution to add more value for our shareholders, customers, employees and the community as well.

Appreciation

I am not elaborating all areas of operation as they are adequately covered in the Annual Report. You are our source of success and I want you to take pride being valued shareholders of this great institution. I would like to express my heartfelt gratitude to all our shareholders, well wishers, statutory auditors and customers for their patronage and especially thank the Ministry of Finance, Bangladesh Bank, Securities & Exchange Commission, Dhaka and Chittagong Stock Exchanges Limited, Registrar of Joint Stock Companies & Firms, National Board of Revenue for their continuous support and guidance. We renew our promise to remain most disciplined, compliant and result-oriented. While we look forward to their continuous support and co-operation with trust and confidence, we believe that, on present indications and the prospects, our respected shareholders may also expect satisfactory result in 2012.

May Almighty Allah bestow His unbound favors upon all of us. Allah Hafez

With warmest regards,

Alhaj Anwer Hossain Khan Chairman

From the desk of the Managing Director

Bismillahir Rahmanir Rahim

By the grace of Almighty Allah, Shahjalal Islami Bank Limited has completed another successful year of its operation. It gives me great pleasure to brief my observation on the performance of the year under review i.e. 2011. I would like to express my heartfelt thanks & gratitude to our respectable shareholders, valued clients, distinguished patrons and well-wishers whose co-operation and continuous support has helped us to achieve the impressive and steady growth.

In the year 2011, Bank has attained a position, laying strong foundation by achieving commendable growth in all areas of operation. We have made remarkable achievements during this year. Proactive involvement of prudent and efficient management team brought this success in the performance under the proper guidance of the Board. I express my sincere gratitude to the Board of Directors and all of my colleagues for their great contributions to bring the Bank in this position.

Despite major challenges, the year was another successful one for Shahjalal Islami Bank Limited. The results demonstrate that the Bank is on strong social and financial footing maintaining sustainable growth. The Bank could manage to open 10 new branches in 2011 aiming to reach to different economic groups manifesting its products & services with proper disclosures.

Despite all the challenges, I am very happy to inform that the Bank has maintained and achieved strong position in all key areas of operations. Deposits of the Bank stood at Tk. 83,350 million and total assets stood at Tk.107,229 million as on 31 December 2011, which accounts for 32.38% and 36.08% growth respectively over the previous year. The bank has been able to achieve 31.17% growth in Investment

with a total investment portfolio of Tk. 80,592 million in 2011 compared to Tk. 61,440 million in 2010. The classified Investment has been reduced to 1.89% at the end of 2011 from 1.91% as of 2010, which is also much below in the industry average. Shahjalal Islami Bank Limited has registered an operating profit of Tk.2,998 million in the year 2011. Foreign Trade Business grew by 45.04%, which in terms of total volume was Tk.166,906 million in the year 2011 as against Tk.115,079 million in 2010. Capital Adequacy of the Bank stands at 11.40% which is 1.40% above the required rate of 10.00% as per revised Risk Based Capital Adequacy (RBCA) guidelines.

During the year, Bank remained focused on improving risk management which we consider to be one of the essentials for sustainable position in today's banking business. The risk management function has been strengthened in line with the risk management guidelines prescribed by the Central Bank.

Credit Rating Information and Services Limited (CRISL) rated the Bank AA for the long term & ST-2 for short term based on the financials as on December 31, 2011.

Competent and quality work force is a pre-condition for continuous growth and success of the Bank and we took the endeavors to keep improving the skill, knowledge and productivity of the employees. The employees of the Bank attended training programs/ seminars, workshops both at home and abroad. The training centre of the Bank arranged various courses, workshops and seminars on every aspects of Banking throughout the year on regular intervals. To keep the employees motivated and retained, incentives, performance rewards, promotion and accelerated promotion etc. are given on a regular basis.



From the desk of the Managing Director

Information and Communication Technology has become the inevitable part of Today's modern business and transactions. The ultimate aim of the Bank is to enable our respected and valued clients to shop under the same roof. The Bank has started migration from existing software PCBank 2000 to core banking software BankUltimus and already 22 Branches are functioning under the coverage of this software.

Maintaining adequate liquidity is our top most priority. Even though SJIBL achieved double-digit growth in its investment business, the bank was able to maintain a sufficient liquidity profile. We have undertaken strategical initiatives of building a long-term core deposit base through attracting retail depositors to adequately fund in business expansion.

The Bank has undertaken the long-term strategy to expand the scale and scope of fee based revenue for sustainable profit growth. Another key strategy to maintain profitability growth in an environment of intense competition and continued narrowing of net profit margin is to improve operational efficiency by enhancing productivity. Among the initiatives taken in this direction is to enhance the use of alternative delivery channels through increasing the number of self-service machines and motivating customers towards e-banking, SMS banking etc.

Corporate Governance policies and practices of the Bank are focused on ensuring fairness, transparency and accountability in the organization as a whole. The functionaries of the Bank is structured and organized aligned with accepted Corporate Governance practices in line with guidelines of Bangladesh Bank and the Securities & Exchange Commission in this regard. The Bank has also a Shariah Council consisting of prominent Fuquah, Economists, Lawyers and Bankers to advise and guide the Bank operating strictly on Shariah principles. Under the guidance of the Board of Directors, Executive Committee, Audit Committee and Shariah Council, the Management Team has been able to ensure best corporate Governance practices and risk management process in the bank.

Shahjalal Islami Bank Limited is quite conscious of its social responsibility. Shahjalal Islami Bank Limited Foundation is serving the Humanity through different welfare activities giving emphasis on Health, Habitat & Education. The Bank evaluates the environmental effects of projects in investment process and no projects are approved which are detrimental to the environment. More and more welfare activities and Institutional Development Programs will be drawn in future, Insha-Allah to the cause of serving the communities and the country as a whole.

In 2011 Shahjalal Islami Bank Limited undertook many steps to enhance its corporate image. Our activities, events & programs were widely covered by the Medias at the time of celebrating 10 years of operation. We received huge coverage from national dailies, weeklies & electronic Medias. A good number of renowned editors & famous litterateurs attended our various programs that also enriched the image of the bank.

Liquidity pressure in the Banking sector is a big concern for

Bangladesh, while foreign currency scarcity and downfall in stock market have aggravated the overall situation. So, the year 2012 might be crucial for banking sector. It is also predicting a double-dip recession for the debt crisis in the EU, which might hurt the growth of exports to the Euro-zone, the largest garment export destination for Bangladesh.

Business outlook for 2012

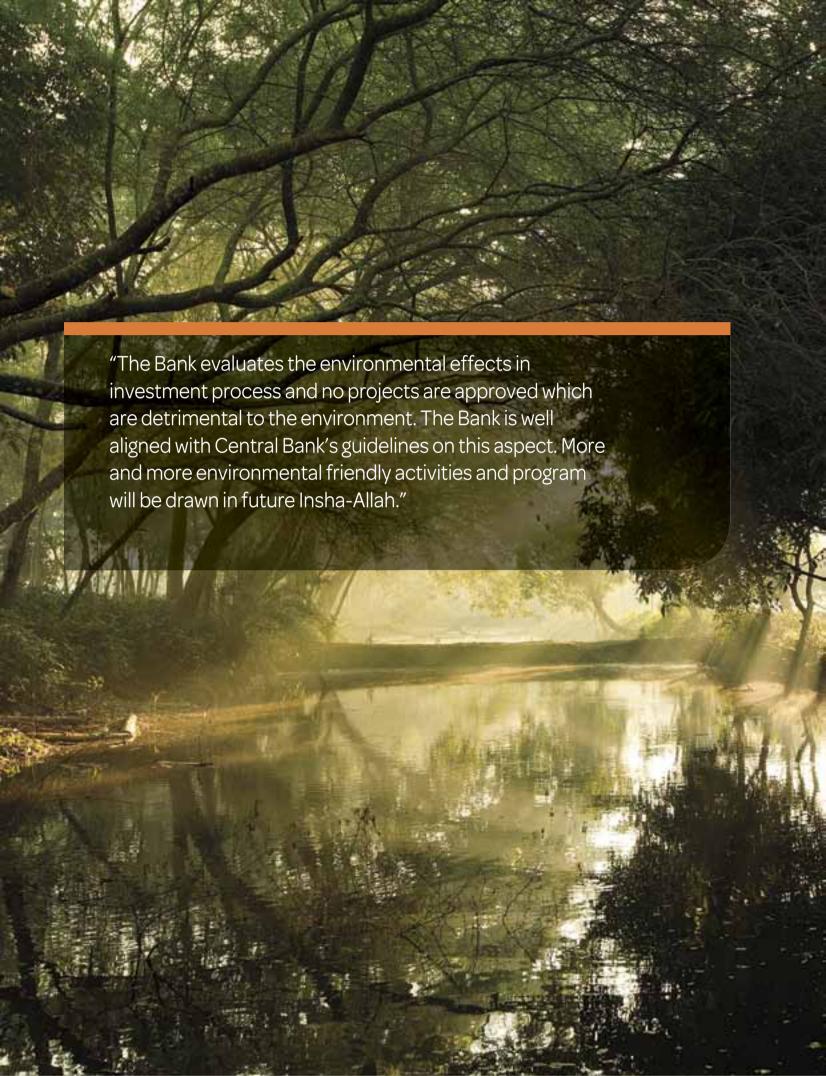
Shahjalal Islami Bank Limited is quite capable to overcome the challenges in the year 2012 by adopting technology platform, product re-engineering, consistent development of business scale based on asset quality, innovation, integration of rural clientele, reenforced capacity building etc.

Shahjalal Islami Bank Limited has projected its business development plan for the year 2012 fixing-up targets of all counts of business variables. The Bank has adopted appropriate strategies for its different business and set clear and concise targets considering the external business environment and realities. We will continue to work hard to attain the business targets as well as achieve our corporate objectives. We believe that we have the capacity and ability to take the risk and challenges for gaining the opportunity in the year 2012 having a commendable performance.

On behalf of the management team I most humbly submit to the greatness of Almighty Allah soliciting His mercy to pave the journey towards glorious success of the Bank in the days to come. Besides, I seek sincere cooperation, continuous support and confidence of the Board of Directors, Shareholders, valued clients, well-wisher, patrons as well as the regulatory bodies i.e. Bangladesh Bank, Securities and Exchange Commission, Stock Exchanges, National Board of Revenue for the steady growth of the bank.

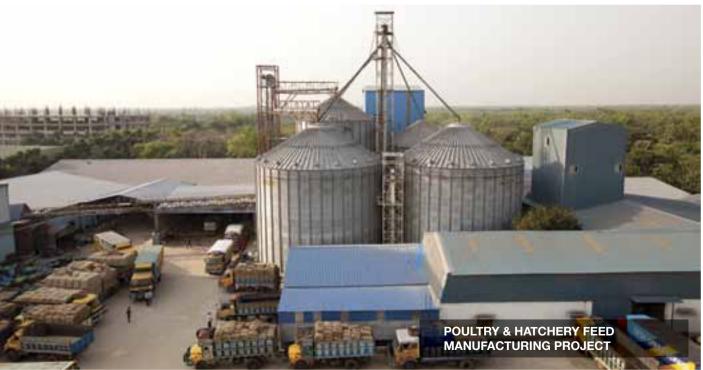
Aameen.

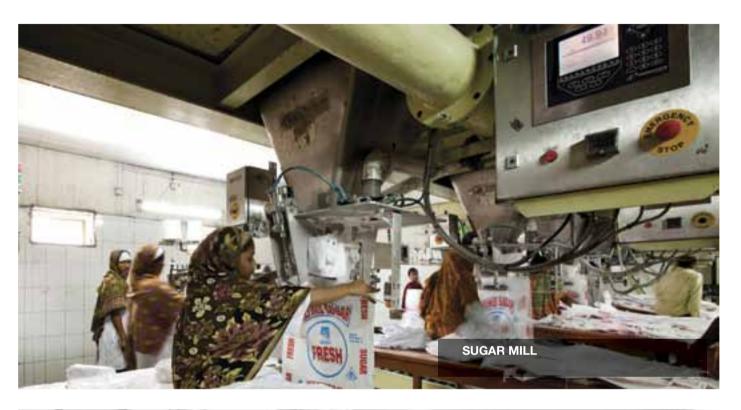
Md. Abdur Rahman Sarker Managing Director



Projects financed by the bank









Projects financed by the bank









Report of the Board of Directors

পরিচালনা পর্ষদের প্রতিবেদন

In the name of Allah

The Most Gracious, the Most Merciful

Dem Shareholders

মহান আন্নাহ্ তা'আলার নামে যিনি পরম করুণাময় ও অসীম দয়ালু।

প্রিয় শেয়ারহোল্ডারবৃন্দ,

Assalamu Alaikum Wa-Rahmatullah.

It is a great pleasure to present before you the Directors' Report and audited Financial Statements together with Auditors' Report for the year ended 31 December 2011. We have also provided a brief description of the performance and affairs of the Bank for the same year as well as various aspects of the world market trend with highlights of the performance of Bangladesh economy.

World Economy

Because of high unemployment in the United States and low wage growth resulting holding back aggregate demand together with the prospect of prolonged depressed housing prices, the devastating Great East Japan earthquake and tsunami, failure of policymakers, especially those in Europe and the United States, to address the jobs crisis and prevent sovereign debt distress and financial sector fragility from escalating and unrest swelled in some oil-producing countries, the world economy experienced a negative growth in 2011.

The rate of world output growth fell to 2.4% in 2011 from 3.8% in the previous year, weighed down by the ongoing sovereign debt crisis in Europe, supply chain disruptions from natural disasters in Japan and Thailand, and turmoil in Arab countries. This pace of expansion was well below the 3.2% average over the 20 years leading up to the financial crisis in 2008.

Japan's 0.5% contraction in output, brought on by the catastrophic earthquake in March of last year, contributed to the lackluster 1.5% growth of developed economies in 2011. Growth of gross domestic product (GDP, total production in the country) in the United States was slightly faster than the average of all developed economies at 1.7%, while the EU's rate was in line with the average at 1.5%.

The fastest growing regions were the Middle East at 4.9%, followed by the Commonwealth of Independent States at 4.6% and South and Central America at 4.5%. Africa, with GDP growth of 2.3%, might have grown even faster but for the uprisings that occurred in Libya, Tunisia, Egypt and elsewhere.

Once again, China's GDP growth outpaced the rest of the world at 9.2%, but this rate was no better than what the country achieved at the peak of the global financial crisis in 2009. In contrast to this performance, the newly industrialized economies of Hong Kong (China), the Republic of Korea,

আস্সালামু আলাইকুম ওয়া রাহ্মাতুল্লাহ্।

আমাদের জন্য এটি অত্যন্ত আনন্দের বিষয় যে ২০১১ সালের ৩১শে ডিসেম্বর তারিখে সমাপ্ত বছরের নিরীক্ষিত আর্থিক হিসাব বিবরণী, নিরীক্ষা প্রতিবেদন ও পরিচালনা পর্ষদের প্রতিবেদন আপনাদের সামনে উপস্থাপন করছি। পাশাপাশি ব্যাংকের উক্ত বছরের উল্লেখযোগ্য কার্যক্রম ও বিভিন্ন কর্মতংপরতা সহ বাংলাদেশ ও বিশ্ব অর্থনীতির বিভিন্ন উল্লেখযোগ্য দিকগুলোও সংক্ষিপ্তভাবে এই প্রতিবেদনের মাধ্যমে আপনাদের নিকট উপস্থাপন করছি।

বিশ্ব অর্থনীতি

যুক্তরাষ্ট্রে অধিক বেকারত্ব ও স্বল্প মজুরী বৃদ্ধির কারণে সামষ্টিক চাহিদার পাশাপাশি সম্ভাবনাময় বিরাজমান আবাসন মূল্যে স্থবিরতা, পূর্ব জাপানের বৃহৎ অংশ জুড়ে ঘটে যাওয়া প্রলয়ঙ্করী ভূমিকম্প ও সুনামী, বিশেষ করে ইউরোপ ও যুক্তরাষ্ট্রে কর্ম সংস্থানের সংকটের কারণ নির্ণয় এবং সার্বভৌম ঋণ সংকটের মোকাবেলা করতে নীতিনির্ধারকদের ব্যর্থতা, আর্থিক খাতের গতিশীলতায় ভঙ্গুরতা এবং তেল উৎপাদনকারী কয়েকটি দেশে ধারাবাহিক অস্থিরতার কারণে ২০১১ সালে বিশ্ব অর্থনীতিতে ঋণাতুক প্রবৃদ্ধি হয়েছে।

বৈশ্বিক গড় উৎপাদনে প্রবৃদ্ধি গত বছরের ৩.৮% থেকে নেমে ২০১১ সালে ২.৪% এ এসে ঠেকেছে। এ ক্রমন্ত্রাসমান গতির মূল কারণ হল ইউরোপে চলমান সার্বভৌম ঋণ সংকট, জাপান ও থাইল্যান্ডে প্রাকৃতিক দুর্যোগের কারণে নিরবচ্ছিন্ন যোগানে বাধাগ্রস্থতা এবং আরব রাষ্ট্রগুলোর অস্থিরতা। এ প্রবৃদ্ধি ২০০৮ সালের বৈশ্বিক অর্থনৈতিক মন্দার পূর্ব পর্যন্ত গত ২০ বছরের গড় প্রবৃদ্ধি ৩.২% থেকে অনেক কম।

গত বছর মার্চ মাসে ঘটে যাওয়া ভূমিকম্পের বিপর্যয়ে জাপানের উৎপাদন ০.৫% সংকোচিত হওয়ায় ২০১১ সালে উন্নত বিশ্বের অর্থনৈতিক প্রবৃদ্ধি ১.৫% এ এসে ঠেকেছে। যুক্তরাষ্ট্রের মোট দেশজ উৎপাদনের প্রবৃদ্ধি ছিল ১.৭% যা অন্যান্য উন্নত বিশ্বের তুলনায় কিছুটা বেশি যেখানে ইউরোপে ছিল উন্নত বিশ্বের গড়-এর মত ১.৫%।

এ সময় সর্বাধিক ৪.৯% প্রবৃদ্ধির অঞ্চল ছিল মধ্যপ্রাচ্যে, তার পরের অবস্থানে ছিল কমনওয়েলথভুক্ত রাষ্ট্র যার প্রবৃদ্ধি ছিল ৪.৬% এবং দক্ষিণ ও মধ্য আমেরিকার প্রবৃদ্ধি হয় ৪.৫%। আফ্রিকার জিডিপি প্রবৃদ্ধি হয় ২.৩% যা আরও বেশি হতে পারত যদি লিবিয়া, তিউনিসিয়া, মিশর ও অন্যান্য দেশে অস্থিরতা না থাকত।

পুনরায়, চীন-এর জিডিপি প্রবৃদ্ধি বাকি বিশ্বকে পিছনে ফেলে ৯.২% অর্জিত হয়েছে। কিন্তু ২০০৯ সালে যে প্রবৃদ্ধি অর্জন করেছিল তার তুলনায় এ প্রবৃদ্ধি ভাল নয়। এর বিপরীতে নতুন শিল্প নির্ভর অর্থনীতি

in reased by 31.17%

Singapore and Chinese Taipei together grew at less than half the rate of China (4.2%). Developing economies and the CIS together recorded a 5.7% increase in 2011

Global Economic outlook 2012

Global activity has weakened and become more uneven, confidence has fallen sharply recently, and downside risks are growing.

Against a backdrop of unresolved structural fragilities, a barrage of shocks hit the international economy this year. Japan was struck by the devastating Great East Japan earthquake and tsunami, and unrest swelled in some oil-producing countries. At the same time, the handover from public to private demand in the U.S. economy stalled, the euro area encountered major financial turbulence, global markets suffered a major sell-off of risky assets, and there are growing signs of spillovers to the real economy.

The structural problems facing the crisis-hit advanced economies have proven even more intractable than expected, and the process of devising and implementing reforms even more complicated. The outlook for these economies is thus for a continuing, but weak and bumpy, expansion. Prospects for emerging market economies have become more uncertain again, although growth is expected to remain fairly robust, especially in economies that can counter the effect on output of weaker foreign demand with less policy tightening.

World Economic Outlook (WEO) projections indicate that global growth will moderate to about 4 percent through 2012, from over 5 percent in 2010. Real GDP in the advanced economies is projected to expand at an anemic pace of about 1½ percent in 2011 and 2 percent in 2012, helped by a gradual unwinding of the temporary forces that have held back activity during much of the second quarter of 2011. However, this assumes that European policymakers contain the crisis in the euro area periphery, that U.S. policymakers strike a judicious balance between support for the economy and medium-term fiscal consolidation, and that volatility in global financial markets does not escalate. Moreover, the removal of monetary accommodation in advanced economies is now expected to pause. Under such a scenario, emerging capacity constraints and policy tightening, much of which has already happened, would lower growth rates in emerging and developing economies to a still very solid pace of about 6 percent in 2012.

Economy of Asia: Situation and Prospect 2012

Asia is one of the world's most trade-dependent regions, exporting everything from commodities such as metals and rice to sophisticated electronic products and cars. In this regard, the level of external demand will be crucial in determining the region's economic performance. Regional growth has already started to slow due to weaker demand, although domestic factors such as tighter macroeconomic policy stances have also played a role, especially in India and China.

হংকং (চীন)-এর ন্যায় কোরিয়া, সিঙ্গাঁপুর এবং তাইপের একত্রে প্রবৃদ্ধি হচ্ছে চীনের অর্ধেক (৪.২%)। উন্নয়নশীল এবং সিআইএস একত্রে ২০১১ সালে ৫.৭% প্রবৃদ্ধি অর্জন করে।

বিশ্ব অর্থনীতির সম্ভাবনা-২০১২

বৈশ্বিক কার্যক্রম ক্রমশ দুর্বল ও সামঞ্জস্যহীন হয়ে পড়েছে, ইতোমধ্যে আত্মবিশ্বাস উল্লেখযোগ্যভাবে হ্রাস পেয়েছে এবং ঝুঁকির নিমন্থী প্রবাহ বাড়ছে। দুর্বল ও অস্থির কাঠামোগত ব্যবস্থার কারণে এ বছর অনেকগুলো প্রতিকূল পরিস্থিতি আন্তর্জাতিক অর্থনীতিতে আঘাত হেনেছে। পূর্ব জাপানের বৃহৎ অংশ জুড়ে ঘটে যাওয়া প্রলয়ঙ্করী ভূমিকম্প ও সুনামীর কারণে জাপানে ও তেল উৎপাদনকারী কিছু দেশে অস্থিরতা বৃদ্ধি পেয়েছিল। একই সময় যুক্তরাষ্ট্রের অর্থনীতিতে সরকারী থেকে ব্যক্তি মালিকানায় হস্তান্তর প্রক্রিয়া স্থবির হয়ে পড়ায়, ইউরো অঞ্চল ব্যাপক অর্থনৈতিক ধ্ব সের সম্মুখীন হওয়ায়, বিশ্ব বাজারে ঝুঁকি প্রবণ সম্পদের বিক্রয় বন্ধ হওয়ায় উক্ত বিষয়গুলো প্রকৃত অর্থনীতি বিকশিত হওয়ায় ক্ষেত্রে অন্তরায় সৃষ্টি করেছে।

সংকটাপূর্ণ উন্নত বিশ্বে যে কাঠামোগত সমস্যা মোকাবেলা করতে হচ্ছে তা ধারনার চেয়ে বেশি নিয়ন্ত্রনহীন প্রতিপন্ন হয়েছে এবং পূর্ণগঠন পরিকল্পনা ও বাস্তবায়ন আরও জটিল হয়েছে। এইসব অর্থনীতির আভাস বিদ্যমান কিন্তু দূর্বল এবং ঝুঁকিপূর্ণ। যদিও তেজী প্রবৃদ্ধির প্রত্যাশা করা হয়েছিল, কিন্তু উদীয়মান অর্থনীতির অগ্রগতির সম্ভাবনা আবারও অনিশ্চিত হয়ে পড়েছে। বিশেষত সেইসব অর্থনীতি যা পারে কম শক্তিশালী নীতিমালার সাথে বৈদেশিক চাহিদার স্বল্পতাকে মোকাবেলা করতে।

বিশ্ব অর্থনৈতিক পরিষ্টিতি নির্দেশ করছে যে, বৈশ্বিক প্রবৃদ্ধি ২০১২ সালে পরিবর্তিত হয়ে ৪%-এর কাছাকাছি থাকবে, যা ২০১০ সালে ৫%-এর বেশী ছিল। উন্নত অর্থনীতিতে মূল জিডিপির প্রবৃদ্ধি ১.৫০%-এ কাছাকাছি আশা করা হয়েছিল, যা ২০১২ সালে ২% প্রত্যাশা করা হচ্ছে। ২০১১ সালের দ্বিতীয়াংশে একটি নিম্নমুখী প্রভাব অর্থনৈতিক কর্মকান্ডকে স্থবির করে দিয়েছিল। তথাপিও ধারণা করা হচ্ছে যে, ইউরোপের নীতি নির্ধারকরা ইউরো অঞ্চলের সংকটকে আয়ত্ত্বে নিয়ে আসবে একং যুক্তরাষ্ট্রের নীতিনির্ধারকরা অর্থনীতিতে সমর্থন একং মধ্যমেয়াদী আর্থিক অন্তর্ভুক্তি করণের মধ্যে সমন্বয় সাধন করবে এবং বিশ্ব অর্থনীতির বাজারে অস্থিরতা বাড়বে না। অধিকন্ত উন্নত বিশ্বের আর্থিক সক্ষমতা তিরোহিত হওয়ার সম্ভাবনা দূরীভূত হবে। এমতাবস্থায় ২০১২ সালে উদীয়মান ও উনুয়নশীল অর্থনীতিতে সংকোচনমূলক নীতি ও সীমিত সক্ষমতার কারণে প্রায় ৬% প্রবৃদ্ধি বিদ্যমান থাকবে, যার অনেকণ্ডলোই ইতোমধ্যে ঘটে গেছে।

এশিয়ার অর্থনীতি

এশিয়া হচ্ছে বিশ্বের অন্যতম ব্যবসা কেন্দ্র যেখান থেকে সকল ধরনের পণ্য যেমন ধাতব পদার্থ ও চাউল থেকে শুরু করে উন্নতমানের ইলেকট্রিক পণ্য এবং গাড়ী রপ্তানি হয়ে থাকে। বহিঃর্বিশ্বের চাহিদা এই অঞ্চলের অর্থনৈতিক সাফল্য নির্ধারণে অত্যন্ত শুরুত্বপূর্ণ ভূমিকা পালন করে থাকে। বিশেষত ভারত এবং চীনের আভ্যন্ত রীণ সুদৃঢ় সামষ্টিক অর্থনৈতিক নীতিমালা কার্যকর থাকা সত্ত্বেও, চাহিদা ব্রাসের কারণে ইতোমধ্যে আঞ্চলিক অর্থনৈতিক প্রবৃদ্ধি ব্রাস পেতে শুরু করেছে।

Report of the Board of Directors

The Asian markets' economies should continue to grow in 2012, but at a slower pace than 2011 because of the potential drag the European sovereign debt situation has on global growth. Analysts estimate Asian economies as a whole to grow 5.8 in 2012, with China forecast to grow at 7.9, down from 9.2 in 2011 and India at 7.2, down only 0.1 percentage point from 2011. Barclays Capital analysts see GDP growth in China slowing to 8.1 in 2012, with neither a hard landing nor a sharp rebound likely. Inflation could fall back to 3.2 from 5.5 per cent in 2011.

Some economists predict that the Asia-Pacific economies certainly face considerable uncertainty as well as headwinds in 2012, with the Eurozone already sliding into recession at the end of 2011, while the momentum of US economic recovery – although encouraging in recent months – remains moderate at best. However, the region is forecast to continue to be the fastest growing region of the world economy in 2012. More export-dependent East Asian economies such as Singapore, Malaysia and Hong Kong are expected to experience some moderation in economic growth due to weaker Eurozone demand. But there are concerns that a slowing demand in Europe may hurt Asia's export-dependent economies.

Bangladesh Economy

The economy of Bangladesh continued to demonstrate satisfactory growth performance along with maintaining macroeconomic stability during FY2010-11 despite the global economic recession. Growth picked up slightly to 6.7% in FY2011 from 6.1% in FY2010. The key feature of the economic performance during FY2010-11 was the sustained growth in agriculture sector coupled with moderate growth in industry and service sector specially a marked recovery in exports and a pickup in domestic consumption supported by a surge in credit underpinned the high growth momentum. These factors offset the modest expansion in workers' remittances, which are usually an important contributor to growth. Investment rose marginally to 24.7% of GDP, from 24.4% the previous year. Agricultural maintained strong growth of 5.0%, as all major crops performed better than expected, responding to favorable weather, continued policy support (including access to inputs at subsidized prices), greater access to credit and better extension services. Services grew by 6.6%, marginally better than a year earlier, as the trade, transport, and telecommunications subsectors continued to perform well. Industry grew briskly by 8.2%, largely on the back of a very strong recovery in garment exports. Industries targeting the domestic market, as well as construction and housing activities, also contributed. Due to mounting global food and commodity prices as well as domestic demand pressures, hike in administratively fixed fuel and power tariffs and depreciation of the taka from January 2011, Inflation, year on year, rose rapidly through most of FY2011, settling at 10.2% in June 2011. Average annual inflation was 8.8%. Food inflation, 12.5% in June 2011, was the main factor in the rise in overall inflation; nonfood inflation was moderate at 5.7% in June 2011.

২০১২ সালে এশিয়ার বাজার অর্থনৈতিক প্রবৃদ্ধি অব্যাহত থাকাই প্রত্যাশিত। কিন্তু ইউরোপিয়ান রাষ্ট্রীয় ঋণ ব্যবস্থা বৈশ্বিক প্রবৃদ্ধিকে বাধাগ্রস্থ করায় এশিয়ার অগ্রগতির হার ২০১১ সালের তুলনায় কম হবে। বিশেষজ্ঞগণ ২০১২ সালে এশিয়ার অর্থনৈতিক প্রবৃদ্ধি ৫.৮ শতাংশ হবে বলে ধারণা করছেন। চীনে অনুমিত প্রবৃদ্ধি হবে ৭.৯ শতাংশ যা ২০১১ সালে ছিল ৯.২ শতাংশ এবং ২০১২ সালে ভারতের অনুমিত প্রবৃদ্ধি ৭.২ শতাংশ যা ২০১১ সালের তুলনায় ০.১ শতাংশ কম। বার্কলেইস-এর ক্যাপিটাল বিশেষজ্ঞগণ ধারণা করেন যে চীনে ২০১২ সালে জিডিপি প্রবৃদ্ধি কমে হবে ৮.১ শতাংশ যা খুব একটা তারতম্য হবে না। মুদ্রাক্ষীতি কমে হবে ৩.২ শতাংশ যা ২০১১ সালে ছিল ৫.৫ শতাংশ।

কিছু অর্থনীতিবিদের ধারণা হচ্ছে যে এশিয়ার অর্থনীতি অবশ্যই ২০১২ সালে বিভিন্ন অনিশ্চয়তা এবং অপ্রত্যাশিত ঘটনা মোকাবেলা করবে এবং ইতোমধ্যে ২০১১ সালের শেষের দিকে ইউরো অঞ্চল অর্থনৈতিক মন্দায় পড়েছে যখন আমেরিকা উক্ত মন্দা কাটিয়ে উঠার চেষ্টা করছে। তথাপি ধারণা করা হচ্ছেযে, ২০১২ সালে বিশ্ব অর্থনীতিতে এ অঞ্চল দ্রুত প্রবৃদ্ধিশীল অঞ্চল হিসেবে গণ্য হবে। ইউরো অঞ্চলের চাহিদার নিমুমূখী কারণে অধিক রপ্তানি নির্ভর পূর্ব এশিয়ার অর্থনীতি যেমন সিঙ্গাপুর, মালয়েশিয়া, হংকং তাদের অর্থনীতিতে মধ্যমানের প্রবৃদ্ধি আশা করছে। কিন্তু ইউরো অঞ্চলের নিমুমূখী চাহিদা এশিয়ার রপ্তানি নির্ভর অর্থনীতিতে আঘাত হানতে পারে।

বাংলাদেশের অর্থনীতি

বিশ্ব অর্থনৈতিক মন্দা সত্ত্বেও ২০১০-১১ অর্থবছরে বাংলাদেশের অর্থনীতি সামষ্টিক-অর্থনৈতিক স্থিরতাসহ সন্তোষজনক প্রবৃদ্ধির ধারা অব্যাহত রেখেছে। প্রবৃদ্ধি ২০১০ অর্থবছরের ৬.১% থেকে সামান্য বেড়ে ২০১১ অর্থবছরে দাঁড়ায় ৬.৭%। ২০১০-১১ অর্থবছরে অর্থনৈতিক সফলতার গুরুত্বপূর্ণ দিক ছিল যুগাভাবে শিল্পখাতে এবং সেবামূলক খাতে মধ্যম প্রবৃদ্ধিসহ কৃষিখাতে টেকসই প্রবৃদ্ধি বিশেষ করে রপ্তানীতে লক্ষ্যণীয় প্রবৃদ্ধি ও স্থানীয় ক্রয়ক্ষমতা বৃদ্ধিতে যাকে সহায়তা করেছে ঋণের প্রবৃদ্ধি। শ্রমিকদের পাঠানো রেমিটেন্স প্রবাহের মধ্যম মানের প্রবৃদ্ধি, যা সাধারণত প্রবৃদ্ধির একটি গুরুত্বপূর্ণ উপাদান, উপরোক্ত বিষয়সমূহে সমতা বিধান করেছে। বিনিয়োগ সামান্য বৃদ্ধি পেয়ে জিডিপির ২৪.৪% থেকে ২৪.৭% হয়েছে। অনুকূল আবহাওয়া, চলমান নীতির সামঞ্জস্যতা যেমন ভর্তুকী মূল্যে উপকরণ সরবরাহ, ঋণের সহজলভ্যতা এবং সর্বোত্তম সেবার ফলে কৃষিপণ্যের প্রত্যাশা থেকে বেশি উৎপাদিত হওয়ায়, কৃষিখাতে প্রবৃদ্ধি ৫.০% অর্জিত হয়েছে। পূর্বের ন্যায় ব্যবসা, যাতায়াত একং টেলিযোগাযোগের উপ-সেক্টরগুলো অবদান রাখার কারণে সেবাখাত এ বছর গত বছর থেকে সামান্য বৃদ্ধি পেয়ে ৬.৬% প্রবৃদ্ধি অর্জিত হয়েছে। গার্মেন্টস রপ্তানীতে ব্যাপক প্রবৃদ্ধির কারণে শিল্পে ৮.২% প্রবৃদ্ধি অর্জিত হয়েছে। শিল্পের দেশীয় বাজারের ভালো ফলাফলের পাশাপাশি নির্মাণ এবং আবাসন খাতও এ প্রবৃদ্ধিতে অবদান রেখেছে । বিশ্বব্যাপী খাদ্য-দ্রব্যাদীর ক্রমবর্ধমান মূল্য-বৃদ্ধি এবং স্থানীয় চাহিদার প্রভাব, সরকার কর্তৃক জ্বালানী ও বিদ্যুৎ খাতের মূল্যবৃদ্ধি এবং জানুয়ারী ২০১১ থেকে টাকার অবমূল্যায়ণের কারণে ২০১১ অর্থবছর ব্যাপী মূল্যক্ষীতি অত্যধিক বৃদ্ধি পেয়ে জুন ২০১১-তে দাঁড়ায় ১০.২% এ। বার্ষিক গড় মূল্যস্ফীতি ছিল ৮.৮%। জুন ২০১১-তে খাদ্যমূল্যস্ফীতির হার ছিল ১২.৫% যা সামগ্রিক মৃল্যক্ষীতির মূল কারণ, খাদ্যবহির্ভূত মূল্যক্ষীতির হার জুন ২০১১-তে ছিল ৫.৭%।

+32300/ Dr p(sir increased by 32.38%

GDP-Growth and Structure

Robust growth in agriculture sector, strong export rebound, moderate remittance inflows, satisfactory growth in service sectors driven by a boost in consumption due to credit expansion to the private sector and a rise in public sector wage and continued government support help to maintain established GDP growth rate.

জিডিপি-প্রবৃদ্ধি এবং কাঠামো

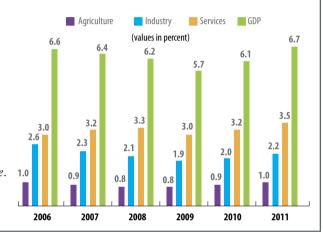
কৃষিখাতে আশাতীত প্রবৃদ্ধি, সুদৃঢ় রপ্তানী প্রবৃদ্ধি, মধ্যম মানের রেমিটেন্স প্রবাহ, বেসরকারী খাতে ঋণের প্রবৃদ্ধি ও সরকারী খাতে মজুরী বৃদ্ধির ফলে সেবাখাতে সন্তোষজনক প্রবৃদ্ধি অর্জন এবং ধারাবাহিক সরকারী সহযোগিতা জিডিপি প্রবৃদ্ধিতে সহায়তা করেছে।

Contributions to GDP growth

Years	Agriculture (Perc	Industry entage points)	Services	GDP (%)
2006	1.0	2.6	3.0	6.6
2007	0.9	2.3	3.2	6.4
2008	0.8	2.1	3.3	6.2
2009	0.8	1.9	3.0	5.7
2010	0.9	2.0	3.2	6.1
2011	1.0	2.2	3.5	6.7

Except 2009, GDP growth rate is more than 6 % due to growth in the services sector, moderate expansion in industry and a positive performance of agriculture. The main contribution to GDP came from the strong growth of domestic consumption, which increased faster than investment and net export.

Source: Bangladesh Bureau of Statistics, 2011. National Accounts Statistics, May 2011.



Saving and Investment situation

Investment gathered increased pace as it reached to 24.73 percent of GDP (19.46 percent for private investment and 5.28 percent for public investment) in FY2010-11, up from 24.41 percent in the previous fiscal year. The reasons for such acceleration are the government initiative to improve infrastructure including electricity, improvement of business environment, rebound of the slow growth of private sector credit and sluggish import of capital machinery and industrial raw materials from the second quarter of FY2010-11. With a slow growth of inflow in inward remittances, gross national savings in FY2010-11 fell to 28.40 percent of GDP from 30.02 percent in FY2009-10. The per capita national income (GNI) exceeded US\$ 800 mark for the first time. The per capita GNI and GDP stood at US\$ 818 and US\$ 755 respectively during FY2010-11.

Fiscal situation

The fiscal stance was expansionary during the year, with the spending-to-GDP ratio rising to 16.5%, from 14.6% in FY2010. Revenue collection was buoyant at 12.1% of GDP, up from 10.9% in FY2010. Robust economic activity and better tax administration helped. Higher revenue and a shortfall in planned spending by the annual development program combined to limit the fiscal deficit to 4.4% of GDP, below the budget target of 5.0%. The NBR and Non-NBR tax revenue collection during FY2010-

मक्स बनः विनिद्याभ व्यवश्रा

২০১০-১১ অর্থবছরে বিনিয়োগ প্রবৃদ্ধি অব্যাহত রয়েছে, যা জিডিপির ২৪.৭৩% (বেসরকারি বিনিয়োগের ১৯.৪৬% এবং সরকারি বিনিয়োগের ৫.২৮%) যেটি পূর্ববর্তী অর্থবছরের চেয়ে ২৪.৪১% বেশী। এ প্রবৃদ্ধির কারণ বিদ্যুতের মত অবকাঠানো খাতে সরকারের উদ্যোগ, ব্যবসার পরিবেশের উন্নতি, ব্যক্তি পর্যায়ে ঋণ প্রবাহের ধীরগতির অবসান এবং ২০১০-১১ অর্থবছরের দ্বিতীয় প্রান্তিক থেকে ক্যাপিটাল মেশিনপত্র ও শিল্পের কাচাঁমালে আমদানি বৃদ্ধি। রেমিটেঙ্গালর আন্তঃপ্রবাহের ধীর গতির কারণে ২০১০-২০১১ অর্থ বছরে মোট জাতীয় সঞ্চয় ২০০৯-২০১০ অর্থ বছরের জিডিপির ৩০.০২% থেকে কমে ২৮.৪০% হয়েছে। প্রথমবারের মত মাথাপিছু আয় ৮০০ ডলার অতিক্রম করেছে। ২০১০-২০১১ অর্থ বছরে মাথাপিছু জিএনআই ও জিডিপি ছিল যথাক্রমে ৮১৮ ডলার ও ৭৫৫ ডলার।

আর্থিক অবস্থা

পুরো অর্থবছর জুড়েই অর্থনৈতিক গতিপ্রবাহ ছিল সচল, ফলে ২০১১ অর্থবছরে ব্যয় ও জিডিপির অনুপাত ১৪.৬% থেকে বৃদ্ধি পেয়ে ১৬.৫% হয়। রাজস্ব সংগ্রহ ছিল উৎসাহব্যঞ্জক যা জিডিপির ১২.১%, ২০১০ অর্থবছরের চেয়ে ১০.৯% বেশী। ব্যাপক অর্থনৈতিক কর্মকান্ড এবং সঠিক কর ব্যবস্থাপনা এ ক্ষেত্রে সহায়তা করেছিল। অধিক রাজস্ব আদায় ও বার্ষিক উন্নয়ন কর্মসূচীতে পরিকল্পনার তুলনায় ব্যয় কম হওয়ায় বাজেট ঘার্টিতি জিডিপি'র ৪.৪% হয়েছে যার লক্ষ্যমাত্রা ছিল ৫.০%। ২০০৯-

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11 were Tk. 79,091.42 crore and Tk. 3,229.26 crore respectively, against Tk. 62,042.16 crore and 2,848.00 crore respectively during FY2009-10. NBR tax revenue collection during FY2010-11 increased by Tk. 17,049.26 crore or 27.48 percent to Tk. 79,091.42 crore against collection of Tk. 62,042.16 crore during FY 2009-10. Revised target for NBR tax revenue collection for FY11 was fixed at Tk. 75,600.00 crore.

Inflation

Average annual inflation rose to 8.8% from 7.3% in FY2010 owing to the marked rise in global food and commodity prices, a strong expansion in domestic credit, and depreciation of the taka in the latter half of the fiscal year. Price pressures have intensified in FY2012 and year-on-year inflation climbed slightly from 10.2% in June 2011 to 10.4% in February 2012; nonfood inflation more than doubled to 13.6% but food inflation edged down to 8.9%. In addition to the rapid expansion in credit, stronger price pressures came from upward adjustments in domestic administered fuel and electricity prices, and from sharper taka depreciation because of continued high import demand, especially fuel imports.

Foreign trade situation

Export

Exports increased by 29.46 percent in the first quarter of FY2010-11, but performed much better with an increase of 53.53 percent in the second quarter of the fiscal year and in 3rd quarter export increased by 39.5%. On a cumulative basis, export growth in FY2010-11 was 41.47 percent in the context of the extension of global trade volume, as against 4.2 percent during the previous fiscal year. Total export for FY2010-11 was US\$22,924.4 million compared to US\$16,204.7 million during FY2009-2010. This increase in export earnings was possible due to robust growth in the exports of Raw jute (69.20 percent), Jutes goods (34.88 percent), woven garments (38.58 percent), knitwear (45.89 percent) and frozen food (53.62 percent).

Higher export prices following the rise in costs of cotton, yarn, and accessories, inventory rebuilding among international buyers, and sales to new markets such as South Africa, Turkey, and various Latin American countries contributed to the unprecedented export gain.

Import

During July'10-May'11 import increased by US\$ 8309.3 million or 42.82 percent to US\$27713.4 million compared to US\$ 19,404.1 million during July'09-May'10. Based on the settlement of Letters of Credit (LCs) upto March of FY2010-11, import payments of consumer goods increased by 32.32 percent, Import of industrial raw materials increased by 52.43 percent compared to those of FY2009-10, while import of capital machinery increased by 43.98 percent and import of petroleum and petroleum products rose by 42.97 percent during the period.

১০ অর্থবছরের এনবিআর ও নন-এনবিআর কর সংগ্রহ যথাক্রমে ৬২,০৪২.১৬ কোটি টাকা ও ২,৮৪৮.০০ কোটি টাকার বিপরীতে ২০১০-১১ অর্থবছরে যথাক্রমে ৭৯,০৯১.৪২ কোটি টাকা এবং ৩,২২৯.২৬ কোটি টাকা আদায় হয়েছে। ২০১০-১১ অর্থবছরে এনবিআর কর্তৃক কর আহরণ ১৭,০৪৯.২৬ কোটি টাকা বা ২৭.৪৮% বৃদ্ধি পেয়ে ৭৯,০৯১.৪২ কোটি টাকা হয়েছে, যা ২০০৯-১০ অর্থবছরে ছিল ৬২,০৪২.১৬ কোটি টাকা। ২০১১ অর্থবছরে এনবিআর কর্তৃক কর সংগ্রহের পুনঃনির্ধারিত লক্ষ্যমাত্রা ছিল ৭৫,৬০০ কোটি টাকা।

मुनाऋीि

আন্তর্জাতিক বাজারে খাদ্য ও পণ্যের মূল্য বৃদ্ধি, দেশীয় বাজারে ঋণ প্রবাহ বৃদ্ধি এবং অর্থবছরের দ্বিতীয় প্রান্ত থেকে টাকার অবমূল্যায়নের জন্য ২০১১ অর্থবছরে গড় বার্ষিক মূল্যস্ফীতি ৭.৩% থেকে বেড়ে দাঁড়ায় ৮.৮%। ২০১২ অর্থবছরে মূল্য বৃদ্ধির চাপ ছিল অত্যধিক এবং বছরভিত্তিক মূল্যস্ফীতি জুন ২০১১ এর ১০.২% হতে সামান্য বেড়ে ফেব্রুন্যারী ২০১২ তে ১০.৪% হয়েছে, খাদ্যবহির্ভূত মূল্যস্ফীতি দ্বিগুণেরও বেশী বৃদ্ধি পেয়ে হয় ১৩.৬% কিন্তু খাদ্যের মূল্যস্ফীতি কমে দাঁড়িয়েছে ৮.৯%। ঋণ প্রবাহ বৃদ্ধির পাশাপাশি, সরকার কর্তৃক দ্ধালানী ও বিদ্যুতের মূল্য বৃদ্ধি এবং আমদানীর ক্রমাগত বৃদ্ধি বিশেষত দ্ধালানী আমদানী বৃদ্ধির কারণে টাকার অবমূল্যায়নের ফলে মূল্য বৃদ্ধির চাপ উর্দ্ধমূখী হয়েছে।

বৈদেশিক বাণিজ্য

রপ্তানী

২০১০-১১ অর্থবছরের প্রথম প্রান্তিকে রপ্তানী বৃদ্ধি পায় ২৯.৪৬%, কিন্তু অর্থবছরটির দ্বিতীয় প্রান্তিকে আরও ভাল অবস্থান অর্জন করে তা বৃদ্ধি পায় ৫৩.৫৩% এবং তৃতীয় প্রান্তিকে রপ্তানী বৃদ্ধি পায় ৩৯.৫%। বিশ্ব বাণিজ্যের প্রসার ঘটায় রপ্তানী প্রবৃদ্ধি পূর্ববর্তী অর্থবছরের ৪.২%-এর বিপরীতে ২০১০-১১ অর্থবছরে ৪১.৪৭% উপনীত হয়। ২০১০-১১ অর্থবছরে সর্বমোট রপ্তানী ছিল ২২,৯২৪.৪ মিলিয়ন মার্কিন ডলার যেখানে ২০০৯-১০ অর্থবছরে উক্ত পরিমাণ ছিল ১৬,২০৪.৭ মিলিয়ন মার্কিন ডলার । রপ্তানী আয়ের এরূপ প্রসারের কারণ হচ্ছে কাঁচা পাট (৬৯.২০%), পাটজাত দ্রব্য (৩৪.৮৮%), ওভেন গার্মেন্টস (৩৮.৫৮%), নীটওয়ার (৪৫.৮৯%) এবং হিমায়িত খ্যাদের (৫৩.৬২%) রপ্তানী বৃদ্ধি।

তুলা, সূতা ও যন্ত্রাংশের দাম বৃদ্ধির সাথে উচ্চ রপ্তানী মূল্য এবং দক্ষিণ আফ্রিকা, তুরস্ক ও অন্যান্য ল্যাটিন আমেরিকার দেশগুলোতে সৃষ্ট নতুন বাজারে এগুলো বিক্রির ফলে আশাতীত রপ্তানী আয় অর্জন সম্ভব হয়েছে।

আমদানী

জুলাই ২০১০--মে ২০১১, এ সময় আমদানী বৃদ্ধি পায় ৮,৩০৯.৩০ মিলিয়ন ডলার বা ৪২.৮২% যা জুলাই ২০০৯--মে ২০১০-এ ছিল ১৯,৪০৪.১ মিলিয়ন ডলার। ২০১০-১১ অর্থবছরের মার্চ পর্যন্ত গত বছরের এই সময়ের তুলনায় আমদানী ঋণপত্রের নিষ্পত্তির উপর ভিত্তি করে ভোগ্যপণ্যের আমদানী বৃদ্ধি ৩২.৩২%, শিল্পের কাঁচামালে আমদানী বৃদ্ধি ৫২.৪৩%, ক্যাপিটাল মেশিনারীতে আমদানী বৃদ্ধি ৪৩.৯৮% এবং পেট্রোলিয়াম ও পেট্রোলিয়াম জাত পণ্যের আমদানী বৃদ্ধি পায় ৪২.৯৭%।

+3600/To/al As sets increased by 36.08%

Expatriate Remittances

Growth in workers' remittances a major source of foreign earnings had begun to weaken in FY2009. At about \$11.7 billion in FY2011, they were up by only 6%, about one-half the previous year's gain. Still, since February 2011, remittance growth appears to be strengthening, apparently reflecting a reversal of the falling trend in the numbers of workers leaving for jobs abroad.

Total remittance receipts during FY2010-11 stood at US\$ 11,650.32 million, compared to US\$ 10,987.40 million in FY2009-10. Due to higher base and the slowdown in job placements abroad, remittance growth dropped to 6.03 percent in FY2010-11 from 13.4 percent in FY2009-10.

Balance of Payments

Given the large expansion in the trade deficit and the slowdown in remittance growth, the current account surplus fell sharply to only \$995.0 million or 0.9% of GDP in FY2011, but still higher than the ADO 2011 estimate of 0.2% of GDP.

Trade balance recorded a higher deficit of US\$7328 million during FY 2010-11 compared to the deficit of US\$5155 million during FY 2009-10. However, due to a large current transfers of US\$12075 million current account balance recorded a surplus of US\$995 million during FY 2010-11 against the surplus of US\$3724 million during FY 2009-10. Due to deficit of US\$1584 million in financial account the overall balance showed a deficit of US\$925 million during FY 2010-11 against the surplus of US\$2865 million during FY 2009-10.

Gross foreign exchange reserves

Gross foreign exchange reserves stood higher at US\$10931.88 million (with ACU liability of US\$ 697.05 million) as of end August, 2011, against US\$10381.26 million (with ACU liability of US\$ 329.63 million) by end July, 2011. The gross foreign exchange reserves, without ACU liability is equivalent to import payments of 3.65 months according to imports of US\$ 2804.78 million per month based on the previous 12 months average (July-June, 2010-11). Gross foreign exchange balances held abroad by commercial banks stood higher at US\$1083.22 million by end August, 2011 against US\$1065.46 million by end July, 2011. This was also higher than the balance of US\$545.19 million by end August, 2010.

Broad Money (M2)

Broad money recorded an increase of Tk.24304.00 crore or 5.52 percent during July-November, 2011 against the increase of Tk. 31620.70 crore or 8.71 percent during July-November, 2010. Of the components of broad money, currency outside banks rose by Tk. 3773.90 crore or 6.89 percent and deposits increased by Tk. 20530.10 crore or 5.32 percent; of which, time deposits increased by Tk. 23011.60 crore or 6.82 percent. However, demand deposits decreased by Tk2481.50 crore or 5.14 percent.

বৈদেশিক রেমিটেন্স

আমাদের বৈদেশিক আয়ের একটি প্রধান উৎস হল শ্রমিকদের পাঠানো রেমিটেন্স যা ২০০৯ অর্থবছরে ব্রাস পেতে শুরু করে। ২০১১ অর্থবছরে রেমিটেন্স ছিল প্রায় ১১.৭ বিলিয়ন মার্কিন ডলার বা ৬% প্রবৃদ্ধি অর্থাৎ পূর্বের বছরের প্রবৃদ্ধির প্রায় অর্ধেক। কিন্তু ফেব্রুয়ারী ২০১১ থেকে রেমিটেন্স প্রবাহ আবার বাড়তে শুরু করে, যাতে বিদেশগামী শ্রমিকের স্যংখা ব্রাস পাওয়ার বিপরীত চিত্র প্রতিফলিত হচ্ছে।

মোট রেমিটেন্স ২০১০-১১ অর্থবছরে ছিল ১১,৬৫০.৩২ মিলিয়ন মার্কিন ডলার যা ২০০৯-১০ অর্থবছরে ছিল ১০,৯৬৭.৪০ মিলিয়ন মার্কিন ডলার। বিদেশে চাকরির বাজার সংকোচিত হওয়ায় রেমিটেন্স প্রবাহের প্রবৃদ্ধি ২০০৯-১০ অর্থবছরের ১৩.৪% থেকে কমে ২০১০-১১ অর্থবছরে ৬.০৩% হয়েছে।

পরিশোধের ভারসাম্যতা

বাণিজ্যে বিশাল ঘাটিত ও রেমিটেন্স প্রবাহে নিম্নমুখী গতির কারণে ২০১১ অর্থবছরে চলতি হিসাবের উদ্বৃত্ত আকস্মিক নেমে আসে ৯৯৫.০ মিলিয়ন মার্কিন ডলারে বা জিডিপির ০.৯%; তদুপরি তা এডিও ২০১১-এর তুলনায় প্রাক্কলিত জিডিপির ০.২% থেকেও বেশী।

২০০৯-১০ অর্থবছরের ৫,১৫৫ মিলিয়ন ডলার বাণিজ্য ঘাটতির বিপরীতে ২০১০-১১ অর্থবছরে বাণিজ্য ঘাটতি ছিল সর্বোচ্চ পরিমাণ ৭,৩২৮ মিলিয়ন মার্কিন ডলার। অধিকন্ত, চলতি হিসাব থেকে ১২,০৭৫ মিলিয়ন মার্কিন ডলার হস্তান্তর করার ফলে ২০১০-২০১১ অর্থবছরে চলতি হিসাবের স্থিতি দাঁড়ায় ৯৯৫ মিলিয়ন মার্কিন ডলার, যা উদ্বৃত্ত ছিল ২০০৯-১০ অর্থবছরে ৩,৭২৪ মিলিয়ন মার্কিন ডলার। আর্থিক হিসাবের ঘাটতি ১,৫৮৪ মিলিয়ন মার্কিন ডলার হওয়ায় ২০১০-১১ অর্থবছরে হিসাবের মোট ঘাটতি দাঁড়ায় ৯২৫ মিলিয়ন মার্কিন ডলার যা ২০০৯-২০১০ অর্থ বছরে উদ্বৃত্ত ছিল ২,৮৬৫ মিলিয়ন মার্কিন ডলার।

বৈদেশিক রিজার্ভ

২০১১ সালের আগষ্ট-এর শেষে বৈদেশিক মুদ্রার মজুদ ছিল (৬৯৭ মিলিয়ন মার্কিন ডলার আকু দায় সহ) সর্বোচ্চ ১০,৯৩১.৮৮ মিলিয়ন মার্কিন ডলার যা ২০১১ সালের জুলাই-এর শেষে ছিল (৩২৯.৬৩ মিলিয়ন মার্কিন ডলার আকু দায় সহ) ১০,৩৮১.২৬ মিলিয়ন মার্কিন ডলার। এই বৈদেশিক মুদ্রার মজুদ বিগত ১২ মাসের (জুলাই-জুন, ২০১০-২০১১) ভিত্তিতে গড় মাসিক আমদানী ২,৮০৪.৭৮ মিলিয়ন মার্কিন ডলার হিসাবে আকু দায় ব্যতীত ৩.৬৫ মাসের আমদানী পেমেন্ট-এর সমান। ২০১১ সালের আগস্ট-এর শেষে বাণিজ্যিক ব্যাংকের বৈদেশিক মুদ্রার মজুদ ছিল সর্বোচ্চ ১,০৮৩.২২ মিলিয়ন মার্কিন ডলার যা ২০১১ সালের জুলাই-এর শেষে ছিল ১,০৬৫.৪৬ মিলিয়ন মার্কিন ডলার। এটি আগষ্ট ২০১০-এর শেষে ৫৪৫.১৯ মিলিয়ন মার্কিন ডলার। এটি আগষ্ট ২০১০-এর

ব্ৰড মানি (এম২)

ব্রড মানি জুলাই-নভেম্বর ২০১০-এ ৩১,৬২০.৭০ কোটি টাকা বা ৮.৭১% বৃদ্ধির বিপরীতে জুলাই-নভেম্বর ২০১১-এ ২৪,৩০৪.০০ কোটি টাকা বা ৫.৫২% বৃদ্ধি পায়। ব্রড মানির উপাদানগুলোর মধ্যে বৈদেশিক ব্যাংকের মুদ্রা বৃদ্ধি পায় ৩,৭৭৩.৯০ কোটি টাকা বা ৬.৮৯% এবং আমানত বৃদ্ধি পায় ২০,৫৩০.১০ কোটি টাকা বা ৫.৩২%, যার মধ্যে মেয়াদী আমানত বৃদ্ধি পেয়েছিল ২৩,০১১.৬০ কোটি টাকা বা ৬.৮২%। পক্ষান্তরে ডিমাভ ডিপোজিট ব্রাস পেয়েছিল ২,৪৮১.৫০ কোটি টাকা বা ৫.১৪%।

Domestic Credit

Domestic credit recorded an increase of Tk.38,968.70 crore or 8.99 percent during July-November, 2011 against the increase of Tk. 34,943.70 crore or 10.27 percent during July-November, 2010. The rise in domestic credit during the period under report was due to the rise of public sector credit by Tk. 17,842.90 crore or 19.22 percent and private sector credit by Tk.21,125.80 crore or 6.20 percent. In the components of credit to the public sector, credit to the Govt.(net) increased by Tk. 17,284.40 crore or 23.54 percent and credit to the other public sector' increased by Tk. 558.50 crore or 2.88 percent.

Capital Market Development

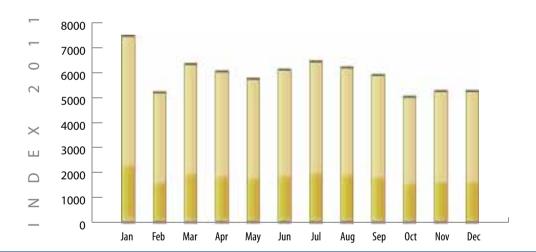
The General index of Dhaka Stock Exchange at the end of December, 2011 stood lower at 5,257.61 compared to 8,290.41 at the end of December, 2010. Total Turnover of all shares and debentures of the listed securities of Dhaka Stock Exchange, during 2011 stood at Tk. 156055.63 million.

আভ্যন্তরীণ ঋণ

জুলাই-নভেম্বর ২০১০ সালে ৩৪,৯৪৩.৭০ কোটি টাকা বা ১০.২৭% আভ্যন্তরীণ ঋণ বৃদ্ধির বিপরীতে জুলাই-নভেম্বর ২০১১ সালে ৩৮,৯৬৮.৭০ কোটি টাকা বা ৮.৯৯% বৃদ্ধি পায়। আভ্যন্তরীণ এ ঋণ বৃদ্ধির কারণ হল, পাবলিক সেক্টরে ঋণের পরিমাণ বৃদ্ধি পেয়েছিল ১৭,৮৪২.৯০ কোটি টাকা বা ১৯.২২% এবং প্রাইভেট সেক্টরে এ ঋণ বৃদ্ধি পেয়েছিল ২১,১২৫.৮০ কোটি টাকা বা ৬.২০%। পাবলিক সেক্টরে এ ঋণ বৃদ্ধির কারণ হল, এ সময় সরকারের নেট ঋণ বৃদ্ধির পরিমাণ দাঁড়িয়েছিল ১৭,২৮৪.৪০ কোটি টাকা বা ২৩.৫৪%। আর অন্যান্য পাবলিক সেক্টর থেকে ঋণ বৃদ্ধি পেয়েছিল ৫৫৮.৫০ কোটি টাকা বা ২.৮৮%।

क्याभिष्ठाल सार्क्ष छन्नयन

ঢাকা শেয়ার বাজারের ২০১১ সালের ডিসেম্বরের শেষে সাধারণ সূচক এসে দাঁড়ায় ৫,২৫৭.৬১-এ যা ২০১০-এর শেষে ছিল ৮,২৯০.৪১। ঢাকা ষ্টক এক্সচেঞ্জের তালিকাভুক্ত সিকিউরিটিজগুলোর সব শেয়ার ও ডিবেঞ্চারের মোট লেনদেন হয়েছে ২০১১ সালে ১৫৬,০৫৫.৬৩ মিলিয়ন টাকা।



Monetary Policy

Monetary policy FY2010-11 was a restrained stance for encouraging credit for productive investment by taking recent economic development into account to restrain inflationary and external sector pressure and stem foreign reserve depletion. To minimize speculative risk, Bangladesh Bank introduced some policy stance, like increasing CRR for the scheduled banks with the Bangladesh Bank form 5.5% to 6% and also raised SLR at 19% for conventional bank and 11.5% for Islamic Bank.

Interest Rate

Interest rate on advance and deposit remained going up in FY2010-11 from previous fiscal. Weighted average interest rate on deposits reached to 7.27%

बुद्धानीि

মূল্যক্ষীতি রোধ, বাহ্যিক সেক্টরের চাপ মোকাবেলা এবং বৈদেশিক রিজার্ভ কমে যাওয়া রোধ কল্পে সাম্প্রতিক অর্থনৈতিক উন্নয়নকে বিবেচনায় নিয়ে ২০১১-১২ অর্থবছরে উৎপাদনশীল খাতে ঋণের প্রবাহে উৎপাহ প্রদানের লক্ষ্যে সতর্ক মুদানীতি অবলম্বন করা হয়েছে। অপ্রত্যাশিত ঝুঁকি মোকাবেলার জন্য বাংলাদেশ ব্যাংক কতগুলো দৃষ্টান্তমূলক পদক্ষেপ গ্রহণ করে, যেমন তালিকাভুক্ত ব্যাংকগুলোর সিআরআর হার ৫.৫% থেকে বাড়িয়ে ৬% করে এবং বাণিজ্যিক ও ইসলামিক ব্যাংকের এসএলআর এর হার বৃদ্ধি করে যথাক্রমে ১৯% ও ১১.৫%।

সুদের হার

২০১০-১১ অর্থবছরে বিনিয়োগ ও আমানতের সুদের হার আগের বছরের ন্যায় উর্ধ্বপুখী ছিল। ২০১০-১১ অর্থবছরে আমানতের উপর ধার্যকৃত

Contribution to CSR Increased by 36%

in FY2010-2011 compared to 6.01% in FY 2009-2010. However, rate of advance reached to 12.42% in FY-2010-2011 compared to 11.31% in FY 2009-2010. The spread between advance and deposit reached to 5.15% in FY 2010-2011 compared to 5.3% in FY 2009-2010 due to higher increase in deposit rate as compared to advance rate. During end o the year 2011, interest rate on deposit started to rise rapidly due to inadequate liquidity in the money market.

Prospect in 2012

Bangladesh Bank in its January 2012 Monetary Policy Statement announced credit tightening measures to more effectively damp inflation. It is assumed that the Government will further raise fuel and electricity prices, and mobilize more foreign financing of the budget, as part of its efforts to eliminate external and domestic imbalances and put the economy on a sustainable higher growth path and continue its emphasis to investment in infrastructure specially in Power Sector and normal weather are expected to prevail. The Government of Bangladesh has targeted a growth rate of 7.3% in GDP for FY2012-2013 with inflation of 7%. In FY2012-2013, Export Growth is projected to 14.5%, Import Growth Expected to 14.5% and Workers Remittance will grew by 11.81%.

External factors such as export, import, remittances, and foreign aid have always played important roles to Bangladesh's economy. Textile and readymade garment sector in Bangladesh are already at the focal point of international media. The New York Times, International Herald Tribune and few more western newspapers have published editorial comments or reports on Bangladesh, saying, China's ongoing rise in labor cost will very soon turn the attention of huge buyers towards Bangladesh.

The projections are subject to various downside risks. The global economic slowdown may be more severe than expected, Export performance may weaken because of weaknesses in its key market, the euro zone, which is in a prolonged period of adjustment to its debt crisis, while policy tightening could be compromised by political considerations. Agricultural growth projection will be affected by rising irrigation costs (reelecting higher fuel and electricity prices) and Industrial growth be slow than expected due to falling export demand, Higher interest rates and labor costs as well as the expected increases in fuel and electricity prices.

However, combine effort of people of Bangladesh with Government of Bangladesh, will overcome all the hindrance of Economy and be a middle income country very soon.

Our Bank

i) Overview of the Bank

Shahjalal Islami Bank Limited, a Shariah Based Commercial Bank in Bangladesh was incorporated as a Public limited company on 1st April, 2001 under Companies Act 1994.

ওয়েটেড অ্যাভারেজ সুদের হার পৌঁছায় ৭.২৭% যা ২০০৯-১০ অর্থবছরে ছিল ৬.০১%। অন্যদিকে, ২০১০-১১ অর্থবছরে বিনিয়োগের হার ছিল ১২.৪২% যা ২০০৯-১০ অর্থবছরে ছিল ১১.৩১%। আবার বিনিয়োগের চেয়ে আমানতের হারের অধিক বৃদ্ধির কারণে ২০১০-১১ অর্থবছরে বিনিয়োগ ও আমানতের হারের পার্থক্য ছিল ৫.১৫% যা ২০০৯-১০ অর্থবছরে ছিল ৫.৩%। মুদ্রা বাজারে তারল্যের অপ্রতুলতায় ২০১১ সালের শেষভাগে আমানতের হার অতি দ্রুত বাড়তে থাকে।

২০১২-এর সম্ভাবনা

বাংলাদেশ ব্যাংক তার জানুয়ারী-২০১২ ভিত্তিক মনিটরী পলিসি বিবরণীতে অধিক কার্যকরভাবে মূল্যক্ষীতি নিয়ন্ত্রণে আনার জন্য সংকোচনমূলক মূদ্রানীতি ঘোষণা করেছে। মনে করা হচ্ছে যে, সরকার আবারও জ্বালানী তেল ও বিদ্যুতের দাম বাড়াবে এবং বাহ্যিক ও আভ্যন্তরীণ ভারসাম্যথীনতা দূর কল্পে বাজেটে আরও বৈদেশিক অর্থের যোগান বাড়াবে এবং অর্থনীতির প্রবৃদ্ধি সচল রাখবে এবং অবকাঠামোগত বিশেষত পাওয়ার সেক্টরে বিনিয়োগ অব্যাহত রাখবে ও অনুকূল পরিবেশ বজায় থাকবে। বাংলাদেশ সরকারের ২০১২-১৩ অর্থবছরের প্রাক্ষলিত জিডিপি প্রবৃদ্ধি ৭.৩%, মূল্যক্ষীতি ৭%, রপ্তানী প্রবৃদ্ধি ১৪.৫% এবং রেমিটেন্স প্রবৃদ্ধি হল

বাংলাদেশের অর্থনীতিতে বৈদেশিক খাত যেমন রপ্তানী, আমদানী, রেমিটেন্স এবং বিদেশী সাহায্য ইত্যাদি গুরুত্বপূর্ণ উপাদান হিসাবে কাজ করে। বাংলাদেশের বস্ত্র ও তৈরী পোশাক খাত ইতোঃমধ্যে আন্তর্জাতিক মিডিয়াগুলোতে সংবাদের শিরোনাম হয়ে উঠছে। দ্যা নিউইয়র্ক টাইমস, ইন্টারন্যাশনাল হেরাল্ড ট্রিবিউন এবং আরো কিছু পশ্চিমা সংবাদপত্রের সম্পাদকীয়তে বাংলাদেশ সম্পর্কে মন্তব্য করতে গিয়ে বলেছে যে, চীনের শ্রমমূল্য ক্রমাগত বৃদ্ধির কারণে অচিরেই প্রচুর ক্রেতাদের মনোযোগ হবে বাংলাদেশের দিকে।

এই অনুমানগুলো কতকগুলো নিমমুখী ঝুঁকির সাথে সম্পৃক্ত। বিশ্ব অর্থনীতির মন্দা প্রত্যাশা থেকে অনেক বেশী হতে পারে, বিশেষত রপ্তানীর প্রধান বাজার ইউরোজোনে প্রলম্বিত ঋণ সমস্যার কারণে রপ্তানীর পরিমাণ কমতে পারে, অন্যদিকে রাজনৈতিক বিবেচনায় আর্থিক নীতিমালা পরিবর্তিত হয়ে স্লখ গতি ধারণ করতে পারে। জ্বালানী ও বিদ্যুৎ এর মূল্য পুনরায় বৃদ্ধির ফলে চামাবাদের খরচ বাড়বে, যা কৃষি প্রবৃদ্ধিকে বাধাগ্রন্থ করবে। রপ্তানীর চাহিদা ব্রাস, অধিক সুদের হার, শ্রম মূল্য বৃদ্ধি এবং জ্বালানী ও বিদ্যুৎ-এর মূল্য বৃদ্ধির কারণে শিল্প খাতে প্রত্যাশা থেকে কম প্রবৃদ্ধি হতে পারে।

আশা করা যায়, সরকারের সাথে সাথে জনগণের সম্মিলিত প্রচেষ্টায় সকল অর্থনৈতিক বাধা পেরিয়ে অচিরেই বাংলাদেশ একটি মধ্যম আয়ের দেশে পরিণত হবে ইনৃশাআল্লাহ।

আমাদের ব্যাংক

১। ব্যাংকের সামগ্রিক অবস্থা

শাহ্জালাল ইসলামী ব্যাংক একটি শরীয়াহ্ভিত্তিক বাণিজ্যিক ব্যাংক হিসেবে কোম্পানী আইন ১৯৯৪-এর আওতায় পাবলিক লিমিটেড কোম্পানী হিসেবে ২০০১ সালের ১লা এপ্রিল প্রতিষ্ঠিত হয়।

Report of the Board of Directors

The Bank commenced commercial operation on 10th May 2001 by opening its 1st branch, i.e. Dhaka Main Branch at 58, Dilkusha, Dhaka obtaining the license from Bangladesh Bank, the Central Bank of Bangladesh. Its Head Office is situated at 2/B, Uday Sanz, Gulshan South Avenue, Gulshan-1, Dhaka1212, Bangladesh. The Bank so far opened 2 (two) branches in 2001, 6 (six) branches in 2002, 2 (two) branches in 2003, 2 (two) branches in 2004, 4 (four) branches in 2005, 5 (Five) Branches in 2006, 5 (Five) Branches in 2007, 7 (Seven) Branches in 2008, 18 (Eighteen) Branches in 2009, 12 (Twelve) Branches in 2010 and 10 Branches in 2011. Total number of branches stood at 73 (Seventy three). Besides this, the bank is working to expand its business by opening more 11 (eleven) branches in Dhaka and some other important business location of the country in the year 2012 for which we have already taken approval from the Bangladesh Bank.

Principal Activities

The principal activities of the Bank is to provide all kinds of commercial banking products and services to the customers including deposits taking, cash withdrawal, extending investments to corporate organization, retail and small & medium enterprises, trade financing, project finance, working capital finance, lease and hire purchase financing, issuance of Debit Card. Its vision is to be the best private commercial bank in Bangladesh in terms of efficiency, capital adequacy, asset quality, sound management and profitability.

Strategic plan for future growth

The Banking industry experienced intensification of competitive pressure as the national and international banks operating in Bangladesh strongly pursued the banking and financing needs of the Corporate, Retail, SME sector customers through diversification of products and services and extending automated banking service with ATM, Debit card facilities and Internet Banking. Besides, rates of profit became very competitive for deposit and lending; Customers are demanding higher rate of return against their deposits, on the other hand asking the banks to reduce their lending rates.

Considering the overall scenario, SJIBL continues to focus on its delivery channel, technology, Human Resource and its brands along with branch network, Business promotion, Corporate Social Responsibility and product diversification.

Strategies are means to achieve goals. Aligned with the vision and mission statements of SJIBL, 14 strategies have been identified to address the development and changes we need. It is envisaged that this strategic plan will cascade effectively the vision-mission into concrete action on priority basis and transform SJIBL into a dynamic, effective, and forward looking modern Islamic bank in Bangladesh.

বাংলাদেশ ব্যাংকের অনুমোদন সাপেক্ষে ২০০১ সালের ১০ই মে ঢাকার ৫৮ দিলকুশায় 'ঢাকা মেইন শাখা' নামে প্রথম শাখা খোলার মাধ্যমে ব্যবসায়িক কর্মকান্ড শুরু করে। এর প্রধান কার্যালয় উদয় সান্জ ২/বি গুলশান সাউথ এভিনিউ, গুলশান-১, ঢাকা-১২১২, বাংলাদেশে অবস্থিত। ব্যাংকটি ২০০১ সালে ২িট, ২০০২ সালে ৬টি, ২০০৩ সালে ২টি, ২০০৪ সালে ২টি, ২০০৬ সালে ৫টি, ২০০৮ সালে ৭টি, ২০০৮ সালে ৭টি, ২০০৯ সালে ১৮টি, ২০১০ সালে ১২টি এবং ২০১১ সালে ১০টি শাখা চালু করে। ২০১১ সালে ব্যাংকের মোট শাখার সংখ্যা দাঁড়ায় ৭৩টিতে। এছাড়াও ২০১২ সালে ঢাকা ও দেশের বিভিন্ন গুরুত্বপূর্ণ এলাকায় ১১টি শাখা খোলার উদ্যোগ নেয়া হয়েছে যার অনুমোদন ইতিমধ্যে বাংলাদেশ ব্যাংক থেকে নেওয়া হয়েছে।

প্রধান কার্যাবলীসমূহ

ব্যাংকের প্রধান কার্যাবলী হল গ্রাহকদেরকে সকল ধরনের বাণিজ্যিক ব্যাংকিং পণ্য এবং সেবা প্রদান করা, যার মধ্যে আমানত গ্রহণ, নগদ উত্তোলন, কর্পোরেট প্রতিষ্ঠানে বিনিয়োগ, খুচরা কারবারে বিনিয়োগ, এসএমই খাতে বিনিয়োগ, বাণিজ্যে অর্থায়ন, প্রজেক্টে অর্থায়ন, চলতি মূলধনে অর্থায়ন, লীজ ও হায়ার পারচেজে অর্থায়ন এবং ডেবিট কার্ড ইস্যু প্রভৃতি খাত উল্লেখযোগ। এর লক্ষ্য হচ্ছে দক্ষতা, মূলধন পর্যাপ্ততা, সম্পদের গুণগতমান, সঠিক ব্যবস্থাপনা এবং লাভবান হওয়ার বিষয়টি নিশ্চিত করার মাধ্যমে বাংলাদেশের সবচেয়ে ভাল বেসরকারী বাণিজ্যিক ব্যাংক হিসেবে প্রতিষ্ঠিত হওয়া।

ভবিষ্যতে প্রবৃদ্ধি অর্জনের কৌশলগত পরিকল্পনা

ব্যাংকিং সেক্টরে তথা দেশী ও বিদেশী ব্যাংক যারাই বাংলাদেশে কার্যক্রম পরিচালনা করছে সবারই তীব্র প্রতিযোগিতার সম্মুখীন হতে হয়, ফলে সবাই দৃঢ়ভাবে প্রচেষ্টা চালাচ্ছে ব্যাংকিং পণ্য ও সেবা বিকেন্দ্রীকরণের মাধ্যমে কর্পোরেট, রিটেল, ক্ষুদ্র ও মাঝারি শিল্পের গ্রাহকের ব্যাংকিং ও অর্থায়নের চাহিদা পূরণে এবং প্রসার ঘটাচ্ছে এটিএম, ডেবিট কার্ড ও ইন্টারনেট ব্যাংকিং-এর মাধ্যমে স্বয়ংক্রিয় ব্যাংকিং সেবার। এ ছাড়া, আমানত ও বিনিয়োগের মুনাফার হারে প্রচন্ড প্রতিযোগিতা বিদ্যমান, গ্রাহকরা তাদের আমানতের উপর বেশী মুনাফা চাচ্ছে, অন্যদিকে বিনিয়োগের মুনাফার হার কমাতে বলছে।

সার্বিক বিষয় বিবেচনায়, শাহ্জালাল ইসলামী ব্যাংক ধারাবাহিকভাবে প্রাধান্য দিচ্ছে পণ্য ও সেবা বিতরণ কার্যক্রমে, প্রযুক্তি, মানব সম্পদ এবং এর ব্রান্ডসহ শাখার নেটওয়ার্ক, ব্যবসা সম্প্রসারণ, সামাজিক দায়বদ্ধতা এবং পণ্যের বৈচিত্র্যকরণ আনয়ণের বিষয়ে ।

কৌশল হচ্ছে লক্ষ্য অর্জনের মাধ্যম। শাহ্জালাল ইসলামী ব্যাংক-এর দূরদৃষ্টি ও লক্ষ্যের সাথে সঙ্গতি রেখে, আমাদের যে উন্নয়ন ও পরিবর্তন দরকার তার জন্য আমরা ১৪টি কৌশল ঠিক করেছি। আমরা মনে করছি যে, এ কৌশলগত পরিকল্পনা অগ্রাধিকারের ভিত্তিতে ব্যাংকের দূরদৃষ্টি ও লক্ষ্যের বাস্তব রূপ দিবে এবং শাহ্জালাল ইসলামী ব্যাংককে প্রতিষ্ঠিত করবে একটি গতিশীল, কার্যকর ও দূরদর্শীসম্পন্ন আধুনিক ইসলামী ব্যাংক হিসাবে। ব্যাংকের কৌশলগত পরিকল্পনাগুলো হচ্ছে ঃ

Strategy No.	Strategies Listed for adoption	ত্ৰমিক নং	কৌশলগত পরিকল্পনা
1	Revisit the existing deposit products to introduce new deposit products and redesigned the existing deposit products	۶	প্রচলিত আমানত প্রকল্পগুলো নতুনভাবে সাজানো এবং নতুন নতুন আমানত প্রকল্প চালু
2	Re-examine existing investment products to introduce new investment products and redesigned the existing investment products	২	প্রচলিত বিনিয়োগ প্রকল্পগুলো নতুন ভাবে সাজানো এবং নতুন নতুন বিনিয়োগ প্রকল্প চালু
3	Introduction of credit card facility to expended card business	O	কার্ড ব্যবসাকে সম্প্রসারণের জন্য ত্রেডিট কার্ড প্রচলন
4	Established subsidiary for exchange house in abroad to capture Foreign Remittance Business	8	রেমিট্যান্স প্রবাহ বৃদ্ধি করতে বিদেশে নিজস্ব এক্সচেঞ্জ হাউজ প্রতিষ্ঠা করা
5	Strengthen and make effective of offshore Banking unit	¢	— অফশোর ব্যাংকিং কার্যত্রম গতিশীল করা
6	Formation of new subsidiary for Merchant banking operation	৬	সাবসিডিয়ারী কোম্পানী প্রতিষ্ঠার মাধ্যমে মার্চেন্ট ব্যাংকিং কার্যক্রম পরিচালনা করা
7	Expand non-funded business to increase non-funded income	٩	বিনিয়োগ বহির্ভূত আয় বৃদ্ধিকল্পে বিনিয়োগ বহির্ভূত ব্যবসার প্রসার ঘটান
8	Formation of integrated treasury function to increase profit from treasure operation	Ь	মুনাফা বৃদ্ধির জন্য ট্রেজারী ইউনিটকে শক্তিশালী করা
9	Strengthen risk-based internal audit (including Shariah Audit) to add value to the risk management process in SJIBL	৯	ঝুঁকিভিত্তিক আভ্যন্তরীণ নিরীক্ষা (শরীয়াহ নিরীক্ষা সহ) কার্যক্রম জোরদার করে ঝুঁকি ব্যবস্থাপনা কার্যকর করা
10	Strengthen Marketing division to ensure success of new deposit and investment product	20	নতুন আমানত ও বিনিয়োগ পণ্যের সফলতার জন্য বিপনন কার্যক্রম শক্তিশালী করা
11	Strengthen MIS to ensure accurate, timely information	22	সঠিক ও সময়মত তথ্য নিশ্চিত করার জন্য এমআইএস শক্তিশালী করা
12	Attract, retain and develop people (staff) ensuring sound organizational development	১২	প্রতিষ্ঠানের উন্নতির স্বার্থে মানব সম্পদের দক্ষতা বৃদ্ধি
13	Develop a governance manual to ensure proper office administration and Corporate governance	20	দক্ষ অফিস ব্যবস্থাপনা ও সুশাসন নিশ্চিতকল্পে ম্যানুয়াল প্রণয়ন
14	Create a 'Strategic Planning / Research & Development Unit'	28	কৌশলগত পরিকল্পনা/গবেষণা ও উন্নয়ন ইউনিট প্রতিষ্ঠা করা

ii) Shariah Supervisory Council of the Bank

As per Article 30 of the Articles of Association of the Bank, Shariah Council for the Bank has been constituted. The Shariah council of the Bank consists of prominent Ulema, Bankers and Economists to advice and guide on the implementation of Islamic Shariah in business activities. The Council enjoys a special status in the structure of the Bank and playing a vital role to make the bank as Shariah compliant. In the year 2011, the total number of meetings of the Shariah Council of the Bank was 03 (three).

iii) Review of Operational Performance

The volatile macroeconomic conditions which heightened due to the Capital market crash and Euro-zone debt crisis, posed a challenging year for the entire Banking industry. This resulted in a deterioration of the performance measurement indicators across the industry.

২। শরীয়াহ্ সুপারভাইজারী কমিটি

ব্যাংকের আর্টিকেলস অব এসোসিয়েশনের ৩০ ধারা অনুযায়ী ব্যাংকের একটি শরীয়াত্ সুশারভাইজারী কমিটি গঠিত হয়েছে। দেশের প্রখ্যাত উলামা, ব্যাংকার, আইনজীবী এবং অর্থনীতিবিদগণের সমন্বয়ে এ কমিটি গঠিত। বিজ্ঞ কমিটির পরামর্শে শরীয়াত্ নীতিমালার ভিত্তিতে ব্যাংক তার সার্বিক ব্যবসায়িক কার্যক্রম পরিচালনা করে। কমিটিকে ব্যাংক ব্যবস্থাপনায় বিশেষ গুরুত্ব প্রদান করা হয় এবং ব্যাংক যাতে পরিপূর্ণভাবে ইসলামী নীতিমালার অনুসারী হয়, তা নিশ্চিতকল্পে কমিটি গুরুত্বপূর্ণ ভূমিকা পালন করে। ২০১১ সালে ব্যাংকের শরীয়াহ্ সুপারভাইজারী কমিটির তিনটি সভা অনুষ্ঠিত হয়।

৩। কর্মতৎপরতা পর্যালোচনা

সামষ্টিক অর্থনীতির অস্থিরতাকে পূঁজি বাজারের পতন এবং ইউরোজোন-এর ঋণ সংকট আরও গভীরতর করেছে, যার ফলে সমগ্র ব্যাংকিং খাত একটি প্রতিকূল বছর অতিক্রম করেছে। এর ফলে সমগ্র শিল্পের ফলাফলে নেতিবাচক প্রভাব পড়েছে।

Report of the Board of Directors

During the year under review, the bank maintained the progress of business through its Seventy Three branches. The net Investment Income registered an impressive growth of 55.29 percent during the year. The operating profit before tax stood at Tk.2,387 million which is 19.35% lower than 2010 figure. Due to capital market volatility and formation of separate subsidiary for brokerage house, income from brokerage commission and income from investment in shares decreased significantly, however, all others income increased substantially. Net profit attributable to shareholders reached to Tk.1,168 million, return on average equity remained at 13.80 percent and Earning per Share (EPS) stood at 2.62. Non- performing investments (NPI) ratio is 1.89 percent, which is much below the industry average. Capital adequacy of the Bank is 11.40 percent, which is above the stipulated rate of 10 percent. Out of deposit of Tk. 83,350 million, the bank has deployed Tk. 80,592 million in investment as on 31.12.2011. The Bank handled total Foreign exchange business of Tk. 166,906 million in the year 2011.

আলোচ্য বছরে ব্যাংক তার ৭৩টি শাখার মাধ্যমে ব্যবসার সবক'টি দিকেই উন্নতি করেছে। এ বছর নেট বিনিয়োগ আয়ের প্রবৃদ্ধি ৫৫.২৯ ভাগ। আয়কর প্রদানের পূর্বে ব্যাংকটির অপারেটিং মুনাফা দাঁড়ায় ২,০৮৭ মিলিয়ন টাকা যা গত বছরের তুলনায় ১৯.৩৫ ভাগ কম। পুঁজিবাজারে মন্দা ও ব্রোকারেজ ব্যবসা পরিচালনার জন্য পৃথক সাবসিডিয়ারী প্রতিষ্ঠার ফলে ব্রোকারেজ আয় ও মূলধনী আয় এ বছর ২০১০ সালের তুলনায় উল্লেখযোগ্য হারে কমেছে। অধিকন্ত ব্রোকারেজ আয় ও মূলধনী আয় ব্যতীত অন্যান্য আয়ের উল্লেখযোগ্য প্রবৃদ্ধি হয়েছে। শেয়ারহোল্ডারদের জন্য অর্জিত নীট মুনাফা দাঁড়ায় ১,১৬৮ মিলিয়ন টাকা, রিটার্ন অন ইকু্যুইটি শতকরা ১৩.৮০ ভাগ এবং প্রতি শেয়ারের বিপরীতে আয় (ইপিএস) দাঁড়ায় ২.৬২। প্রেণীকৃত বিনিয়োগ অনুপাত দাঁড়ায় শতকরা ১.৮৯ ভাগ যা ইন্ডাষ্ট্রি গড়ের অনেক কম। ব্যাংকটির মূলধন পর্যাপ্ততা শতকরা ১১.৪০ ভাগ যা আবশ্যকীয় মূলধনের শতকরা ১০ ভাগের বেশী। ৩১.১২.২০১১ পর্যন্ত ব্যাংক ৮৩,৩৫০ মিলিয়ন টাকা আমানতের বিপরীতে ৮০,৫৯২ মিলিয়ন টাকা বিনিয়োগ করেছে। ২০১১ সালে ব্যাংক মোট ১৬৬,৯০৬ মিলিয়ন টাকার বৈদেশিক ব্যবসা পরিচালনা করে।

	Horizontal Analysis				Vertical Analysis						
Particulars	Taka in Million		Variance		Taka in Million			Composition			
	2011	2010	2009	2011/	2010/ 2009	2011	2010	2009	2011	2010	2009
Assets											
Cash	9,499	7,200	4,079	32%	77%	9,499	7,200	4,079	9%	9%	7%
Balance with other Banks and Financial Institutions	1,440	1,157	2,134	24%	(46)%	1,440	1,157	2,134	1%	1%	4%
Placement with other Banks & Financial Institutions	6,836	4,337	4,288	58%	1%	6,836	4,337	4,288	6%	6%	7%
Investments in Shares & Securities	5,292	2,229	3,483	137%	(36)%	5,292	2,229	3,483	5%	3%	6%
Investments	80,592	61,440	43,958	31%	40%	80,592	61,440	43,958	75%	78%	75%
Fixed Assets Including Premises	1,525	1,473	620	4%	137%	1,525	1,473	620	1%	2%	1%
Other Assets	2,045	965	359	112%	169%	2,045	965	359	2%	1%	1%
Total Assets	107,229	78,800	58,921	36%	34%	107,229	78,800	58,921	100%	100%	100%
Liabilities						•••••					
Placement from other Banks & Financial Institutions	10,770	5,732	4,500	88%	27%	10,770	5,732	4,500	11%	8%	8%
Deposits and Other Accounts	83,350	62,965	47,459	32%	33%	83,350	62,965	47,459	84%	87%	88%
Other Liabilities	5,085	3,279	1,996	55%	64%	5,085	3,279	1,996	5%	5%	4%
Deffered Tax Liabilities	107	76	39	40%	94%	107	76	39	0%	0%	0%
Total Liabilities	99,312	72,052	53,994	38%	33%	99,312	72,052	53,994	100%	100%	100%
Net Assets	7,917	6,748	4,927	17%	37%	7,917	6,748	4,927	7%	9%	8%
Paid-up Capital	4,453	3,425	2,740	30%	25%	4,453	3,425	2,740	56%	51%	56%
Statutory Reserve	2,252	1,775	1,183	27%	50%	2,252	1,775	1,183	28%	26%	24%
Retained Earnings	1,212	1,549	753	-22%	106%	1,212	1,549	753	15%	23%	15%
Asset Revaluation Reserve	-	-	251	-	-100%	-	-	251	-	-	5%
Total Shareholders' Equity	7,917	6,748	4,927	17%	37%	7,917	6,748	4,927	100%	100%	100%

iv) Equity of the Bank

The Bank's Equity is divided into two parts i.e. Tier-I and Tier-II capital. Tier-I includes Paid-up Capital, Statutory Reserve, and Retained Earnings. Tier-II includes General Provision on unclassified investments & Off-Balance Sheet items. The Authorized Capital of the Bank is Tk. 6,000 million and paid-up capital of the Bank is Tk. 4,453 million as on 31.12.2011. Total equity was Tk 9,183 million as on 31.12.2011. Comparative position of Equity for the year 2011 & 2010 is given below:-

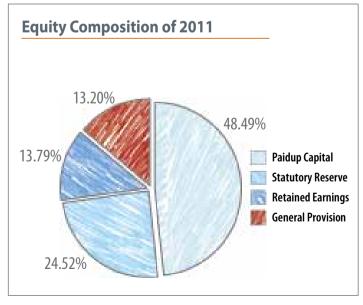
৪। ব্যাংকের ইক্যুইটি

ব্যাংকের ইক্যুইটিকে টায়ার-১ এবং টায়ার-২ এ দু'ভাগে ভাগ করা হয়। পরিশোধিত মূলধন, রিজার্ভ ফান্ড এবং অবন্টিত মূলাফা টায়ার-১-এর অন্তর্ভুক্ত এবং অ-শ্রেণীকৃত বিনিয়োগ এবং অফ ব্যালেঙ্গশীট-এর উপর সংরক্ষিত সাধারণ সঞ্চিতি টায়ার-২-এর অন্তর্ভুক্ত। ৩১শে ডিসেম্বর, ২০১১ তারিখে ব্যাংকের অনুমোদিত মূলধন ছিল ৬,০০০ মিলিয়ন টাকা এবং পরিশোধিত মূলধন ৪,৪৫৩ মিলিয়ন টাকা। ৩১শে ডিসেম্বর ২০১১ তারিখে ব্যাংকের মোট ইক্যুইটির পরিমাণ ছিল ৯,১৮৩ মিলিয়ন টাকা। ২০১১ ও ২০১০ সালের মূলধনের তুলনামূলক অবস্থান নিমুরূপ ঃ

Tier-I capital (Core Capital):

(Amount in million Taka)

SL. No	Particulars	2011	2010
a)	Paid-up capital	4,452.66	3,425.12
b)	Statutory Reserve	2,252.10	1,774.63
c)	Retained Earnings	1,212.03	1,548.60
	Sub total	7,916.79	6,748.35
Tier-II	capital (Supplementary):		
SL. No	Particulars	2011	2010
a)	General Provision	1,266.48	998.48
	Sub total	1,266.48	998.48
	Total Equity	9,183.27	7.746.83





Report of the Board of Directors

v) Capital Adequacy

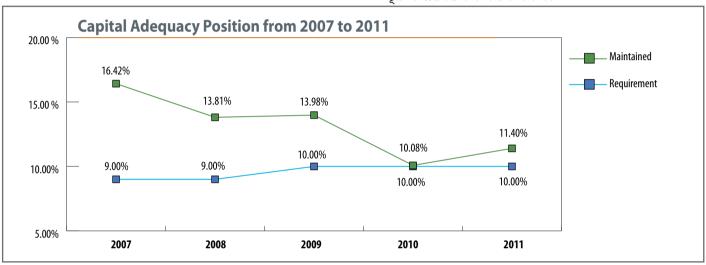
Total equity of the Bank as on 31.12.2011 was Tk. 9,183 million and the total equity stood to Tk. 7,747 million on 31.12.2010, which was 11.40% of the Risk weighted Assets as against the requirement of 10.00%.

The core capital was 9.83% of Risk weighted Assets as on 31st December 2011 as against requirement of 5%.

৫। মূলধন পর্যাপ্ততা

ব্যাংকের মোট মূলধন ৩১.১২.২০১১ এ দাঁড়ায় ৯,১৮৩ মিলিয়ন টাকায় যা ৩১.১২.২০১০ সালে ছিল ৭,৭৪৭ মিলিয়ন টাকা। ব্যাংকের মূলধন সংরক্ষণের অনুপাত ঝুঁকি নির্ভর সম্পদের শতকরা ১১.৪০ ভাগ, যা বিধি মোতাবেক মূলত শতকরা ১০ ভাগ হলেই চলে।

ঝুঁকি নির্ভর সম্পদ-এর শতকরা ৯.৮৩ শতাংশ রয়েছে কোর ক্যাপিট্যাল, যার ন্যনতম প্রয়োজনীতা শতকরা ৫ শতাংশ।



vi) "Risk Based Capital Adequacy" for Banks (Basel-II)

Bank has established Basel-II implementation Unit and conducted some workshops with Executives and officers of the Bank both in Head office and Branch level for its successful implementation. A comparative quantitative features of Risk Weighted Assets (RWA) and Minimum Capital Requirement (MCR) for December ended-2011 & 2010 under Besel-II is furnished hereunder:

৬। ঝুঁকিভিত্তিক মূলধন পর্যাপ্ততা (ব্যাসেল-২)

ব্যাংকে ব্যাসেল-২ বাস্তবায়ন ইউনিট স্থাপন করা হয়েছে এবং সাফ্যলোর সাথে বাস্তবায়নের জন্য প্রধান কার্যালয় ও শাখা পর্যায়ে কর্মশালার আয়োজন করা হয়েছে। ডিসেম্বর ২০১১ এবং ডিসেম্বর ২০১০ ভিত্তিক ব্যাসেল-২-এর ঝুঁকি নির্ভর সম্পদ এবং নৃন্যতম মূলধনের প্রয়োজনীয়তার তুলনামূলক অবস্থান নিম্নে দেয়া হল ঃ

Particulars	2011	2010
	Tk. In Crore	Tk. In crore
Eligible Capital:		
1. Tier-1 (Core Capital)	7,916.79	6,748.35
2. Tier-2 (Supplementary Capital)	1,266.48	998.47
3. Tier-3 (eligible for market risk only)	-	-
Total eligible Capital	9,183.27	7,746.82
Total Risk Weighted Assets (RWA)	80,526.80	76,882.30
Capital Adequacy Ratio (CAR)	11.40%	10.08%
Core Capital to RWA	9.83%	8.78%
Supplementary Capital to RWA	1.57%	1.30%
Minimum Capital Requirement (MCR)	8,052.68	6,919.41

Introduction of attractive deposit product: Mula is ba Money Spinning Account

vii) Liabilities:

Total liabilities (excluding equity) stood at Tk. 99,312 million at the end of year 2011, which was 37.83% more than the previous years' figure. Increase in liability is mainly due to increase in deposit from customers.

viii) Deposit

Total deposit of Shahjalal Islami Bank Limited stood at Tk. 83,350 million as on 31.12.2011 as against Tk. 62,965 million of 31.12.2010 registering an increase of Tk. 20,385 million, i.e. 32.38% growth. This was possible due to superior customer service delivery at the branch level, expansion of branch network to rural areas where foreign remittance flow is significant. Expansion of our branches at rural areas has provided the lower income group an access to modern banking system and prompt receipt of remittance. Deposit is the 'life-blood' of a Bank. Bank has given utmost importance in mobilization of deposits introducing a few popular and innovative schemes. The bank always tried to give the highest return on the deposits of the customers. The mobilized deposits were ploughed back in economic activities through profitable and safe investments.

The Deposit-mix of the Bank as on 31.12.2011 was as bellow:-

৭। দায়

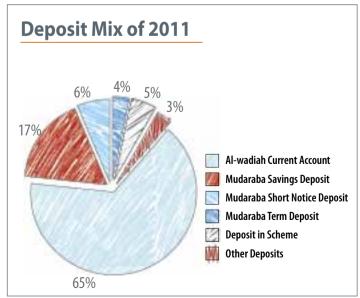
২০১১ সালের শেষে মোট দায় (ইক্যুইটি বাদে) দাঁড়িয়েছে ৯৯,৩১২ মিলিয়ন যা পূর্ববতী বছরের তুলনায় ৩৭.৮৩% বেশী। আমানত বৃদ্ধির কারণেই মূলত দায়ের পরিমাণ বৃদ্ধি পেয়েছে।

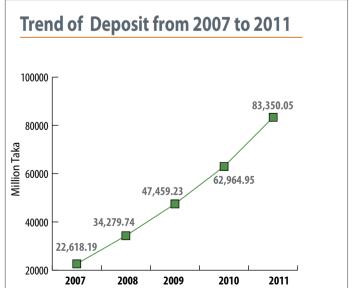
৮। আমানত

৩১শে ডিসেম্বর, ২০১১ সালে ব্যাংকের মোট আমানত ২০,৩৮৫ মিলিয়ন টাকা অর্থাৎ শতকরা ৩২.৩৮ ভাগ বৃদ্ধি পেয়ে দাঁড়ায় ৮৩,৩৫০ মিলিয়ন টাকায় যা পূর্ববর্তী বছরের একই সময়ে ছিল ৬২,৯৬৫ মিলিয়ন টাকা। ব্যাংকের শাখা পর্যায়ে উন্নত গ্রাহক সেবা প্রদান এবং গ্রাম পর্যায়ে যেখানে রেমিট্যাঙ্গের প্রবাহ বেশী সেখানে শাখা খোলার মাধ্যমে তা অর্জন সম্ভব হয়েছে। গ্রাম পর্যায়ে শাখা বর্ধিতকরণের মাধ্যমে নিম্ন আয়ের মানুমের আধুনিক ব্যাংকিং ব্যবস্থায় সেবা প্রদান এবং দ্রুততম সময়ে রেমিট্যাঙ্গ পাওয়ার ব্যবস্থা করা হয়েছে। যেহেতু আমানত হল একটি ব্যাংকের জীবনীশক্তির মূল উৎস, তাই আমাদের ব্যাংক নৃতন আমানত প্রকল্প উদ্ভাবন করে আমানত বৃদ্ধিতে সর্বাধিক প্রচেষ্টা গ্রহণ করেছে। ব্যাংক সবসময় গ্রাহকদের আমানতের সবোচ্চ মুনাফা দিতে সচেষ্ট। সঞ্চিত আমানত লাভজনক ও নিরাপদ বিনিয়োগ প্রকল্পে খাটিয়ে অর্থনৈতিক গতিশীলতা বৃদ্ধি করা হয়েছে।

৩১-১২-২০১১ ইং তারিখ ভিত্তিক আমানত সংমিশ্রনের অবস্থা নিম্নরূপ ঃ

SI.No	Nature of Deposit	Taka in million	Percentage of Total Deposit
1	Al-Wadiah Current Deposit	2,846.95	3.42%
2	Mudaraba Savings Deposit	4,299.42	5.16%
3	Mudaraba Short Notice Deposit	2,406.43	2.89%
4	Mudaraba Term Deposit	54,508.48	65.40%
5	Mudaraba Schemes Deposit	14,101.42	16.92%
6	Other Deposits	5,187.35	6.22%
	Total	83,350.05	100.00%





Division-wise Deposit

		Horizontal Analysis				Vertical Analysis			
Divisions	Taka in Million		Variance		Taka in Million		Composition		
	2011	2010	2011/2010	2010/2009	2011	2010	2011	2010	
Dhaka	64,089	52,228	22.71%	32.31%	64,089	52,228	76.89%	82.95%	
Chittagong	8,375	5,961	40.50%	49.17%	8,375	5,961	10.05%	9.47%	
Rajshahi	1,251	747	67.47%	74.94%	1,251	747	1.50%	1.19%	
Khulna	1,157	722	60.25%	(10.97)%	1,157	722	1.39%	1.15%	
Sylhet	8,284	3,203	158.63%	16.94%	8,284	3,203	9.94%	5.09%	
Barisal	194	104	86.54%	845.45%	194	104	0.23%	0.17%	
Total	83,350	62,965	32.38%	32.67%	83,350	62,965	100.00%	100.00%	

Sector-wise Deposit

			Vertical Analysis					
Sectors	Taka in Million		Variance		Taka in Million		Composition	
	2011	2010	2011/2010	2010/2009	2011	2010	2011	2010
Government	1,873	1,959	(4.37)%	67.96%	1,873	1,959	2.25%	3.11%
Other Public Sector	5,498	3,019	82.12%	19.89%	5,498	3,019	6.60%	4.79%
Leasing	4,601	2,237	105.63%	105.71%	4,601	2,237	5.52%	3.55%
Insurance	4,684	3,449	35.80%	39.05%	4,684	3,449	5.62%	5.48%
Private Company	46,038	33,113	39.03%	31.84%	46,038	33,113	55.23%	52.59%
House hold	20,656	19,188	7.65%	27.15%	20,656	19,188	24.78%	30.47%
Total	83,350	62,965	32.38%	32.67%	83,350	62,965	100.00%	100.00%

ix) Total Assets

The Bank's total assets posted a 36.08% increase in 2011, rising from Tk.78,800 million to Tk. 107,229 million. A major contribution to this growth was the increase in investments (loans & advances) which jumped by 31.17% or from Tk. 61,440 million to Tk. 80,592 million. Fixed assets of the Bank also increase to Tk. 1,525 million from Tk. 1,473 million having an amount of 3.58%. Bank also had to increase its cash reserve requirement (CRR) maintain with Bangladesh Bank and its agents. The earning assets grew at a rate of 37.88% to Tk. 92,569 million.

Asset quality and non-performing investments (NPI)

The Bank's total investment increased in 2011 is Tk. 19,152 million over 2010. On the other hand, non-performing investment increased in 2011 is Tk. 349 million over the year 2010. The non-performing investment ratio is 1.89% which is much below the industry average. The bank has been able to keep NPI ratio at a manageable level due to prudent risk management strategies, a committed recovery team and excellent monitoring and control system.

৯। মোট সম্পদ

২০১১ সালে ব্যাংকের মোট সম্পদ ৩৬.০৮% বৃদ্ধি পেয়ে ৭৮,৮০০ মিলিয়ন টাকা হতে ১০৭,২২৯ মিলিয়ন টাকায় দাঁড়িয়েছে। এই বৃদ্ধির সবচেয়ে অন্যতম কারণ হচ্ছে বিনিয়োগ (ঋণ) ৩১.১৭% বৃদ্ধি পেয়ে ৬১,৪৪০ মিলিয়ন টাকা হতে ৮০,৫৯২ মিলিয়ন টাকায় পরিণত হয়েছে। স্থায়ী সম্পদের পরিমাণও ৩.৫৮% বৃদ্ধি পেয়ে ১,৪৭৩ মিলিয়ন টাকা হতে ১,৫২৫ মিলিয়ন টাকা হয়েছে। বাংলাদেশ ব্যাংক ও এর সহযোগী প্রতিষ্ঠানে নগদ জমা সংরক্ষণ (সিআরআর) এর পরিমাণও বাড়িয়েছে ব্যাংক। ব্যাংকের আয়যোগ্য সম্পদের পরিমাণও ৩৭.৮৮% বৃদ্ধি পেয়ে ৯২,৫৬৯ মিলিয়ন টাকা হয়েছে।

সম্পদের গুণগতমান এবং শ্রেণীকৃত বিনিয়োগ

২০১১ সালে ব্যাংকের মোট বিনিয়োগ ২০১০ সালের চেয়ে ১৯,১৫২ মিলিয়ন টাকা বৃদ্ধি পেয়েছে। অন্যদিকে ২০১১ সালে শ্রেণীকৃত বিনিয়োগের পরিমাণ ২০১০ সালের চেয়ে ৩৪৯ মিলিয়ন টাকা বেড়েছে। শ্রেণীকৃত বিনিয়োগে ১.৮৯% যা ইন্ডাষ্ট্রির গড়ের তুলনায় অনেক কম। ব্যাংক শ্রেণীকৃত বিনিয়োগের হার যৌক্তিক পর্যায়ে রাখতে সক্ষম হয়েছে প্রাজ্ঞ ঝুঁকি ব্যবস্থাপনা কৌশল, প্রতিজ্ঞাবদ্ধ পুনরুদ্ধার টীম এবং শক্তিশালী পর্যবেক্ষণ ও নিয়ন্ত্রণ ব্যবস্থার কারণে।

x) Investment

Total investment of the Bank stood at Tk. 80,592 million as on 31.12.2011 as against Tk. 61,440 million of 31.12.2010 registering an increase of Tk. 19,152 million, i.e. 31.17% growth. The Bank is careful in deployment of the fund. Mode wise investment portfolio as on 31.12.2011 are given below:

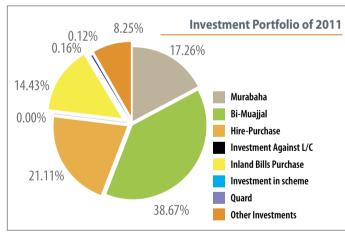
১০ । বিনিয়োগ

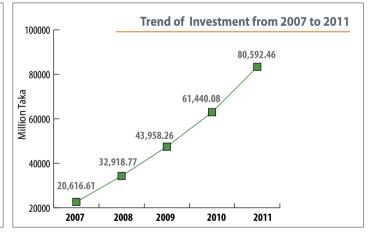
৩১শে ডিসেম্বর, ২০১১ তারিখে ব্যাংকের মোট বিনিয়োগ পূর্ববর্তী বছরের তুলনায় ১৯,১৫২ মিলিয়ন টাকা অর্থাৎ শতকরা ৩১.১৭ ভাগ বৃদ্ধি পেয়ে দাঁড়ায় ৮০,৫৯২ মিলিয়ন টাকায় যা পূর্ববর্তী বছরে ছিল ৬১,৪৪০ মিলিয়ন টাকা। ব্যাংক তহবিল বিনিয়োগে সদা সচেষ্ট। ৩১শে ডিসেম্বর, ২০১১ ভিত্তিক বিভিন্ন খাতওয়ারী বিনিয়োগ নিম্নরূপঃ

SI. No	Modes of Investments	Taka in million	Percentage of Total Investment
1	Murabaha	13,912.70	17.26%
2	Bi-muajjal	31,165.99	38.67%
3	Hire-purchase & Ijara	17,011.10	21.11%
4	Investments against L/C	1.71	0.002%
5	Bill purchased & discounted	11,626.69	14.43%
6	Investment against scheme deposits	125.09	0.16%
7	Quard	99.96	0.12%
8	Others	6,649.22	8.25%
	Total	80,592.46	100.00%

The Bank entertains good investment-clients having credit-worthiness and good track record. The Bank has got a few Investment Schemes to provide financial assistance to comparatively less advantaged group of people.

ব্যাংক সর্বদাই ভাল বিনিয়োগ গ্রাহক যাদের আর্থিক স্বচ্ছলতা এবং ইতিবাচক ট্র্যাক রেকর্ড রয়েছে তাদেরকে গুরুত্ব দেয়। ব্যাংক অপেক্ষাকৃত কম সুযোগপ্রাপ্ত মানুষের জন্য কিছু বিনিয়োগ প্রকল্প গ্রহণ করেছে।





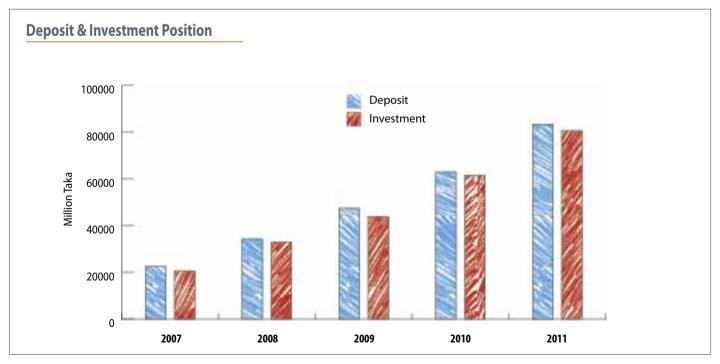
Division-wise Investment

	Horizontal Analysis					Vertical Analysis			
Divisions	Taka in Million		Variance		Taka in Million		Composition		
	2011	2010	2011/2010	2010/2009	2011	2010	2011	2010	
Dhaka	66,676	51,621	29.17%	36.93%	66,676	51,621	82.73%	84.02%	
Chittagong	9,719	6,898	40.89%	45.45%	9,719	6,898	12.06%	11.23%	
Sylhet	1,277	1,231	3.77%	60.70%	1,277	1,231	1.58%	2.00%	
Rajshahi	939	559	67.89%	216.84%	939	559	1.16%	0.91%	
Khulna	1,768	1,055	67.59%	83.96%	1,768	1,055	2.19%	1.72%	
Barisal	212	77	177.33%	23809.75%	212	77	0.26%	0.12%	
Total	80,592	61,440	31.17%	39.77%	80,592	61,440	100.00%	100.00%	

Report of the Board of Directors

Sector-wise Investment

		Horizontal	Analysis		Vertical Analysis				
Sectors	Taka in Million		Variance		Taka in Million		Composition		
	2011	2010	2011/2010	2010/2009	2011	2010	2011	2010	
Agriculture & Fishing	362	270	34.05%	(30.23)%	362	270	0.45%	0.44%	
Cotton & Textile	11,840	9,054	30.77%	34.35%	11,840	9,054	14.69%	14.74%	
Garments	12,298	7,403	66.12%	40.35%	12,298	7,403	15.26%	12.05%	
Cement	743	589	26.12%	162.81%	743	589	0.92%	0.96%	
Pharmaceuticals & Chemicals	1,491	764	95.26%	2.20%	1,491	764	1.85%	1.24%	
Real Estate	8,416	5,698	47.70%	22.17%	8,416	5,698	10.44%	9.27%	
Transport	2,028	2,231	(9.08)%	63.16%	2,028	2,231	2.52%	3.63%	
Information Technology	213	88	142.83%	17.64%	213	88	0.26%	0.14%	
Non Banking Financial Institutions	2,519	1,544	63.12%	(19.44)%	2,519	1,544	3.13%	2.51%	
Steel & Engineering	3,071	3,116	(1.45)%	37.39%	3,071	3,116	3.81%	5.07%	
Paper & Paper Products	1,473	955	54.34%	143.98%	1,473	955	1.83%	1.55%	
Services Industries	2,752	2,500	10.07%	37.05%	2,752	2,500	3.41%	4.07%	
Trading	9,378	6,370	47.23%	73.33%	9,378	6,370	11.64%	10.37%	
Import Financing	9,086	6,320	43.77%	113.00%	9,086	6,320	11.27%	10.29%	
Consumer Financing	245	423	(42.01)%	94.70%	245	423	0.30%	0.69%	
Share business	2,527	4,381	(42.31)%	7.91%	2,527	4,381	3.14%	7.13%	
Staff Investment	494	482	2.55%	57.18%	494	482	0.61%	0.78%	
Others	11,654	9,253	25.96%	34.99%	11,654	9,253	14.46%	15.06%	
Total	80,592	61,440	31.17%	39.77%	80,592	61,440	100.00%	100.00%	



Full flerige operation of Off-shore

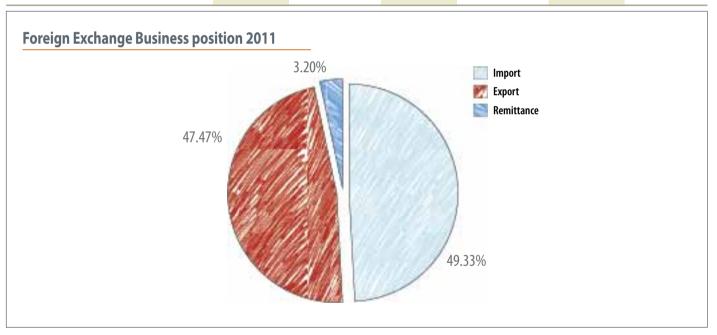
xi) Foreign Exchange Business

Total Foreign Exchange Business handled during the year 2011 was Tk. 166,906 million as against Tk. 115,079 million of 2010 registering an increase of Tk. 5,1827 million, i.e. 45.04% growth. The particulars of Foreign Exchange Business are given below:-

১১। বৈদেশিক বাণিজ্য ব্যবসা

২০১১ সালের মোট বৈদেশিক বাণিজ্য ব্যবসা পূর্ববর্তী বছরের তুলনায় ৫১,৮২৭ মিলিয়ন টাকা অর্থাৎ শতকরা ৪৫.০৪ ভাগ বৃদ্ধি পেয়ে দাঁড়ায় ১,৬৬,৯০৬ মিলিয়ন টাকায়, যা ২০১০ সালে ছিল ১,১৫,০৭৯ মিলিয়ন টাকা। বৈদেশিক বাণিজ্যের বিশদ এখানে দেওয়া হলঃ

	Amount in Million Taka			Growth	Composition		
Particulars	2011	2010	2011	2010	2011	2010	
Import	82,341	60,066	37.08%	51.90%	49.33%	52.20%	
Export	79,225	48,857	62.16%	65.99%	47.47%	42.46%	
Foreign Remittance	5,340	6,156	-13.26%	-41.22%	3.20%	5.35%	
Total	166,906	115,079	45.04%	44.84%	100.00%	100.00%	



During the year 2011 our Bank branches opened 17,344 Import Letter of Credit as against 16,326 of 2010 and handled 21,473 Export bills in 2011 against 19,612 of 2010.

xii) Operating Result

a) Income:

1. Investment Income

Total Investment Income of the Bank as at 31st December 2011 was TK. 10,107.77 million as against TK. 6,416.78 million of the preceding year registering 57.52% growth over last year, which was 84.18% of the total income against 67.48% of 2010.

২০১১ সালে ব্যাংক ১৭,৩৪৪ টি এলসি (আমদানী ঋণপত্র) খুলে যা ২০১০ সালে ছিল ১৬,৩২৬ টি। অন্যদিকে ২০১১ সালে রপ্তানী এলসির সংখ্যা ছিল ২১,৪৭৩ টি, যা ২০১০ সালে ছিল ১৯,৬১২ টি।

১২। কার্যকর ফলাফল

ক) আয়

১. বিনিয়োগ আয়

২০১১ সালে মোট বিনিয়োগ আয় পূর্ববতী বছরের তুলনায় শতকরা ৫৭.৫২ ভাগ বৃদ্ধি পেয়ে দাঁড়ায় ১০,১০৭.৭৭ মিলিয়ন টাকায়, যা ২০১০ সালে ছিল ৬,৪১৬.৭৮ মিলিয়ন টাকা। এই আয় মোট আয়ের ৮৪.১৮ শতাংশ যা ২০১০ সালে ছিল ৬৭.৪৮ শতাংশ।

Report of the Board of Directors

2. Non-Investment Income

Total Non-Investment Income of the Bank as at 31st December 2011 was TK. 1,899.05 million as against TK. 3,092.10 million of the preceding year, which was 15.82% of the total income compared to 32.52% of 2010.

b) Expenditure:

1. Profit Paid on Deposits

Bank distributed Profit of TK. 7,376.42 million among the Mudaraba Depositors in the year 2011 against TK. 4,657.92 million of the year 2010 which being 72.98% of the Investment income earned from deployment of Mudaraba Fund and 81.88% of total Expenditure of 2011 against 77.89% of 2010.

2. Operating Expenses

Total operating expenses as on 31.12.2011 was TK. 1,632.50 million as against TK. 1,322.25 million of 2010, which was 18.12% of the total Expenditure of the year 2011 against 22.11% of 2010.

3. Operating Profit

During the year 2011, the Bank earned an amount of Tk. 12,006.82 million and spent an amount of Tk. 9,008.93 million, resulting a total Operating Profit of Tk. 2,997.89 million which decreased by 530.82 million over last year i, e. 31.12.2010. From the operating profit Tk. 310.00 million was kept as provision for investment, Tk. 63.00 million provision was kept for Off-Balance Sheets, Tk. 237.50 million provision was kept for diminution in value of investment in shares, and then profit before tax stood total 2,387.39 million and deducting income taxes of Tk. 1,218.95 million, Net profit after taxation stood at Tk. 1,168.44 million. As appropriation of net profit Tk. 477.48 million was transferred to statutory reserve as per Bank Company Act. 1991 and Remaining Tk. 690.96 million was transferred to retained earnings.

A summary of operating result of the bank as on December 2011 vis-a-vis the position of December, 2010 is shown below:-

২. বিনিয়োগ বহির্ভূত আয়

২০১১ সালে মোট বিনিয়োগ বহির্ভূত আয় ছিল ১,৮৯৯.০৫ মিলিয়ন টাকা, যা ২০১০ সালে ছিল ৩,০৯২.১০ মিলিয়ন টাকা। এই আয় মোট আয়ের শতকরা ১৫.৮২ ভাগ, যা ২০১০ সালে ছিল শতকরা ৩২.৫২

খ) ব্যয়

১. আমাানতের উপর লাভ প্রদান

২০১১ সালে ব্যাংক ৭,৩৭৬.৪২ মিলিয়ন টাকা মুদারাবা সঞ্চয়কারীদের মধ্যে লাভ হিসেবে বন্টন করে যা ২০১০ সালে ছিল ৪,৬৫৭.৯২ মিলিয়ন টাকা এবং যা ২০১১ সালে মুদারাবা আমানতকারীদের ফান্ড বিনিয়োগের মাধ্যমে অর্জিত আয়ের শতকরা ৭২.৯৮ ভাগ এবং মোট ব্যয়ের শতকরা ৮১.৮৮ ভাগ যা ২০১০ সালে ছিল শতকরা ৭৭.৮৯ ভাগ।

২. পরিচালনা ব্যয়

২০১১ সালে মোট পরিচালনা ব্যয় ছিল ১,৬৩২.৫০ মিলিয়ন টাকা যা ২০১০ সালে ছিল ১,৩২২.২৫ মিলিয়ন টাকা। এই ব্যয় মোট ব্যয়ের শতকরা ১৮.১২ ভাগ, যা ২০১০ সালে ছিল শতকরা ২২.১১ ভাগ।

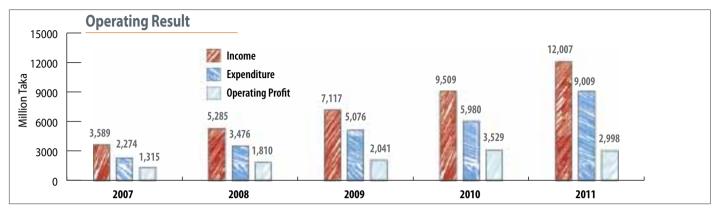
৩. পরিচালনা মুনাফা

২০১১ সালে ব্যাংক ১২,০০৬.৮২ মিলিয়ন টাকা আয় করে একং ব্যয় করে ৯,০০৮.৯৩ মিলিয়ন টাকা। ফলে পরিচালনা মুনাফা দাঁড়ায় ২,৯৯৭.৮৯ মিলিয়ন টাকায় যা ২০১০ সাল থেকে ৫৩০.৮২ মিলিয়ন টাকা কম। পরিচালনা মুনাফা থেকে ৩১০ মিলিয়ন টাকা বিনিয়োগ প্রভিশন, ৬৩ মিলিয়ন টাকা অফ ব্যালেঙ্গশীট প্রভিশন এবং ২৩৭.৫০ মিলিয়ন টাকা শেয়ারের মূল্যব্রাসের জন্য প্রভিশন করে করপূর্ব মুনাফা দাঁড়ায় ২,০৮৭.৩৯ মিলিয়ন টাকা যা থেকে ১,২১৮.৯৫ মিলিয়ন টাকা আয়কর সংস্থানের পর কর-পরবর্তী মুনাফা দাঁড়ায় ১,১৬৮.৪৪ মিলিয়ন টাকা। অতঃপর ব্যাংক কোম্পানী আইন, ১৯৯১ অনুযায়ী সংবিধিবদ্ধ রিজার্ভে ৪৭৭.৪৮ মিলিয়ন টাকা স্থানান্তরের পর বাকী ৬৯০.৯৬ মিলিয়ন টাকা বিটেইন্ড আর্নিং হিসেবে স্থানান্তর করা হয়েছে।

২০১১ এবং ২০১০ সালের পরিচালনা মুনাফার একটি সংক্ষিপ্ত সার নিম্নে প্রদত্ত হল ঃ (Amount in Million Taka)

Particulars	2011	2010
Total Income	12,006.82	9,508.89
Less: Total Expenditure	9,008.93	5,980.18
Net Profit before Provision & Taxation	2,997.89	3,528.71
Less: Provision for Investment, Off Balance Sheets, Shares & others	610.50	568.50
Net profit before Taxation	2,387.39	2,960.21
Less: Provision for Taxation	1,218.95	887.87
Net Profit	1,168.44	2,072.34
Appropriation:		
Statutory Reserve	477.48	592.04
Retained Earnings	690.96	1,480.30

SCOO BOOK Interest of School Banking



Contribution to National Exchequer

The Bank has made provision of Tk.1,218.95 million for corporate tax in 2011 against 887.87 million in 2010. The bank has also contributed to the economy by generating employment of 1,624 full time officials. In the year 2011, Bank has paid Tk. 1,382.60 million to Government exchequer as source tax, salary tax, VAT, excise duty and other tax & VAT realized against various services. In the intermediation process, the Bank mobilized resources of Tk. 83,350 million from the surplus economic unit and deployed Tk. 80,592 million in 2011.

Foreign Correspondent

Shahjalal Islami Bank Limited has established correspondent relationship with 33 Banks in 679 locations to facilitate business with foreign countries. This correspondent relationship has immensely increased Bank's foreign trade and foreign business and simultaneously, the clients of Shahjalal Islami Bank Limited have been receiving satisfactory service from all over the world.

Branch Network

The Bank has been operating with a network of 73 (Seventy Three) branches around the country. In the year 2011 the Bank has opened 10 (Ten) new branches. 11 (eleven) more branches will soon be opened in Dhaka and other important business locations of our country.

জাতীয় কোষাগারে অবদান

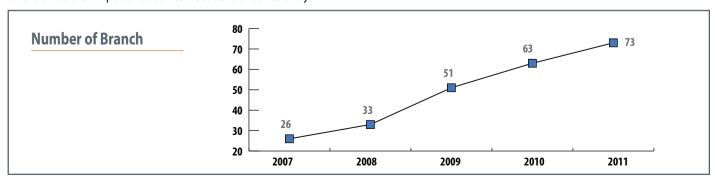
২০১১ সালের কর্পোরেট আয়করের জন্য ব্যাংক ১,২১৮.৯৫ মিলিয়ন টাকা প্রভিশন করে যা ২০১০ এ ছিল ৮৮৭.৮৭ মিলিয়ন টাকা। ব্যাংক ১,৬২৪ জন নিয়মিত কর্মকর্তাকে নিয়োগ দানের মাধ্যমে দেশের অর্থনীতিতে অবদান রেখেছে। ২০১১ সালে ব্যাংক কর্তনকৃত উৎসে কর ও বিভিন্ন ব্যাংকিং সেবার বিপরীতে ভ্যাট আদায়পূর্বক ১,৩৮২.৬০ মিলিয়ন টাকা সরকারী কোষাগারে প্রদান করেছে। অন্তবর্তীকালীন সময়ে ব্যাংক ৮৩,৩৫০ মিলিয়ন টাকা আহরণপূর্বক ৮০,৫৯২ মিলিয়ন টাকা বিনিয়োগ প্রদান করেছে।

বৈদেশিক যোগাযোগ

বৈদেশিক রাষ্ট্রসমূহের সাথে ব্যবসা পরিচালনার নিমিত্তে শাহ্জালাল ইসলামী ব্যাংক লিমিটেড ৩৩টি ব্যাংকের সাথে ৬৭৯টি লোকেশনে 'করেসপন্ডেন্স' সম্পর্ক স্থাপন করেছে। বৈদেশিক সম্পর্ক ব্যাংকের বৈদেশিক বাণিজ্যকে বৃদ্ধি করার পাশাপাশি বিশ্বব্যাপী শাহ্জালাল ইসলামী ব্যাংকের গ্রাহকগণকে সন্তোষজনক সেবা প্রদান করছে।

गाशा लिए अग्रार्क

দেশব্যাপী ব্যাংকের ব্যবসা পরিচালনার জন্য ৭৩টি শাখার একটি নেটওয়ার্ক রয়েছে। ২০১১ সালে ব্যাংক ১০টি নৃতন শাখা খুলেছে। এছাড়াও ২০১২ সালে ঢাকা ও দেশের বিভিন্ন গুরুত্বপূর্ণ এলাকায় ১১টি শাখা খোলার উদ্যোগ নেয়া হয়েছে।



Relationship with other Bodies

In the meantime Shahjalal Islami Bank Limited Ltd has established relationship with the following International and National Bodies: -

- a) Bangladesh Institute of Bank Management (BIBM)
- b) The Institute of Bankers, Bangladesh (IBB)
- c) The Bangladesh Foreign Exchange Dealers' Association (BAFEDA)
- d) Bangladesh Association of Banks (BAB)s
- e) Central Shariah Board for Islamic Banks in Bangladesh
- f) Islami Banks Consultative Forum (IBCF)
- g) Dhaka Chamber of Commerce & Industry (DCCI) and
- h) Bangladesh Chamber of Industries (BCI)

Soundness and Efficiency of Internal Control & Compliance:

Banking has a diversified and complex financial activity, which involves high risk in different modes. Consequently, the issues of internal control system has become most significant in banking industry through which bank identifies its weakness and takes appropriate measures to overcome the same.

Shahjalal Islami Bank Limited Ltd has strengthened and segregated its Internal control and Compliance Division into three separate units based on the relative guidelines framed by Bangladesh Bank:

- 1. Audit and Inspection
- 2. Compliance
- 3. Monitoring

Internal Control and Compliance Manual

Shahjalal Islami Bank Limited has an Internal Control and Compliance Manual, which among other includes the following:

- · Objective of Internal Control
- · Authorities of the Internal Control and Compliance Environment
- Organizational Structure of the Division and
- Policy Guidelines for Internal Risk Recognition & Assessment and Regulatory Compliance.

Internal Inspection in 2011 and Grading of the Branches

Internal Inspection is a part of the ongoing monitoring of Shahjalal Islami Bank Limited Internal control system and its Internal capital assessment procedure. Internal Inspection provides an independent assessment of the adequacy of and compliance with the Bank's

व्यव्याना সংস্থাসমূহের সাথে সম্পর্ক

শাহ্জালাল ইসলামী ব্যাংক নিমোক্ত জাতীয় সংস্থাসমূহের সাথে সম্পর্ক স্থাপন করেছে ঃ

- ক) বাংলাদেশ ইনস্টিটিউট অব ব্যাংক ম্যানেজম্যান্ট
- খ) ইনস্টিটিউট অব ব্যাংকার্স বাংলাদেশ
- গ) দ্যা বাংলাদেশ ফরেন এক্সচেঞ্জ ডিলার্স এসোসিয়েশন
- ঘ) বাংলাদেশ এসোসিয়েশন অব ব্যাংকস
- ঙ) সেন্ট্রাল শরীয়াহ্ বোর্ড ফর ইসলামিক ব্যাংকস ইন বাংলাদেশ
- চ) ইসলামিক ব্যাংকস কনসালটেটিভ ফোরাম
- ছ) ঢাকা চেম্বার অব কমার্স এন্ড ইন্ডাষ্ট্রিজ এবং
- জ) বাংলাদেশ চেম্বার অব ইন্ডাষ্ট্রিজ

আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালনা বিভাগের দক্ষতা ও সক্ষমতা

ব্যাংকিং সেবা বহুমাত্রিক আকার ধারণ এবং জটিল অর্থনৈতিক কর্মকান্ডে সম্পৃত্ত হয়ে পড়ছে, যার সাথে বিভিন্ন ধরনের উচ্চ মাত্রার ঝুঁকিও রয়েছে। এ প্রেক্ষাপটে ব্যাংকিং শিল্পে আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা সবচেয়ে গুরুত্বপূর্ণ বিষয়ে পরিণত হয়েছে যার মাধ্যমে ব্যাংক তার দুর্বলতা চিহ্নিত করে এবং সেগুলো কাটিয়ে উঠতে যথাযথ ব্যবস্থা গ্রহণ করে। বাংলাদেশ ব্যাংকের নির্দেশনার আলোকে শাহ্জালাল ইসলামী ব্যাংক লিমিটেড তার আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন বিভাগকে তিনটি পৃথক ইউনিটের মাধ্যমে পরিচালনা করছে ঃ

- নিরীক্ষা ও পরিদর্শন
- ২. পরিপালন ও
- ৩. মনিটরিং

व्याख्य हारीप नियम्भ छ भित्रभावन महानुत्राव

শাহ্জালাল ইসলামী ব্যাংক লিমিটেড একটি আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন ম্যানুয়েল প্রণয়ন করেছে। এই ম্যানুয়েলে অন্যান্য বিষয়ের মধ্যে নিম্নলিখিত বিষয়সমূহ অন্তর্ভুক্তঃ

- আভ্যন্তরীণ নিয়য়্রণের উদ্দেশ্য
- আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন সংশ্রিষ্ট কর্তপক্ষসমূহ
- বিভাগীয় সাংগঠনিক কাঠামো এবং
- আভ্যন্তরীণ ঝুঁকি চিহ্নিতকরণ, মূল্যায়ন এবং নিয়ন্ত্রণমূলক বিধি-বিধান পরিপালনের নীতিমালা।

২০১১ সালের আভ্যন্তরীণ পরিদর্শন এবং শাখাসমূহের প্রেডিং

আভ্যন্তরীণ পরিদর্শন হচ্ছে শাহ্জালাল ইসলামী ব্যাংক লিমিটেডের আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা বিষয়ক চলমান পর্যবেক্ষণ এবং আভ্যন্তরীণ পুঁজি মূল্যায়ন পদ্ধতির একটি অংশ। ব্যাংকের প্রতিষ্ঠিত নীতিমালা ও পদ্ধতি পর্যাপ্ত কিনা এবং তা অনুসরণ করা হয় কিনা সে সম্পর্কে একটি স্বাধীন

established policies and procedures. As such, the Internal inspection function assists the senior management and the Board of Directors in the efficient and effective discharge of their responsibilities.

The Division has conducted comprehensive / surprise Inspection on almost all the Branches during 2011. In view of the findings of inspection reports, compliance thereof, performance relating to achievement of deposit and investment targets, maintenance of quality of investment and general impression of the IC&CD, Branches have been graded.

মূল্যায়ন প্রদান করে আভ্যন্তরীণ পরিদর্শন। এভাবে আভ্যন্তরীণ পরিদর্শন কার্যক্রম উর্দ্ধতন ব্যবস্থাপনা কর্তৃপক্ষ ও পরিচালনা পর্ষদকে তাঁদের দায়িতুসমূহ দক্ষতার সঙ্গে ও ফলপ্রসূভাবে পালনে সহায়তা করে।

অত্র বিভাগ ২০১১ সালে প্রায় সব শাখায় সমন্বিত/আকস্মিক পরিদর্শন সম্পাদন করেছে। পরিদর্শন প্রতিবেদনে উদঘাটিত অনিয়মসমূহ, প্রতিবেদনে প্রদন্ত পরামর্শের পরিপালন, আমানত ও বিনিয়োগ লক্ষ্যমাত্রা অর্জনের পরিমাণ, বিনিয়োগের মান সংরক্ষণ এবং আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন বিভাগের সাধারণ অভিমতের আলোকে শাখাসমূহকে গ্রেডিং করা হয়েছে।

Internal Inspection Statistics of 2011

SL No.	Nature of Inspection	No. of Branches/Division/Units	Frequency
1.	Comprehensive Inspection	53	Yearly
2.	Surprise/Special Inspection/Investigation	16	Surprise / Special
3.	Nostro A/Cs Review	34	Quarterly
4.	Grading of the Branches	53	Yearly

Compliance

The compliance unit is responsible for ensuring compliance with all regulatory requirements while conducting bank's business. Its duty is to maintain liaison with the regulators and notify the other division/units/branches regarding regulatory changes & maintain proper records.

This unit works as the point of contact when any regulatory inspection is carried out and ensures that corrective measures are taken and the appropriate responses are made on a timely fashion. If the regulatory authority identifies any major lapses then it notifies to the senior management and/or to the audit committee of the bank.

Bangladesh Bank Compliance

Compliance unit received 35 reports/letters from Bangladesh Bank during 2011 and successfully submitted compliance of all reports within prescribed deadlines.

Bangladesh Bank Inspection

Bangladesh Bank inspection teams conducted a total number of 36 inspections on 8 divisions of Head Office & 19 branches during the year, which included comprehensive inspection, Foreign Exchange

পরিপালন

ব্যাংক ব্যবসা পরিচালনার ক্ষেত্রে নিয়ন্ত্রণকারী বিধিমালা সংশ্লিষ্ট সবপ্রয়োজনীয়তার পরিপালন নিশ্চিত করা পরিপালন ইউনিটের দায়িত্ব। নিয়ন্ত্রণকারী সংস্থাসমূহের সাথে যোগাযোগ রক্ষা করা এবং নিয়ন্ত্রণকারী বিধিমালা সংক্রান্ত পরিবর্তনসমূহ অন্যান্য বিভাগ/ইউনিট/শাখাসমূহকে অবহিত করা ও যথাযথভাবে রেকর্ড সংরক্ষণ করা এই ইউনিটের কাজ।

যখন কোন নিয়ন্ত্রক সংস্থার পরিদর্শন পরিচালিত হয় তখন এ ইউনিট যোগাযোগের মাধ্যম হিসেবে কাজ করে এবং পরিদর্শন প্রতিবেদনে সন্নিবেশিত অনিয়ম সংশোধেনে সময়মত দ্রুত ও যথোপযুক্ত পদক্ষেপ গ্রহণ করে এবং গুরুতর অনিয়ম উদ্ঘাটিত হলে তা ব্যাংকের উর্দ্ধতন ব্যবস্থাপনা কর্তৃপক্ষ অথবা বোর্ড অভিট কমিটিকে অবহিত করে।

वाः नारम् व पाः रक्त व विषम् भन अधिरव पर व व विषालन

২০১১ সালে পরিপালন ইউনিট বাংলাদেশ ব্যাংকের নিকট থেকে ৩৫টি প্রতিবেদন/পত্র গ্রহণ করেছে এবং প্রতিটি প্রতিবেদনের পরিপালন পত্র নির্দিষ্ট সময়সীমার মধ্যে প্রেরণ করেছে।

वाः नारम् व उाः रकत शति पर्नन

বাংলাদেশ ব্যাংক পরিদর্শন দল বিগত বংসর প্রধান কার্যালয়ের ৮টি বিভাগ ও ১৯টি শাখাসহ সর্বমোট ৩৬টি পরিদর্শন পরিচালনা করেছে। এসব

Report of the Board of Directors

Transactions Inspection & Core Risk Inspection on Anti Money Laundering Activities, Credit Risk Management, Internal Control & Compliance, Assets Liability Management and Information System Security.

सनिएँदिः

Monitoring

The monitoring unit of the Division monitors effectiveness of the Bank's Internal Control System on an ongoing basis through follow up of compliances and regularization of deficiencies that are identified by Audit and Inspection teams throughout the year. It also regularly monitors the operational performances of various Branches by reviewing quarterly operation reports. This unit recommends to the Head of IC&CD for sending special Inspection team to the Branches/ Division of Head Office if major deviations are identified.

Independence and Impartiality

Shahjalal Islami Bank Limited's Internal control and Compliance Division is Independent and is given an appropriate standing within the Bank. It carries out its assignments independently with objectivity and impartiality.

Professional Competence

Shahjalal Islami Bank Limited has put utmost attention to maintain adequate professional competence of its IC&CD. Management takes appropriate steps to provide with required manpower for proper functioning of the Bank's IC&CD. Management always encourages attending trainings and workshop to improve competence level of the Division.

Inspection Plan

Shahjalal Islami Bank Limited's IC&CD chalked out a plan for 2012 for all the assignments to be performed. The Inspection plan included the timing and frequency of planned Inspection. It was prepared on the basis of comprehensive inspections conducted in the immediate previous year and taking into consideration of the dates of opening of the new Branches.

Human Resources Development

The bank always laid emphasis on human resource development. The Bank believes in the factor that helps the bank's survive is closely interlinked with the quality of service and satisfaction of the requirements of the client and that directly depends on the qualification and efficiency of the employees.

মনিটরিং ইউনিট চলমান প্রত্রিয়ায় ব্যাংকের আভ্যন্তরীণ নিয়ন্ত্রণ পদ্ধতির কার্যকারিতা তদারকী করে। নিরীক্ষা ও পরিদর্শন দলের পরিদর্শন প্রতিবেদনে সনিবেশিত অনিয়ম ও সুপারিশসমূহ যথাক্রমে দূরীকরণ ও পরিপালনের বিষয়টি বংসরব্যাপী পর্যবেক্ষণের মাধ্যমে তদারকী কার্যক্রম চলতে থাকে। বিভিন্ন শাখার ত্রৈমাসিক অপারেশন রিপোর্ট পর্যালোচনার মাধ্যমেও শাখাসমূহের কর্মদক্ষতা পর্যালোচনা করা হয়। যদি গুরুতর অনিয়ম উদঘাটিত হয় তাহলে সংশ্লিষ্ট শাখাসমূহে/প্রধান কার্যালয়ের উক্ত বিভাগে বিশেষ পরিদর্শন দল প্রেরণের জন্য এ ইউনিট আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন

পরিদর্শনের মধ্যে রয়েছে সমন্বিত পরিদর্শন, বৈদেশিক বাণিজ্য লেনদেনের

বিশেষ পরিদর্শন, সম্পদ-দায় ব্যবস্থপনা ঝুঁকি, বৈদেশিক বাণিজ্যে ঝুঁকি

ব্যবস্থাপনা এবং ক্ষুদ্র প্রতিষ্ঠানে বিনিয়োগের উপর বিশেষ পরিদর্শন।

স্বাধীনতা গু নিরপেক্ষতা

বিভাগের প্রধানের নিকট সুপারিশ পেশ করে।

শাহ্জালাল ইসলামী ব্যাংক লিমিটেডের আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন বিভাগ স্বাধীন এবং ব্যাংকের মাঝে এ বিভাগকে যথোপযুক্ত অবস্থান প্রদান করা হয়েছে। বিভাগ তার নির্ধারিত কার্যাবলী বস্তুনিষ্ঠতা ও নিরপেক্ষতার সাথে স্বাধীনভাবে পরিচালনা করে থাকে।

পেশাগত যোগ্যতা

শাহ্জালাল ইসলামী ব্যাংক লিমিটেড তার আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন বিভাগের যথাযথ পেশাগত যোগ্যতা বজায় রাখার জন্য সর্বোচ্চ গুরুত্ব প্রদান করেছে। আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন বিভাগের কার্যক্রম সুষ্ঠুভাবে পরিচালনার উদ্দেশ্যে প্রয়োজনীয় জনবল নিয়োগের জন্য ব্যবস্থাপনা কর্তৃপক্ষ উপযুক্ত পদক্ষেপ গ্রহণ করেছেন। বিভাগে কর্মরত মানব সম্পদের মানোন্নয়নের জন্য প্রশিক্ষণ ও কর্মশালায় অংশগ্রহণকে ব্যবস্থাপনা কর্তৃপক্ষ সর্বদা উৎসাহিত করে চলেছেন।

পরিদর্শন পরিকল্পনা

শাহ্জালাল ইসলামী ব্যাংক লিমিটেডের আভ্যন্তরীণ নিয়ন্ত্রণ ও পরিপালন বিভাগ ২০১২ সালের সর্বপ্রকার কার্যাবলী সম্পাদনের উদ্দেশ্যে একটি কর্মপরিকল্পনা প্রণয়ন করেছে। পরিদর্শন পরিকল্পনায় পরিকল্পিত পরিদর্শনের সময় এবং সংখ্যা নির্ধারণ করা হয়েছে। এই পরিকল্পনা তৈরী করা হয়েছে অব্যবহিত পূর্ববর্তী বংসরে সম্পাদিত সমন্বিত পরিদর্শনের ভিত্তিতে এবং নূতন শাখাসমূহ উদ্বোধনের তারিখ বিবেচনায় নিয়ে।

मानव जन्मम छन्नग्रन

ব্যাংক সব সময়ই মানব সম্পদ উন্নয়নে গুরুত্ব দিয়ে আসছে। ব্যাংক বিশ্বাস করে ব্যাংকটিকে টিকিয়ে রাখতে হলে গুণগত সেবা দিতে ও গ্রাহকদের চাহিদা মেটাতে হবে যা নির্ভর করে কর্মকর্তাদের যোগ্যতা ও দক্ষতার উপর।

SIVE Fit ance Increase by 21.07%

As our human resources give the organization a significant competitive edge, we continue our policy of recruiting the best professionals and implement programs to develop and retain high quality employees.

যেহেতু আমাদের মানব সম্পদ প্রতিষ্ঠানের উন্নয়নে উল্লেখ্যযোগ্য ভূমিকা রাখছে, তাই আমাদের নীতি হচ্ছে সেরা পেশাদার কর্মী নিয়োগ এবং দক্ষ কর্মীদের ধরে রাখা।

Distribution of Manpower

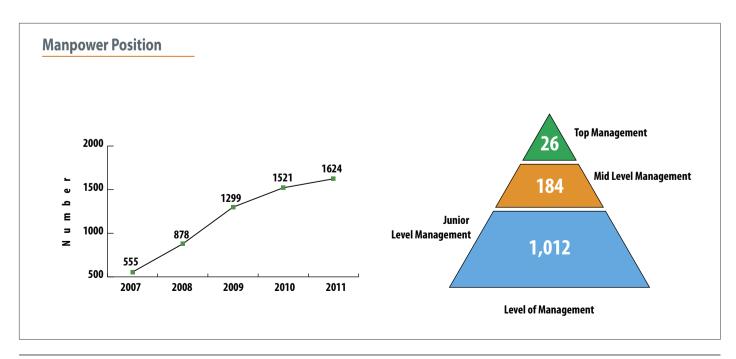
In the process of recruiting, inducting and retaining new talents, we are continuing our efforts to offer everyone a proper training that will help them become true professionals, whose skills will be essential for the betterment of their careers.

सानव जन्मम विन्हान

নতুন কর্মী নিয়োগ এবং দক্ষ কর্মীদের ধরে রাখার জন্য আমাদের সর্বদা চেষ্টা থাকে সঠিক প্রশিক্ষণ দেয়া যাতে সত্যিকারে পেশাদার হিসাবে গড়ে উঠে যা তাদের ভবিষ্যতের কর্মক্ষেত্রের সহায়ক।

Manpower	2011 (Number)	2010 (Number)
Officers	1,222	1,156
Sub-staffs	402	365
Total	1,624	1,521

Level of Manpower	Number
Top Level Management	26
Mid Level Management	184
Junior Level Management	1,012
Supporting Staff	402
Total	1,624



HR Strategy

- As an employer, our aims to attract the most talented personnel.
- We retain competent employees by recognizing, fairly and consistently, the success of professionals working effectively as a team.
- Provide new employees with appropriate training.
- Create a strong management team
- Ensure equal opportunities, with regard to employment, work facilities, assignment, training, job development and salaries.
- The opportunities we give individuals are based on a shared commitment to devote their talents to benefiting the business and to develop their own careers.

মানব সম্পদ কৌশল

- একজন নিয়োগকর্তা হিসাবে আমাদের উদ্দেশ্য সবচেয়ে মেধাবী কর্মী নিয়োগ।
- আমরা দক্ষ কর্মীদের ধরে রাখার জন্য কাজের স্বীকৃতি দিয়ে থাকি স্বচ্ছ এবং ধারাবাহিকভাবে যাতে একটি টীম হিসাবে কাজ করতে পারে।
- নতুন কর্মীদের যথোপোযুক্ত প্রশিক্ষণ দিয়ে থাকি।
- শক্তিশালী ব্যবস্থাপনা কর্তৃপক্ষ গঠন।
- কর্মক্ষেত্রে সমান কাজের সুযোগ, দায়িত্বশীলতা, প্রশিক্ষণ, কর্মউন্নয়ন এবং যথোপযুক্ত বেতনভাতাদি নিশ্চিত করা।
- প্রত্যেক কর্মীকে তার মেধার যথার্থ ব্যবহারের মাধ্যমে কাজের প্রতি দায়িতৃশীল হয়ে প্রতিষ্ঠানের স্বার্থ নিশ্চিত করা এবং নিজের ভবিষ্যত এগিয়ে নেওয়ার সুযোগ প্রদান।

Work Environment & Culture

We are committed to maintain a congenial working environment, free from discrimination based on race, religion, creed, sex, age, or any other category. We do not tolerate any behavior that can be perceived as degrading or threatening. We believe in working in a positive, friendly and respectful environment which permits employees to work to maximum effectiveness and to their full potential. The Bank excels the performance of its member of the staff by creating opportunities through providing proper training, rewards and recognition. To attract and retain qualified and efficient staff, the Bank has formulated a number of well thought policies for the welfare of its employees, in the form of Gratuity fund, Social Security Fund, Employees House Building Investment Scheme, Employees Car Financing Scheme, Benevolent Fund & Employees House Furniture allowance etc.

Total number of manpower of the Bank stood at 1,624 as on 31st December 2011 as against 1521 of 31st December 2010.

কাজের পরিবেশ এবং রীতি

আমরা বন্ধুত্বপূর্ণ একটি কাজের পরিবেশ বজায় রাখতে প্রতিশ্রুতিবদ্ধ, যেখানে কোন বিভাজন থাকবে না পারস্পরিক প্রতিযোগিতায়, ধর্ম, লিঙ্গ, বয়স অথবা অন্য কোন বিষয়ের ক্ষেত্রে। হুমকি হিসেবে বিবেচিত হবে, এমন কোন আচরণকে আমরা মেনে নেব না। সহযোগিতামূলক, বন্ধুত্বপূর্ণ এবং শ্রদ্ধাশীল কাজের পরিবেশে আমরা বিশ্বাস করি যা কর্মীদের কাজে সর্বোচ্চ দক্ষতা নিশ্চিত করবে। আমরা ব্যাংকের দক্ষ ও যোগ্য কর্মকর্তাদের ধরে রাখতে তাদের সার্বিক উন্নতির জন্য বেশ কয়েকটি কল্যাণমূখী প্রকল্প হাতে নিয়েছি। যেমন, কন্ট্রিবিউটরি অনুমোদিত প্রভিডেন্ট ফান্ড, গ্রাচ্যুইটি ফান্ড, স্যোসাল সিকিউরিটি ফান্ড, কর্মকর্তাদের জন্য হাউজ বিল্ডিং বিনিয়োগ প্রকল্প, গাড়ী বিনিয়োগ প্রকল্প, বেনোভোলেন্ট ফান্ড ও হাউজ ফার্নিচার সবিধা ইত্যাদি।

২০১১ সালের ৩১শে ডিসেম্বর ব্যাংকের মোট জনশক্তি দাঁড়ায় ১,৬২৪ জন যা ২০১০ সালের ৩১শে ডিসেম্বরে ছিল ১,৫২১ জন ।

Shahjalal Islami Bank Continues to maintain a very satisfactory position in terms of people productivity.

Particulars	2011	2010
Total Employees	1,624	1,521
Operating revenue per employee (Tk. in million)	1.85	2.32
Net income per employee (Tk. in million)	0.72	1.36
Assets per employee (Tk. in million)	66.03	51.81

Training and Development

Significant number of trainings have been provided to employees on various topics like Trade, Investment, Risk Management, Basel II, ALCO, Anti Money Laundering and many more both in home and abroad which is aligned with the philosophy of enabling officers to continuously develop themselves to their fullest potential.

श्रीनऋप ७ उत्तरान

কর্মকর্তাদের যোগ্য ও দক্ষ্য করার লক্ষ্যে প্রতিনিয়ত দেশে এবং বিদেশে বিভিন্ন বিষয়ের উপর প্রশিক্ষণ যেমন ট্রেড, বিনিয়োগ-ঝুঁকি ব্যবস্থাপনা, ব্যাসেল-২, এলকো, মানি লন্ডারিং প্রতিরোধ ইত্যাদি বিষয়ে প্রশিক্ষণ দেয়া হচ্ছে।

+34 05 O/Ag/it ult ure Finance Increased by 34.05%

With a view to skill the manpower, Shahjalal Islami Bank Limited established Training center at 2/B, Gulshan South Avenue, Dhaka-1212. From the inception of training center, various subject are taught like Islamic Banking, General Banking, Investment Mechanism, Foreign Exchange, Modern Technology of IT, Asset management, Customer Service etc. Besides this, Foundation Course that is arranged by training center trains newly recruited employees.

Summary of training, workshops and seminars where the employees of the Bank have attended that given below: দক্ষ জনবল তৈরী করার লক্ষ্যে শাহ্জালাল ইসলামী ব্যাংক লিমিটেড উদয় সান্জ, ২/বি গুলশান সাউথ এভিনিউ, গুলশান-১ ঢাকায় প্রশিক্ষণ কেন্দ্র স্থাপন করেছে। ট্রেনিং সেন্টার প্রতিষ্ঠার শুরু থেকে বিভিন্ন বিষয়ে যথা ঃ ইসলামিক ব্যাংকিং, সাধারণ ব্যাংকিং, বিনিয়োগ, বৈদেশিক বাণিজ্য, আধুনিক প্রযুক্তি, সম্পদ ব্যবস্থাপনা, গ্রাহক সেবা ইত্যাদি বিষয়ের উপর প্রশিক্ষণ দেয়া হচ্ছে। এছাড়াও ব্যাংকের ট্রেনিং সেন্টারে নতুনভাবে নিয়োগকৃত কর্মকর্তাদের জন্য ফাউন্ডেশন কোর্স করানোর ব্যবস্থা গ্রহণ করা হয়েছে।

কর্মকর্তাদের প্রদত্ত আভ্যন্তরীণ ট্রেনিং, কর্মশালা, এবং সেমিনারের সংক্ষিপ্ত বিবরণী নিম্নে দেওয়া হল ঃ

SI. No.	Subjects	Course Duration (days)	Number of Participants
1	Foundation Training Course on "Foreign Exchange and International Trade Finance" (2nd batch)	Nine working day	30
2	Foundation Training Course on "Foreign Exchange and	Nine working day	30
2	International Trade Finance" (3rd batch)	Nine working day	28
3	Foundation Training Course on "Banking"	Eleven working Days	36
4	Foundation Training Course on "Banking"	Eleven working Days	34
5	"Prevention of Money Laundering and Combating Terrorist Financing "	One working day	45
6	"Online Issuance Matching and Reporting of EXP "	One working day	36
7	"Risk Management "	One working day	34
8	"Electronic Fund Transfer Network (BEFTN)"	One working day	48
9	"SRP- Supervisory Review Evaluation Process (SREP)"	One working day	47
10	"MICR Compliance Cheques and it's Security features"	One working day	70
11	"Bangladesh Electronic Fund Transfer Network (BEFTN)"	One working day	74
12	"Foreign Exchange Transaction Under ACU Mechnisam"	One working day	40
13	"Bangladesh Electronic Fund Transfer Network (BEFTN)" outreach Sylhet	One working day	29
14	"Bangladesh Electronic Fund Transfer Network (BEFTN)" outreach Chittagong	One working day	46
15	"Bangladesh Electronic Fund Transfer Network (BEFTN)" Outreach Jessore	One working day	40
16	``Foreign Investment``	One working day	37
17	"CIB, CL, SBS-III"	Three Working days	78
18	"SBS-II"	One working day	63
19	"Core Risk Management"	One working day	37
20	"Prevention of Money Laundering`` & ``Combating Terrorist Financing" Outreach Sylhet	One working day	49
21	"SME Market Segmentation Database"	One working day	67
22	"Bangladesh Bank Guidelines for Islamic Banking"	One working day	35
23	"SWIFT Operation"	One Working Day	35
24	"Prevention of Money Laundering`` & ``Combating Terrorist Financing"	One Working Day	39
25	"Foreign Remittance"	One Working Day	38

Dividend

The Board of Directors of the Bank has recommended stock dividend @ 25% i.e. to issue 25 bonus shares as against existing 100 shares to its shareholders for the year 2011. Record date for the issuance of such dividend has already been fixed on 24.05.2012.

SJIBL automation

Shahjalal Islami Bank Limited is an Industry Standard, Islamic Shariah & latest technology based Modern Bank. The Bank is equipped with state-of-the-art technology and committed to provide technology based modern Banking solutions to its values customers. Shahjalal Islami Bank Limited offers the full range of banking services for personal and corporate customers, covering all segments of society within the framework of Banking Company Act and rules and regulations laid down by our central bank time to time. Diversification of products and services include Corporate Banking, Retail Banking and Consumer Banking right from industry to agriculture, real estate to software is backed by the latest technology.

Shahjalal Islami Bank Limited has the vision to automate its all operation and functionalities. The Bank is committed to achieve the goal to be a lead Bank in the country both in service and in technical aspects and to fulfill the requirements of mass people. Shahjalal Islami Bank Limited adheres to Islamic norms & ethics with modern technology to achieve the goal in the new century. It has already started its operation with full automation with on-line facilities.

Most online banking institutions have several other advantages, allowing clients to keep track of their check book, transfer money between accounts, and even pay bills online. In other context, Electronic Fund Transfer, Centralized Banking etc are considered as a part of On-line Banking. An Electronic Fund Transfer or EFT is an automated withdrawal, or debit, from client account. Transferring funds automatically saves the client the time and effort of writing and mailing checks to pay bills or make purchases.

To meet the growing need for rendering prompt services to the customers, Bank has been trying best to automate all sorts of transaction in the branches. All the branches are well equipped with computers and related peripherals to meet the demand of the customers. Now, all our branches have been availing of "Online Banking facility" for the convenience of the customers.

SJIBL VISA Card product

To consider technological development Card is a new dimension in the banking age. SJIBL is providing VISA Electron Debit Card and VISA Pre-paid

लख्याः ग

ব্যাংকের পরিচালনা পর্ষদ ২০১১ সালের জন্য শেয়ারহোন্ডারদেরকে ২৫ শতাংশ হারে স্টক ডিভিডেন্ড অর্থাৎ প্রতি ১০০টি শেয়ারের বিপরীতে ২৫টি বোনাস শেয়ার ইস্যু করার সুপারিশ করেছেন। বোনাস শেয়ার পাওয়ার জন্য ইতোমধ্যে ২৪.০৫.২০১২ তারিখকে রের্কড ডেট হিসেবে স্থির করা হয়েছে।

এসক্ষেআইবিএল অটোমেশন

শাহ্জালাল ইসলামী ব্যাংক, ইসলামী শরীয়াহ্ অনুশাসনে আধুনিক প্রযুক্তির সমন্বয়ে একটি আধুনিক ব্যাংক। এ ব্যাংক যুগোপযোগী প্রযুক্তির সমন্বয়ে গ্রাহকদের প্রযুক্তি নির্ভর আধুনিক ব্যাংকিং সেবা প্রদান করতে অঙ্গীকারবদ্ধ। ব্যাংক কোম্পানী আইন এবং বিভিন্ন সময় বাংলাদেশ ব্যাংকের বিভিন্ন দিকনির্দেশনার আলোকে ব্যক্তিগত ও কর্পোরেট গ্রাহকসহ সমাজের সবর্স্তরে পূর্ণ ব্যাংকিং সেবা প্রদান করছে। পণ্য ও সেবার বহুমুখীকরণের মধ্যে কর্পোরেট ব্যাংকিং, রিটেইল ব্যাংকিং ও কনজুমার ব্যাংকিং এর পাশাপাশি শিল্প থেকে কৃষি, আবাসন থেকে সফটওয়ার ইত্যাদি খাতে সর্বশেষ প্রযুক্তির সমন্বয়ে সেবা দিয়ে আসছে।

শাহ্জালাল ইসলামী ব্যাংকের সকল কার্যক্রম অটোমেশনের আওতায় নিয়ে আসার পরিকল্পনা রয়েছে। ব্যাংকিং সেবা ও কারিগরী দিক থেকে দেশের নেতৃতৃস্থানীয় ব্যাংক হওয়ার ক্ষেত্রে বদ্ধপরিকর এবং সাধারণ মানুষের প্রয়োজন মেটাতে প্রতিজ্ঞাবদ্ধ। শাহ্জালাল ইসলামী ব্যাংক লিমিটেড ইসলামী প্রথা ও আর্দশের সাথে আধুনিক প্রযুক্তির সমন্বয় সাধন করে নতুন শতাব্দীতে লক্ষ্য অর্জনে সচেষ্ট। ব্যাংক ইতোমধ্যে অন-লাইন সুবিধা সম্বলিত অটোমেশন কার্যক্রম শুরু করেছে।

অধিকাংশ অন-লাইন সেবা প্রদানকারী ব্যাংকে বহুবিধ সুবিধা রয়েছে, যেমন ঃ চেক বইয়ের নিয়ন্ত্রণ, অন্য হিসাবে টাকা স্থানান্তর, এমন কি বিল পরিশোধের ব্যবস্থা। অন্যভাবে বলা যায়, ইলেক্ট্রনিক ফান্ড স্থানান্তর ও কেন্দ্রীভূত ব্যাংকিং অন-লাইন ব্যাংকিং-এর একটি অংশ। ইলেক্ট্রনিক ফান্ড স্থানান্তর হচ্ছে স্বয়ংক্রিয়ভাবে গ্রাহকের হিসাব থেকে টাকা উত্তোলন। স্বয়ংক্রিয়ভাবে ফান্ড স্থানান্তর গ্রাহকের বিল পরিশোধ ও কেনাকাটার সময় বাচাঁয়।

গ্রাহকদের নানাবিধ চাহিদা দ্রুত মেটানোর জন্য ব্যাংক সব শাখাতেই লেনদেনের স্বয়ংক্রিয় সুবিধা প্রদান করছে। ব্যাংকের সকল শাখাতেই পর্যাপ্ত কম্পিউটার ও অন্যান্য সরঞ্জামাদি রয়েছে গ্রাহকের চাহিদা মেটানোর জন্য। বর্তমানে ব্যাংকের সকল শাখাতেই গ্রাহকদের সুবিধার্থে অন-লাইন সেবা দেয়া হচ্ছে।

এসক্ষেআইবিএল ডিসা কার্ড

উন্নত প্রযুক্তির উৎকর্ষে কার্ড ব্যাংকিং জগতে একটি নতুন দ্বার উন্মোচন করেছে। ভিসা ইন্টারন্যাশনাল-এর সদস্য হিসাবে আমাদের ব্যাংক ভিসা

Card as a member of Visa International. The different Card products of SJIBI are:

SJIBL VISA Electron Debit Card (Local)

- Visa Electron Staff Primary
- Visa Electron Staff Supplementary
- Visa Electron General Primary
- Visa Electron General Supplementary
- Visa Electron Priority card
- School Banking Card
- Money Spinning Card

SJIBL VISA Prepaid Card

- SJIBL VISA Prepaid (Local)
- SJIBL Souvenir Card (Gift Card)
- SJIBL VISA Prepaid (International)

ATM:

Providing 24/7 cash withdrawal facilities for our valued clients SJIBL has established 17 ATMs at different locations of the country and is serving as a member of Visa International through Q-Cash Network. Through this shared network of around 2000 ATMs covering all major cities in Bangladesh to support the delivery channels for Customer service.

SJIBL is committed to establish more ATMs for smooth and convenient services of our cardholders.

POS:

Our valued VISA cardholders can make POS transaction at any VISA labeled POS Terminals at home and abroad (for International Card only) as well as any Q-Cash POS Terminals at home.

Credit Rating

Credit Rating and Information Services Limited (CRISL) rated Shahjalal Islami Bank Limited Limited. In their report on 22 May 2012, they rated the Bank as AA for long term and ST-2 for short term. The gradation in long-term rating has been done in consideration of its satisfactory capital adequacy, good asset quality, satisfactory operating efficiency, good financial performance and sound liquidity position. The short-term rating indicates high certainty with regard to the obligators capacity to meet its financial commitments. Risk factors are very small. The long-term rating is valid for only one year and short-term rating is for six months.

ইলেকট্রন ডেবিট কার্ড এবং ভিসা প্রি-পেইড কার্ড-এর সেবা প্রদান করছে। আমাদের ব্যাংকের কার্ড প্রোডাক্টগুলো নিমুরূপঃ

এসজেআইবিএল ভিসা ইলেকট্রন ডেবিট কার্ড (স্থানীয়)

- ভিসা ইলেকট্রন স্টাফ প্রাইমারী
- ভিসা ইলেকট্রন স্টাফ সাপ্লিমেন্টারী
- ভিসা ইলেকট্রন জেনারেল প্রাইমারী
- ভিসা ইলেকট্রন জেনারেল সাপ্লিমেন্টারী
- ভিসা ইলেকট্রন প্রাওরিটি কার্ড
- স্থূল ব্যাংকিং কার্ড
- মানি স্পিনিং কার্ড

এসজেআইবিএল ভিসা প্রিপেইড কার্ড

- এসজেআইবিএল ভিসা প্রিপেইড (স্থানীয়)
- এসজেআইবিএল স্যুভেনির কার্ড (গিফট কার্ড স্থানীয়)
- এসজেআইবিএল ভিসা প্রিপেইড (আন্তর্জাতিক)

এটিএম

গ্রাহকদের দিনরাত ২৪ ঘন্টা নগদ উত্তোলনের সুবিধা দেয়ার জন্য দেশের বিভিন্ন লোকেশনে ১৭ টি এটিএম স্থাপন করা হয়েছে এবং কিউ ক্যাশ নেটওয়ার্ক-এর সদস্য হিসেবে সেবা প্রদান করছে। এই শেয়ার নেটওয়ার্ক যা ২০০০ এটিএম-এর মাধ্যমে দেশের সবগুলো গুরুত্বপূর্ণ শহরকে অন্তর্ভুক্ত করেছে, যা আমাদের গ্রাহকদের ডেলিভারী চ্যানেল হিসেবে সেবা দিচ্ছে।

আমাদের কার্ড গ্রাহকদের নির্বিঘ্ন ও সুবিধাজনক সেবা দেয়ার জন্য আমরা আরও এটিএম স্থাপনে প্রতিজ্ঞাবদ্ধ ।

পওস

আমাদের মূল্যবান ভিসা গ্রাহক যে কোন ভিসা যুক্ত পওস র্টার্মিনালে দেশে ও বিদেশে লেনদেন করতে পারে এবং কিউ ক্যাশ পওস টার্মিনালে দেশে লেনদেন করতে পারে।

ক্রেডিট রেটিং

ব্রেডিট রেটিং এন্ড ইনফরমেশন সার্ভিসেস লিমিটেড (ক্রিসেল) কর্তৃক শাহ্জালাল ইসলামী ব্যাংকের রেটিং করানো হয়েছে। ২০১২ সালের ২১ মে মাসে তাদের প্রদন্ত রিপোর্টে ব্যাংককে দীর্ঘমেয়াদী AA এবং স্বল্পমেয়াদী ST-২ রেটিং প্রদান করা হয়েছে। সন্তোষজনক পূঁজির পর্যাপ্ততা, সম্পদের গুণগতমান, সন্তোষজনক পরিচালনাগত দক্ষতা, ভালো আর্থিক ফলাফল, বাজারে ব্যাংকের শেয়ার বৃদ্ধির প্রবণতা, নন-ফান্ডেড ব্যবসার ফলাফল এবং শাখা বৃদ্ধি বিবেচনায় দীর্ঘমেয়াদী রেটিং প্রদান করা হয়েছে। স্বল্পমেয়াদী রেটিং ST-২ নির্দেশ করে আর্থিক দায়বদ্ধতা পরিশোধের নিশ্চিত ক্ষমতা। ঝুঁকির পরিমাণ খুবই অল্প। দীর্ঘ মেয়াদী রেটিং এক বছরের জন্য এবং স্বল্পমেয়াদী রেটিং ছয় মাসের জন্য বহাল থাকবে।

SJIBL Foundation

Corporate social responsibility (CSR) is a form of corporate self-regulation integrated into a business model. CSR policy functions as a built-in, self-regulating mechanism whereby business monitors and ensures its active compliance with the spirit of the law, ethical standards, and international norms. The goal of CSR is to embrace responsibility for the company's actions and encourage a positive impact through its activities on the environment, consumers, employees, communities, stakeholders and all other members of the public sphere. With a view to and also for the welfare of the community, to this perspective, Bank has established "Shahjalal Islami Bank Foundation".

The main objectives of SJIBL foundation are:

- To provide health-care to poor and distressed peoples.
- To provide education support to meritorious but poor students through scholarship, award.
- To provide financial assistance to flood, cyclone or disaster affected peoples.
- To support humanitarian.
- To provide financial assistance to development of culture, sports of the country
- To participate in social and environmental activities.

Corporate Social Responsibility

The foundation have also drawn up programs to look after the education, health & Medicare requirements of the people of rural areas where the Bank has launched Rural Investment Program (RIP). The Bank has distributed scholarship in the year 2011 to poor but meritorious student with outstanding result in secondary school and higher secondary examinations to facilitate them for pursuing their further studies without hindrance. The program of this education award will continue every year. Besides, during 2011 bank distributed Blanket to cold affected peoples throughout the country. This year bank also donates two affected families of BDR tragedy, as part of its commitment.

The Bank is conscious the responsibility of the society and people of Bangladesh as and when required titutional Development Program will be gradually undertaken in future, Insha-Allah. Shahjalal Islami Bank Limited Foundation, has a planning to establish the following projects and programs:

- Shahjalal Islami Bank Limited International School & College.
- Shahjalal Islami Bank Limited Hospital

এসফ্রেআইবিএল ফাউন্ডেশন

সন্দিলিত সামাজিক দায়বদ্ধতা হচ্ছে প্রতিষ্ঠানের ব্যবসায়িক পরিমন্ডলে নিজস্ব দায়বদ্ধতা। সিএসআর নীতিমালা নিজস্ব নিয়ন্ত্রণমূলক ব্যবস্থায় উৎকর্ষ সাধনে কাজ করে, যাতে আর্ন্তজাতিক আইন, নৈতিক মানদন্ড এবং আইনের চেতনার সাথে সামঞ্জস্য রেখে ব্যবসায়িক কার্যক্রম পরিচালনা ও নিয়ন্ত্রণ করে। সিএসআর-এর লক্ষ্য হচ্ছে প্রতিষ্ঠানের কার্যক্রমে দায়বদ্ধতা ও তার কার্যাবলীর মাধ্যমে পরিবেশ, ভোক্তা, কর্মী, স্টেকহোন্ডার তথা বৃহত্তর সমাজের সকল স্তরে ইতিবাচক প্রভাব বিস্তারের মধ্যে সমন্বয় সাধন করা। সমাজের সামগ্রিক কল্যাণের জন্যই "শাহ্জালাল ইসলামী ব্যাংক ফাউন্ডেশন" প্রতিষ্ঠা করা হয়েছে।

এসজেআইবিএল ফাউন্ডেশনের লক্ষ্য ও উদ্দেশ্যঃ

- দরিদ্র ও বিপর্যস্ত মানুষের স্বাস্থ্যসেবা প্রদান।
- দরিদ্র কিন্ত মেধাবী ছাত্রদের বৃত্তি, পুরস্কারের মাধ্যমে শিক্ষাক্ষেত্রে সহায়তা প্রদান।
- বন্যা, ঘূর্ণিঝড় অথবা প্রাকৃতিক দুর্যোগে আক্রান্ত মানুষদের আর্থিক সহায়তা প্রদান।
- সমাজসেবামূলক কাজে সহায়তা প্রদান করা ।
- দেশের কৃষ্টি, কালচার ও খেলাধুলায় আর্থিক সহায়তা প্রদান।
- সামাজিক ও পরিবেশগত বিষয়ে অংশগ্রহণ।

সন্ধিলিত সামাজিক দায়বদ্ধতামূলক কার্যক্রম

ফাউন্ডেশন ইতোমধ্যে গ্রামীণ এলাকায় জনগণের শিক্ষা, স্বাস্থ্য এবং চিকিৎসা সেবায় কাজ করছে। এ ছাড়া ব্যাংক এ উদ্দেশ্যে আরআইপি বা রোরাল ইনভেস্টমেন্ট প্রোগ্রাম-এর মত কর্মসূচীও শুরু করেছে। ব্যাংক মাধ্যমিক ও উচ্চ মাধ্যমিক পরীক্ষায় ভালো ফল অর্জনকারী দরিদ্র মেধাবী শিক্ষার্থীদের বৃত্তি প্রদান করে আসছে, যাতে ভবিষ্যত শিক্ষায় কোন ব্যাঘাত না ঘটে। প্রতিবছর এই বৃত্তি প্রদান অব্যাহত থাকবে। এ ছাড়াও ২০১১ সালে সারা দেশে শীতার্ত মানুষের মাঝে বস্ত্র বিতরণ করেছে। পূর্বের ধারাবাহিকতায় ব্যাংক এ বছরও বিডিআর ট্রাজেডিতে আক্রান্ত দু'টি পরিবারকে সহায়তা প্রদান করেছে।

ব্যাংক তার সামর্থ্যের মধ্যে সমাজ ও জনগণের প্রতি দায়িত্বশীল ভূমিকা রাখে। ভবিষ্যতে আরও অধিক সমাজকল্যাণমূলক কাজ ও প্রাতিষ্ঠানিক উন্নয়নের পরিকল্পনা হাতে নেয়া হবে। বর্তমানে এ ফাউন্ডেশন নিম্নোক্ত দু'টি প্রকল্প বাস্তবায়নের জন্য কার্যক্রম চালিয়ে যাচ্ছেঃ

- শাহজালাল ইসলামী ব্যাংক ইন্টারন্যাশনাল স্কুল এন্ড কলেজ
- শাহ্জালাল ইসলামী ব্যাংক হাসপাতাল

OWN HEAD Office Building

Board Meeting

To conduct the banking business effectively and provide guidelines and policies to the management, 22 nos. meetings of the Board of Directors of Shahjalal Islami Bank Limited were held in the year 2011. Besides the Executive Committee and the Audit Committee of the Bank conducted 45 and 14 meetings respectively during the year 2011.

Corporate Governance

Corporate governance is the set of processes, customs, policies, laws, and institutions affecting the way a company is directed, administered or controlled. Corporate governance also includes the relationships among the many stakeholders involved and the goals for which the company is governed. In contemporary business company, the main external stakeholder groups are shareholders, debt holders, trade creditors, suppliers, customers and communities affected by the company's activities. Internal stakeholders are the board of directors, executives, and other employees. Corporate Governance should be ensured in the Banks, as they deal with huge public money and interests of the depositors.

Shahjalal Islami Bank is committed to integrity and fair dealing in all its activities and upholds the highest standards of corporate governance. The board has adopted a comprehensive framework of Corporate Governance Guidelines which are designed assures the stakeholders that the business of the Bank are built on, and grow from the firmest foundation. The Guidelines and the practices of the Company comply among other with the guidelines issued by the Securities and Exchange Commission (SEC) vide its notification dated 20 February 2006. With a view to ensuring Corporate Governance, responsibilities and authorities among the Board of Directors including its Chairman, the Management including the Managing Director has been demarcated in respect of its overall financial, operational and administrative policy making and executive affairs including overall business activities, internal control, human resources management, etc.

Composition of the Board

The Board comprises of 20 (twenty) directors including Managing Director & 01 (one) independent director. It is well structured with a Chairman and two Vice Chairman. Alhaj Anwer Hossain Khan is the Chairman and Alhaj Md. Harun Miah & Alhaj Khandoker Sakib Ahmed are the other two Vice Chairman. They encompass a range of talents, skills and expertise to provide prudent guidance with respect to the operations of the company.

বোর্ড মিটিং

২০১১ সালে ব্যাংকের কার্যত্রমে সঠিক নীতিমালা প্রয়োগ এবং ব্যবস্থাপনায় উৎকর্ষ আনতে পরিচালনা পর্যদের ২২টি সভা অনুষ্ঠিত হয়। এছাড়াও ব্যাংকের নির্বাহী কমিটি এবং অডিট কমিটি ২০১১ সালে যথাক্রমে ৪৫টি এবং ১৪টি সভা করেছে।

কর্পোরেট গভর্নেস

কর্পোরেট গভর্নেন্স হচ্ছে কতগুলো প্রক্রিয়ার এমন একটি সমন্বিত রূপ, যাতে প্রথা, নীতি, আইন-কানুন প্রভৃতি অন্তর্ভুক্ত রয়েছে এবং এর নাধ্যমেই প্রতিষ্ঠান নির্দেশিত, পরিচালিত এবং নিয়ন্ত্রিত হয়। বিভিন্ন স্টেকহোন্ডারদের মধ্যে পারস্পরিক সম্পর্ক উনুয়নও কর্পোরেট গভর্নেন্স-এর অন্তর্ভুক্ত একটি বিষয় এবং এ উদ্দেশ্যেই প্রতিষ্ঠান পরিচালিত হয়। ব্যবসা প্রতিষ্ঠানে প্রধানত বহিঃ-স্টেকহোন্ডারদের মধ্যে শেয়ারহোন্ডারবৃন্দ, ঋণপ্রদানকারী, ব্যবসার পাওনাদার, সরবরাহকারী, ত্রেতা এবং যে সমাজে ব্যবসা পরিচালিত হয় সেই সমাজ অন্যতম। আন্তঃ-স্টেকহোন্ডারদের মধ্যে পরিচালনা পর্ষদ, নির্বাহীবৃন্দ এবং কর্মীবৃন্দ অন্যতম। যেহেতু ব্যাংক জনগণের প্রচুর টাকা নিয়ে ব্যবসা পরিচালনা করে বিধায় আমানতকারীদের স্বার্থে ব্যাংককে কর্পোরেট গভর্নেন্স নিশ্চিত করতে হবে।

শাহ্জালাল ইসলামী ব্যাংক নিষ্ঠা ও সততার সাথে সব কাজ করা এবং কর্পোরেট গভর্নেঙ্গ-এর সর্বোচ্চ মান বজায় রাখার ক্ষেত্রে প্রতিশ্রুতিবদ্ধ । পরিচালনা পর্ষদ কর্পোরেট গভর্নেঙ্গ-এর একটি বিশদ কাঠামো গ্রহণ করেছে যাতে স্টেকহোন্ডারদের স্বার্থ এবং ব্যবসায়িক প্রবৃদ্ধি একটি সুদৃঢ় ভিত্তির উপর প্রতিষ্ঠিত হয় । প্রতিষ্ঠানের নীতিমালা ও চর্চা পরিপালনের পাশাপাশি ২০০৬ সালের ২০শে ফ্রেব্রুয়ারী সিকিউরিটিজ এন্ড একচেঞ্জ কমিশন কর্তৃক ইস্যুকৃত নটিফিকেশনও পরিপালন করে থাকে । কর্পোরেট গভর্নেঙ্গ নিশ্চিত করার লক্ষ্যে চেয়ারম্যান সহ পরিচালনা পর্ষদ ও ব্যবস্থাপনা পরিচালক সহ ব্যবস্থাপনা কর্তৃপক্ষের মধ্যে দায়িত্ব ও কর্তব্যকে আলাদা করতে হবে, যাতে আর্থিক, প্রশাসনিক ও পরিচালনা পদ্ধতি সহ সকল ক্ষেত্রে নীতি নির্ধারণ করা যায় এবং নির্বাহীদের কার্যকলাপ তথা সার্বিক ব্যবসায়িক কার্যক্রম, আভ্যন্তরীণ নিয়ন্ত্রন, মানব সম্পদ ব্যবস্থাপনা ইত্যাদি পরিচালিত হয় ।

বোর্ডের গঠন

ব্যবস্থাপনা পরিচালক এবং একজন স্বতন্ত্র পরিচালকসহ পরিচালনা পর্যদের সদস্য সংখ্যা ২০ (বিশ) জন। একজন চেয়ারম্যান ও দু'জন ভাইস-চেয়ারম্যান নিয়ে এটি গঠিত। আলহাজ্জ্ব আনোয়ার হোসেন খান চেয়ারম্যান এবং অন্য দু'জন ভাইস চেয়ারম্যান হলেন আলহাজ্জ্ব মোঃ হারুন মিয়া ও আলহাজ্জ্ব খন্দকার সাকিব আহমেদ। তাদের রয়েছে মেধা, দক্ষতা ও অভিজ্ঞতা যা প্রতিষ্ঠান পরিচালনায় দুরদর্শী নির্দেশনা প্রদানে সহায়তা করে।

Appointment of Board of Directors

The members of the Board are appointed each year in the Annual General Meeting (AGM) by the shareholders of the Bank. The members of the Board are appointed in compliance with Central Bank's Guidelines and other applicable rules of the country.

Role of the Board

The Board's main roles are to define the Company's strategic objectives, to provide entrepreneurial leadership for the company, to create value for shareholders, to protect the interests of all Stakeholders including Depositors and to ensure that the necessary financial and other resources are available to enable the company and the Board to meet these objectives. The specific responsibilities of the Board to determine the objective and goals of the Bank, annual business plan of the Bank, key performance indicators for the Managing Director, Human resource development, efficiency of operational activities of the Bank, set internal control procedure, capital plan, comply the regulatory laws & regulations, Corporate governance, financial transparency, CSR activities and appointment of auditor etc.

Periodic Review by Board

The Board of Directors of Shahjalal Islami Bank reviews the following issues on periodical basis:

Monthly Review

Fund Management CRR & SLR requirement & maintenance Achievement against Monthly Budget Income and Expenditure Management Investment-Deposit ratio

Quarterly Review

Asset Quality and Non-performing assets
Recovery against classified investment
Reconciliation with Inter Branch Reconciliation
Large investment analysis
Internal Audit Compliance
Quarterly Financial Statements

পরিচালনা পর্যদের সদস্য নিয়োগ

ব্যাংকের শেয়ারহোন্ডার কর্তৃক প্রতি বছর বার্ষিক সাধারণ সভায় বোর্ডের সদস্য নির্বাচিত হন। বোর্ডের সদস্য নিয়োগের ক্ষেত্রে কেন্দ্রীয় ব্যাংক এবং দেশের অন্যান্য প্রযোজ্য নিয়ম-কানুন মেনেই করা হয়।

বোর্ডের ভুমিকা

পরিচালনা পর্ষদের প্রধান ভূমিকা হচ্ছে কোম্পানীর কৌশলগত লক্ষ্য স্থির করা, প্রতিষ্ঠানে উদ্যোক্তাসুলভ নেতৃত্ব প্রদান করা, শেয়ারহোন্ডারদের জন্য মর্যাদা বৃদ্ধি করা, আমানতকারীসহ স্টেকহোন্ডারদের স্বার্থ সংরক্ষণ এবং প্রয়োজনীয় আর্থিক ও অন্যান্য উপকরণ দিয়ে প্রতিষ্ঠানকে সহায়তা করা যাতে প্রতিষ্ঠান স্বীয় উদ্দেশ্য সফলকাম হয়। পরিচালনা পর্ষদের নির্দিষ্ট দায়িতৃ হচ্ছে ব্যাংকের লক্ষ্য ও উদ্দেশ্য স্থির করা, বার্ষিক ব্যবসা পরিকল্পনা, ব্যবস্থাপনা পরিচালকের জন্য কাজের পরিধি নির্ধারণ, মানব সম্পদ উন্নয়ন, ব্যাংকের পরিচালনাগত দক্ষতা নির্ধারণ, আভ্যন্তীরণ নিয়ন্ত্রণ ব্যবস্থা নির্ধারণ, মূলধন পরিকল্পনা, রেগুলেটরি কর্তৃপক্ষের আইন-কানুন অনুসরণ করা, কর্পোরেট গভর্নেন্স প্রতিষ্ঠা, আর্থিক স্বচ্ছতা, সামাজিক দায়বদ্ধতা প্রতিপালন এবং নিরীক্ষক নিয়োগ ইত্যাদি।

तार्छ कर्नुक भर्यायक्रस्य भूनः भूनायन

শাহ্জালাল ইসলামী ব্যাংক লিমিটেডের পরিচালনা পর্ষদ কর্তৃক নিম্নলিখিত বিষয়ে পর্যায়ক্রমে পুনঃমূল্যায়ন করা হয় ঃ

মাসিক ভিত্তিতে পুনঃমূল্যায়ন

- তহবিল ব্যবস্থাপনা
- সিআরআর ও এসএলআর প্রয়োজনীয়তা এবং সংরক্ষণ
- মাসিক বাজেটের বিপরীতে অর্জন
- বিনিয়োগ-আমানত অনুপাত

ত্রৈমাসিক ভিত্তিতে পুনঃমূল্যায়ন

- সম্পদের গুণগতমান এবং শ্রেণীকৃত সম্পদ
- শ্রেণীকৃত সম্পদের বিপরীতে আদায়
- আন্তর্শাখা লেনদেনের সমন্বয়
- বড় বড় বিনিয়োগ পর্যালোচনা
- আভ্যন্তরীণ নিয়ন্ত্রণ
- ত্রৈমাসিক আর্থিক প্রতিবেদন

Half yearly Review

Half yearly Financial Statements
Half yearly business performance
Capital Expenditure against capital budget
Deposit mobilization

Yearly Review

Annual Business plan
Foreign Exchange Business position
CSR activities
Financial Statements
Human Resource Development
Capital Plan
Branch expansion
Adoption of new technology

Role of the Chairman

The Chairman leads the Board in determination of its strategy and achievement of its objectives. The Chairman is responsible for organizing the business of the Board, ensuring its effectiveness and setting its agenda. The Chairman also ensures all key and appropriate issues are discussed by the Board of Directors in a timely and constructive manner. The chairman has no engagement in the day-to-day business of the company. The chairman signs minutes of Board meeting.

Role of the Managing Director

The Managing Director is responsible for running the business and for formulating and implementing Board strategy and policy. He has also direct charge and overall control of the company on a day to day basis and is accountable to the Board for the financial and operational performance of the company.

Board Committees

According to Bangladesh Bank guidelines all banks have to form an Executive Committee and an Audit Committee of the Board to take decisions on urgent matters of the banks. Without Executive Committee and Audit Committee, banks cannot form any other Committee or sub Committee of the Board.

The Bank's Board of Directors has formed 2 (two) Committees i) Executive Committee and ii) Audit Committee, complying Central Bank's guidelines.

Role of Executive Committee

Executive Committee of the Board has been formed with 7 (seven) members from the Board. The EC decides upon all routine and day to day operational

অর্ধবার্ষিক ভিত্তিতে পুনঃমূল্যায়ন

- অর্ধবার্ষিক আর্থিক প্রতিবেদন
- অর্ধবার্ষিক ব্যবসার ফলাফল
- মূলধন বাজেটের বিপরীতে মূলধনী ব্যয়
- আমানত সংগ্ৰহ

বার্ষিক ভিত্তিতে পুনঃমূল্যায়ন

- বার্ষিক ব্যবসায়িক পরিকল্পনা
- বৈদেশিক ব্যবসার অবস্থান
- সামাজিক দায়বদ্ধতার প্রতিবেদন
- মানব সম্পদ উন্নয়ন
- মূলধন পরিকল্পনা
- শাখা সম্প্রসারণ
- নতুন প্রযুক্তি গ্রহণ

চেয়ারম্যানের ভূমিকা

প্রতিষ্ঠানের লক্ষ্য ও উদ্দেশ্য অর্জনের জন্য চেয়ারম্যান পরিচালনা পর্ষদকে নেতৃত্ব প্রদান করেন। পর্যদের কার্যক্রম এবং এজেন্ডা ঠিক করার দায়িত্ব চেয়ারম্যানের। সব গুরুত্বপূর্ণ ও প্রয়োজনীয় বিষয় পরিচালনা পর্যদে যথাসময়ে এবং সঠিকভাবে আলোচনার দায়িত্ব চেয়ারম্যানের। চেয়ারম্যান ব্যবসায়ের প্রাত্যহিক কার্যক্রমে অংশগ্রহণ করতে পারেন না। চেয়ারম্যান পরিচালনা পর্যদের সভার সিদ্ধান্তসমূহে স্বাক্ষর করেন।

ব্যবস্থাপনা পরিচালকের ভূমিকা

ব্যবস্থাপনা পরিচালক ব্যবসা চলমান রাখা এবং পর্ষদ কর্তৃক নির্ধারিত কৌশল এবং নীতিসমূহ বাস্তবায়নের জন্য দায়িত্বপ্রাপ্ত। তিনি ব্যবসায়ের প্রাত্যহিক কার্যাবলীসহ সার্বিক কাজের জন্য সরাসরি দায়বদ্ধ এবং কোম্পানীর আর্থিক ও পরিচালনাগত ফলাফলেরর জন্য পর্ষদের নিকট জবাবদিহি।

বোর্ড কমিটি

বাংলাদেশ ব্যাংকের নির্দেশনার আলোকে ব্যাংকের জরুরী বিষয়ে সিদ্ধান্ত গ্রহণ করার জন্য সব ব্যাংকেই পরিচালনা পর্ষদের আওতায় নির্বাহী কমিটি এবং অডিট কমিটি গঠন করতে হয়। ব্যাংকে পরিচালনা পর্ষদের আওতায় নির্বাহী কমিটি এবং অডিট কমিটি ছাড়া অন্য কোন কমিটি বা সাব-কমিটি গঠন করা যাবে না।

কেন্দ্রীয় ব্যাংকের নির্দেশনার আলোকে ব্যাংকে দু'টি কমিটি গঠন করা হয়েছে ১) নির্বাহী কমিটি ২) অভিট কমিটি।

निर्वारी किमिंग्रित सुमिका

পরিচালনা পর্ষদের ০৭ (সাত) সদস্য নিয়ে নির্বাহী কমিটি গঠন করা হয়েছে। ব্যবস্থাপনা কর্তৃপক্ষের ক্ষমতার বাইরে ব্যাংকের দৈনন্দিন

Report of the Board of Directors

functioning of the Bank beyond delegated power of the Management. 45 (forty five) meeting of EC were held in 2011. The composition of Executive Committee is:

Alhaj Mohammed Hasan Chairman
Alhaj Tofazzal Hossain Vice Chairman
Alhaj Sajjatuz Jumma Member
Alhaj Mohammed Solaiman Member
Alhaj Mohiuddin Ahmed Member
Alhaj Akkas Uddin Mollah Member
Alhaj Engr. Md. Towhidur Rahman Member

পরিচালনাগত কার্যাবলীর বিষয়ে নির্বাহী কমিটি সিদ্ধান্ত দিয়ে থাকে। ২০১১ সালে নির্বাহী কমিটির ৪৫ (পঁয়তাল্লিশ) টি সভা অনুষ্ঠিত হয়েছে। নির্বাহী কমিটি গঠিত হয়েছে নিমুরূপভাবেঃ

আলহাজ্জ্ব মোহাম্মদ হাসান	চেয়ারম্যান
আলহাজ্জ্ব তোফাজ্জল হোসেন	ভাইস-চেয়ারম্যান
আলহাজ্জ সাজ্জাতুয জুম্মা	সদস্য
আলহাজ্জ্ব মোহাম্মদ সোলায়মান	সদস্য
আলহাজ্জ্ব মহিউদ্দিন আহমেদ	সদস্য
আলহাজ্জ্ব আক্কাস উদ্দিন মোল্লা	সদস্য
আলহাজ্জ ইঞ্জিঃ মোঃ তৌহিদুর রহমান	সদস্য

Role of Audit Committee

Audit Committee has been formed with 3 (three) members from the Board. Audit Committee plays its role according to its Charter, approved by the Board of Directors. In 2011, 14(forteen) meeting of Audit Committee were held. The Composition of Audit Committee is:

Alhaj Syed Nurul Arefeen	Chairman
Alhaj Abdul Halim	Member
Alhaj Nazmul Islam Nuru	Member

The Audit Committee of the Board plays significant role in proper functioning of the Bank, some of which are as follows:

- Review the financial and other systems including internal control and its reporting procedure;
- Oversee the work of external auditors, internal auditors including matters of disagreement between management and the auditors;
- Require management to implement and maintain adequate/ appropriate systems of internal control and discuss with the management to assess the adequacy and effectives of those systems.
- Discuss with management major issues concerning accounting principles and disclosures in the financial statements
- Conduct audit concerning violation, if any, by the management in carrying out operation of the Company
- Recommend to the Board regarding appointment of the external auditors and their terms of appointment
- Meet the Management to discuss any matters if deem appropriate

অভিট কমিটির ভূমিকা

পরিচালনা পর্ষদের ৩ (তিন) সদস্য নিয়ে অডিট কমিটি গঠন করা হয়েছে। পরিচালনা পর্ষদ কর্তৃক অনুমোদিত সীমার মধ্যে থেকে অডিট কমিটি গুরুত্বপূর্ণ ভূমিকা রাখে। ২০১১ সালে অডিট কমিটির ১৪ (চৌদ্দ) টি সভা অনুষ্ঠিত হয়েছে। অডিট কমিটি গঠিত হয়েছে নিম্নরূপভাবেঃ

আলহাঙ্জ্ব সৈয়দ নূরুল আরেফিন	চেয়ারম্যান
আলহাজ্জ্ব আবদুল হালিম	সদস্য
আলহাজ্জ্ব নাজমুল ইসলাম নুরু	সদস্য

ব্যাংকের কার্যক্রম সঠিকভাবে সম্পাদনের জন্য অডিট কমিটি গুরুত্বপূর্ণ ভূমিকা রাখে যা নিমুরূপ ঃ

- আর্থিক এবং আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা ও তার রিপোটিং পদ্ধতিসহ অন্যান্য বিষয়।
- আন্তঃনিরীক্ষা ও বহিঃনিরীক্ষার কার্যক্রমসহ ব্যবস্থাপনা কর্তৃপক্ষের সাথে নিরীক্ষকের অসম্মতি বিষয়ে পর্যবেক্ষণ।
- সঠিক আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা প্রতিষ্ঠা করা এবং ব্যবস্থাপনা কর্তৃপক্ষের সাথে এর কার্যকারিতা নিয়ে আলোচনা করা।
- হিসাবরক্ষণ নীতি ও আর্থিক প্রতিবেদনে এর ব্যবহার সম্পর্কে ব্যবস্থাপনা কর্তৃপক্ষের সাথে আলোচনা।
- ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক ব্যবসায় পরিচালনার ক্ষেত্রে কোন প্রকার ক্রটি অডিট কর্তৃক উদঘাটন।
- বহিঃনিরীক্ষক নিয়োগ এবং তাদের মেয়াদ সম্পর্কে সুপারিশ প্রদান ।
- অন্যান্য গুরুত্বপূর্ণ বিষয় ব্যবস্থাপনা কর্তৃপক্ষের সাথে আলোচনা ।

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- Report to the Board on the following:
 - > Activities of the Board Audit Committee
 - > Conflict of interest
 - > Suspected or presumed fraud or irregularity or material defect in the internal control system
 - > Suspected infringement of laws, rules and regulations
 - > Any other matters which deem necessary

Management Committee

Shahjalal Islami bank Limited formed a number of committees with a view to supporting the management in carrying out banking operation smoothly. Managemet Committee (MANCOM), Asset liability Committee (ALCO), Basel-II Implementation Unit. Risk Management Committee, Share Portfolio Management Committee, Purchase Committee have been supporting the Bank's management is discharging its duties efficiently and effectively.

Corporate and Financial Reporting

The Board of Directors confirms compliance with the financial reporting framework for the followings:

- The financial statements prepared by the Management of the Bank present fairly its state of affairs, the result of its operations, cash flows and changes in equity
- Proper books and accounts of the Bank have been maintained
- Appropriate accounting policies have been consistently applied in the preparation of financial statements and accounting estimates are based on reasonable and prudent judgment
- International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of financial statements and any departure, therefore, has been adequately disclosed
- There are no significant doubts upon the Bank to continue as a going concern.

Appointment of Auditors

The present external Auditors of the Bank M/s. Hoda Vasi Chwodhury & Co, Chartered Accountants were appointed in the last annual General Meeting at a fee of Tk. 3 lac and they will retire in the next Annual General Meeting and they being eligible for reappointment as per BCD Circular no. 33 date 23.12.1992, have applied for reappointed at a reasonable fee considering the present market price. The Audit

নিম্নলিখিত বিষয়ে পরিচালনা পর্ষদে রিপোর্ট প্রদান ঃ

- অডিট কমিটির কার্যক্রম
- স্বার্থসংশ্লিষ্ট বিষয়ে দ্বিমত
- আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থায় সন্দেহ বা জালিয়াতি বা বড় ধরনের অনিয়ম
- আইন-কানুন ভঙ্গ
- অন্যান্য গুরুত্বপূর্ণ বিষয়

ব্যবস্থাপনা কমিটি

ব্যাংকের কার্যক্রম নিরবচ্ছিন্নভাবে চালিয়ে নেয়ার জন্য ব্যবস্থাপনা কর্তৃপক্ষকে সাহাব্য করার লক্ষ্যে একাধিক কমিটি গঠন করা হয়েছে যেমন ঃ ব্যবস্থাপনা কমিটি (ম্যানকম), সম্পত্তি দায় ব্যবস্থাপনা কমিটি (এলকো), ব্যাসেল-২ বাস্ত বায়ন ইউনিট, ঝুঁকি ব্যবস্থাপনা কমিটি, শেয়ার পোর্টফলিও ব্যবস্থাপনা কমিটি ও ত্রয় কমিটি।

কপোৱেট এবং আর্খিক প্রতিবেদন

ব্যাংক পরিচালনা পর্ষদ নিম্নুলিখিত বিষয়ে আর্থিক প্রতিবেদন এ সঠিকভাবে নীতি পদ্ধতি অনুসরণ নিশ্চিত করছে ঃ

- আর্থিক হিসাব বিবরণী যা ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক প্রণীত সেখানে ব্যাংকের আর্থিক অবস্থা, অপারেটিং ফলাফল, নগদ প্রবাহ বিবরণী, ইক্যুইটির পরিবর্তন সঠিকভাবে প্রতিফলিত হয়েছে।
- সঠিক হিসাব বহি ও হিসাব পদ্ধতি অনুসরণ ও রক্ষণ করা হয়েছে ।
- হিসাব বিবরণী প্রণয়নের ক্ষেত্রে সঠিক হিসাব নীতিমালা ধারাবাহিকভাবে অনুসরণ করা হয়েছে এবং যুক্তিযুক্ত ও বিচক্ষণতার সাথে আর্থিক মূল্যসমূহ নির্ধারণ করা হয়েছে।
- আন্তর্জাতিক হিসাবমান যা বাংলাদেশে প্রযোজ্য তা আর্থিক হিসাব বিবরণী প্রস্তুতে অনুসরণ করা হয়েছে এবং এ থেকে কোন বিচ্যুতি ঘটলে তা উপস্থাপিত হয়েছে ।
- ব্যাংকের চলমান প্রক্রিয়া বাধাগ্রস্থ হতে পারে এরূপ ন্যূনতম কোন সন্দেহ নেই।

নিরীক্ষক নিয়োগ

বর্তমানে ব্যাংকের বহিঃনিরীক্ষক হিসেবে চার্টার্ড একাউন্ট্যান্টস মেসার্স হুদা ভাসী চৌধুরী এন্ড কোম্পানীকে গত বার্ষিক সাধারণ সভায় ৩ লক্ষ টাকায় নিয়োগ দেয়া হয়েছে। তারা পরবর্তী বার্ষিক সাধারণ সভায় অবসর গ্রহণ করবেন। বাংলাদেশ ব্যাংকের বিসিডি সার্কুলার নং-৩৩, তারিখঃ ২৩-১২-১৯৯২ মোতাবেক চার্টার্ড একাউন্ট্যান্টস মেসার্স হুদা ভাসী চৌধুরী এন্ড কোং ব্যাংকে পুনঃনিয়োগ পাওয়ার যোগ্য এবং তারা

Report of the Board of Directors

Committee of the Board in its 126th meeting recommended to reappoint the existing external auditors M/s Hoda Vasi Chowdhury & Co. Chartered Accountants of the bank for the next term, i.e. till the date of next AGM with an enhanced fee from existing Tk. 3 lac to Tk. 3.5 lac and Board accept the matter.

Future Outlook of the Bank

"Business Policy and Six Years Perspective Plan" of the Bank from 2007 to 2012 has been formulated to attain the financial strength, sustainable growth and operational efficiency. To protect the interest of the stakeholders, bank has formulated the 6 (Six) years Perspective plan for consolidation of the growth and profitability. During the period of Perspective Plan, Bank has the main objective to attain the highest operational excellence and consolidation to turn the bank into a dynamic Islamic Bank in the Country.

During the period from 2007 to 2012, The Bank has the plan to regain its excellence in all the core areas of operations and business. Accordingly, a long-term Perspective Plan started from 2007 & will continue up to 2012. During this period, new and potential avenues of Business in all areas of operation to be explored and expanded through the network of existing 73 branches and more new branches to be opened gradually during the plan period. The Bank ensures optimum utilization of bank's investible fund/deposit to be mobilized in future in an organized way to maximize Banks profit consolidating the financial strength of the Bank and to achieve the overall objective, mission & vision of the Bank as a whole.

The financial position and overall achievement of the Bank shall be reviewed and evaluated in the light of the Annual Budget and Business plan on a quarterly basis in every year. Necessary change, adjustment, modification & re-allocation shall be made after periodical review keeping the real scenario in view. All out efforts shall be made for promotion and improvement of quality-investment through effective supervision, control, follow-up and monitoring in order to lessen the quantum of over dues, arrest further over dues and to recover, regularize the over dues and declassify the classified investments. Adequate care & caution to be exercised for compliance of 06 core risks as per Bangladesh Bank's Policy/instructions during the planned period. Asset-Liability of the Bank shall be managed effectively through ALCO to avoid Liquidity Risk, profit rate risk, operational risk and other risks.

Thus, Shahjalal Islami Bank Limited will be turned into a dynamic Islamic Bank in the country and will expand its Banking Business all over the Country to provide the Banking services to the groups including the deserving Economic groups of the society who have no easy access

ফি বৃদ্ধি করার প্রস্তাব রেখে পুনঃনিয়োগের জন্য আবেদন করেছেন। ব্যাংকের পরিচালনা পর্ষদের অডিট কমিটির ১২৬ তম সভায় মেসার্স হুদা ভাসী চৌধুরী এন্ড কোম্পানীকে বিদ্যমান ৩ লক্ষ টাকা থেকে ৩.৫০ লক্ষ টাকায় ফি বৃদ্ধি করে পুনরায় নিয়োগের জন্য সুপারিশ করেছেন যা পরিচালনা পর্যদ অনুসমর্থন করেছে।

ব্যাংকের ভবিষ্যৎ কর্মপরিকল্পনা

ব্যাংকের আর্থিক ভিত মজবুত, প্রবৃদ্ধিকে ধরে রাখা এবং ব্যবসায়িক কার্যক্রমে দক্ষতা বৃদ্ধির লক্ষ্যে 'ব্যবসায়িক নীতি এবং ৬ বছর মেয়াদী প্রেক্ষিত' পরিকল্পনা ২০০৭–২০১২ গ্রহণ করা হয়েছে। এর উদ্দেশ্য হচ্ছে ব্যাংকের গ্রাহক, বিনিয়োগকারী ও সংশ্লিষ্ট সকলের স্বার্থ সংরক্ষণ এবং অব্যাহত প্রবৃদ্ধি ও লাভকে সুসংহত করা। এই মেয়াদী পরিকল্পনার আওতায় এই সময়ের মধ্যে ব্যবসার সকল ক্ষেত্রে উৎকর্ষ ও সর্বাধিক সাফল্য অর্জনের মাধ্যমে ব্যাংকটিকে এদেশের একটি শক্তিশালী ইসলামী ব্যাংকে রূপান্তরের প্রত্যয় রয়েছে।

২০০৭-২০১২ সেয়াদের মধ্যে ব্যাংক ব্যবসার গুরুত্বপূর্ণ সব ক'টি সেক্টরে প্রবৃদ্ধির জন্য পরিকল্পনা গ্রহণ করা হয়েছে। এ মেয়াদের মধ্যে ব্যবসার নতুন ও সম্ভাব্য সকল ক্ষেত্রে ৭৩টি বর্তমান এবং ভবিষ্যতে খোলা অন্যান্য শাখাগুলোর মাধ্যমে ব্যবসার নতুন নতুন দ্বার উন্মোচন করার পরিকল্পনা রয়েছে। অর্থ আহরণ এবং সুসংহতভাবে সর্বোত্তম বিনিয়োগের মাধ্যমে মুনাফা বৃদ্ধিপূর্বক ব্যাংকের আর্থিক ভিত্তি মজবুত করার মধ্য দিয়ে ব্যাংকের সার্বিক লক্ষ্য ও উদ্দেশ্য বাস্তবায়নের ব্যাপারে ব্যাংক বদ্ধপরিকর।

বার্ষিক বাজেট ও ব্যবসায়িক পরিকল্পনার সঠিক বাস্তবায়নের লক্ষ্যে তিন মাস অন্তর অন্তর সার্বিক অগ্রগতি পর্যালোচনা ও মূল্যায়ন করা হয়। প্রকৃত অবস্থার আলোকে প্রয়োজনীয় পরিবর্তন, পরিবর্ধন, সংশোধন ও পুনঃবিন্যাস করা হয়। আমাদের সার্বিক প্রচেষ্টার উদ্দেশ্য হল গুণগত বিনিয়োগের উৎকর্ষ সাধন এবং এর নিশ্চিতকল্পে কার্যকর তদারিক, নিয়ন্ত্রণ ও মনিটরিং এবং এর মাধ্যমে ওভারডিউ বিনিয়োগ না হতে দেয়া এবং ওভারডিউ ও শ্রেণীকৃত বিনিয়োগ আদায় ও নিয়মিতকরণ। পরিকল্পিত সময়ের মধ্যে বাংলাদেশ ব্যাংকের নির্দেশনা অনুযায়ী ছয়টি ঝুঁকির মোকাবেলায় সর্বাধিক মনোযোগ ও সতর্কতা অবলম্বন করা হচ্ছে। সম্পদ ও দায় ব্যবস্থাপনা কমিটির মাধ্যমে ব্যাংকের সম্পদ ও দায় পরিচালনা করা হচ্ছে যাতে তারল্য ঝুঁকি, মুনাফার হার ঝুঁকি, পরিচালনাগত ঝুঁকি ও অন্যান্য ঝুঁকি পরিহার করা যায়।

ব্যাংকিং চ্যানেলে সমাজের একটি বড় অংশের সহজ প্রবেশাধিকার নেই, শাহ্জালাল ইসলামী ব্যাংক লিমিটেড এই বিশাল শ্রেণীর কাছে ব্যাংকিং সেবা পৌছাতে চায়। যা দারিদ্র নিরসন, আয় বৃদ্ধিতে, কর্মসংস্থান সৃষ্টিতে এবং সর্বোপরি জীবনযাত্রার মান উন্নয়নে নিমু উপার্জনকারী জনগোষ্ঠীকে

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to the Banking Channel. This will help for alleviation of the poverty, income generation, creation of employment opportunity, up-gradation of the standard of living of the lower economic groups, which will also contribute to the emancipation of national economy of the country. Shahjalal Islami Bank Limited is looking forward to see such a bright day in the years to come.

সহায়তা করবে। শাহ্জালাল ইসলামী ব্যাংক লিমিটেড আগামী দিনে তাই এই উজ্জ্বল স্বপ্নের বাস্তবায়ন দেখতে চায়।

Vote of Thanks

The Board of Directors expresses its profound gratitude to Almighty Allah (SWT) for enabling the Bank to achieve remarkable growth in all the sectors of operation during the year 2011. The Board extends thanks to the Ministry of Finance, Bangladesh Bank, Securities & Exchange Commission and the Government Agencies for providing assistance, guidance, support and cooperation at various stages of operation of the Bank. The Board appreciates the support and cooperation received from foreign correspondents of the Bank all over the world.

The members of the Board of Shahjalal Islami Bank Limited take this opportunity to express gratitude and extend sincere thanks to its valued shareholders, valued customers, depositors, investment clients and well-wishers for their valuable support and confidence reposed on the Bank.

Finally and more importantly, the Board would like to express its great appreciation and thanks to all of the officials of the Bank for rendering untiring efforts.

May Allah grant us courage, dedication, patience and fortitude to run the bank to the best of our abilities.

Ameen.

On behalf of the Board of Directors

2.1.17.

Alhaj Anwer Hossain Khan

Chairman

Dated: 10 May, 2012. Dhaka

ধন্যবাদ জ্ঞাপন

২০১১ সালে ব্যবসার সকল ক্ষেত্রে ব্যাংকের ব্যাপক প্রবৃদ্ধির জন্য পরিচালনা পর্ষদ মহান আল্লাহ্ তা'আলার নিকট গভীর কৃতজ্ঞতা জ্ঞাপন করছে। বোর্ড ব্যাংকের কার্যক্রমের সকল ক্ষেত্রে সহযোগিতা, পরামর্শ এবং সমর্থনের জন্য অর্থ মন্ত্রণালয়, বাংলাদেশ ব্যাংক এবং সকল সরকারী সংস্থাসমূহকে ধন্যবাদ জানাচ্ছে। বিশ্বব্যাপী বৈদেশিক করেসপন্ডেন্টদেরকেও তাদের সাহায্য সহযোগিতার জন্য ধন্যবাদ জ্ঞাপন করছে।

ব্যাংকের পরিচালনা পর্ষদ সম্মানিত শেয়াহোল্ডার, সম্মানিত গ্রাহক, আমানতকারী, বিনিয়োগ গ্রাহক ও শুভাকাঙ্খীদেরও ব্যাংকের প্রতি তাদের মূল্যবান সমর্থন ও আস্থা জ্ঞাপনের জন্য জানাচ্ছে আন্তরিক কৃতজ্ঞতা।

পরিশেষে পর্ষদ ব্যাংকের সকল কর্মকর্তা কর্মচারীদের অক্লান্ত পরিশ্রমের জন্য আন্তরিক ধন্যবাদ জানাচেছ ।

মহান আল্লাহ্ তা'আলা আমাদের ব্যাংককে আরও সফলভাবে পরিচালনা করতে সর্ব্বোচ্চ শক্তি, সাহস, উৎসাহ, ধৈর্য্য ও সামর্থ্য দান করুন।

আমীন!

পরিচালনা পর্ষদের পক্ষে

(আলহাজ্জ্ব আনোয়ার হোসেন খান)

চেয়ারম্যান

তারিখঃ ১০ মে ২০১২ ঢাকা।

Credit Rating Report on

Shahjalal Islami Bank Limited.

	Long Term	Short Term	
Surveillance Rating- 2011	AA	ST- 2	
Surveillance Rating- 2010	AA	ST- 2	
Outlook	Stable		
Date of Rating - 2011	2 2 May, 2012		

CRISL has reaffirmed the Long Term Rating of Shahjalal Islami Bank Limited (SJIBL) to 'AA' (pronounced as double A) and Short Term Rating to 'ST-2'. The above ratings have been based on the financials up to December 31, 2011 and other relevant qualitative and quantitative information up to the date of rating.

During the year under surveillance, the bank maintained fundamentals such as strong capital base, good asset quality, good financial performance, improvement in non-funded business, increasing market share, diversified portfolio investment etc. However, above factors are moderated, to some extent, by significant fall of after –tax profit, considerable increase in fresh NPI, increasing cost of fund, high investment to deposit ratio, high exposure to capital market risk etc.

The long term rating implies that Banks rated in this category are adjudged to be of high quality, offer higher safety and have high credit quality. This level of rating indicates a corporate entity with a sound credit profile and without significant problems. Risks are modest and may vary slightly from time to time because of economic conditions. Short term rating indicates high certainty of timely payment. Liquidity factors are strong and supported by good fundamental protection factors. Risk factors are very small.

Corporate Social Responsibility Report 2011

(Sustainability Statement)

The concept of Corporate Social Responsibility (CSR) is based on the idea that not only Govt. policy but companies too have obligation to benifit the society. CSR is seen as a concept in which companies voluntarily integrate social and environmental concerns into their business operations and into the interaction with their stakeholders. As a matter of fact, over the last few decades, corporations in the developed economics have moved to 'Social Responsibility Approach' from classical 'Profit Maximizing Approach' where businesses are not only responsible to its stakeholders but also to the society as a whole in a broader inclusive sense. The idea of being a socially responsible company means doing more than complying with the legal and regulatory requirments.

Shahjalal Islami Bank Ltd. (SJIBL) being one of the best corporate citizen of the country, has been discharging its responsibilities to the society in general directly through its banking activities and through its fully owned subsidiary, Shahjalal Islami Bank Foundation, since its inception. The theme of such responsibility has been envisaged in the mission of the Bank since the day of establishment.

CSR of the Bank can be shape out from the following points of view:

- a. Responsibility towards Shareholders
- b. Responsibility towards Employees
- c. Responsobility towards Customers
- d. Responsibility towards Suppliers
- e. Responsbility towards Community
- f. Responsibility towards Environment

RESPONSIBILITY TOWARDS SHAREHOLDERS

SJIBL has been discharging its responsibility to safeguard the interest of the shareholders in line with the objectives of the Bank by complying Shariah & law of the state strictly, building a strong & efficient management and enhancing shareholders value & financial performance.

Compliance:

SJIBL has been operated as the Shariah compliant Bank in the country. Shariah Council of the Bank has been contributing their best towards invention of the ways and means to overcome the problems being faced by the bank in complying shariah principles time to time and to introduce new products which is based on Shariah principles. The Bank is also complied all the laws/regulations and instructions of the regulatory authorities of the country.

Corporate governance:

The Bank is committed to ensure the highest standard of corporate governance and effective application of its principles as well as upholding the best banking practices as a part of discharging its responsibilities to safeguard the interest of shareholders.

1. The Board of Directors, Executive Committee and Audit Committee are functioning under their respective discretion. The Management

Corporate Social Responsibility Report 2011

Committee (MC) in the Head Office, formed with the Senior Executives headed by Managing Director, takes day to day required decisions. Beside Management Committee (MC), there are various committees in the HO, level formed with the senior executives, of the bank. Duties are segregated in various divisions/departments in the Head Office as well as in the branches/other offices.

- a) Discretionary power has been given to every tire of the management in a befitting manner for smooth functioning of the Bank.
- b) Developed several manuals for its general banking, investment operations, foreign exchange & foreign trade and other operational and policy issues.
- c) Bank has very specific and transparent 'Human Resources Policy' under which recruitment, promotion, development etc. of the employees is being governed.

Excellence in performance: SJIBL has been enjoying one the best permformance oriented and shariah based bank in the banking sector of the country. Performance of the bank at a glance is shown in the following table:

(fig. in million Taka)

Indicators	2011	2010	growth
Deposit	83,350.00	62,965.00	32.38%
Investment	80,592.00	61,440.00	31.17%
Import	82,341.00	60,066.00	37.08%
Export	79,225.00	48,857.00	62.16%
Foreign Remittance	5,340.00	6,156.00	(13.26)%
Shareholders' equity	7,917	6,748	17.32%
Return on Equity (%)	13.80	30.71	(55.06)%
Return on Assets (%)	1.26	3.01	(58.14)%

The Bank has consistently endeavoured to create and enhance shareholders' value. Over the last five years the Bank has consistently grown its bottom line while improving key performace indicators such as ROE, ROA and EPS.

Particular	2007	2008	2009	2010	2011
Return on Equity	23.21%	25.58%	25.10%	30.71%	13.80%
Return on Assets	2.60%	2.22%	2.08%	3.01%	1.26%
Net Assets value per Share	14.90	16.05	17.98	19.70	17.78
Earnings per Share (Tk.)	2.88	2.98	3.93	4.65	2.62
Dividend per share	20%	22%	25%	30%	25%

Relationship with the Shareholders:

Shareholders are communicated the comprehensive details about the peformance, financial results and important activities of the Bank through Annual Report. Information regarding different activities and performance of the Bank is also available in the Bank's website. Various announcements on price sensitive information and other disclosures are made through newspaper, website and media. Shareholders are also encouraged to evaluate Bank's performance and to give their valuable suggestions in the AGMs.

Responsibility Towards Employees

SJIBL has succeeded to develop a team of highly motivated professionals, working for the benefit of the people, based upon accountability, transparency and integrity. The Bank always aware of continuous development of knowledge, competencies and attitude of the employees; comfortable and modern working environment as well as justified and competitive compensation packages for them.

Maintaining 'No Discrimination':

The recruitment process of the Bank strictly follows Recruitment Policy and maintains transperency in all stages to protect the right of the eligible candidates and the interest of the bank without discriminating gender, race or socio-economic background.

SJIBL strictly maintains 'No Discrimination' among the employees in connection with their posting, promotion, reward, punishment etc. Every year a good number of eligible employees get promotion to the higher rank on the basis of merit and performance.

Providing Modern, healthy & safe workplace:

Bank premises are taken with adequate space and interior decorations are made to keep the office environment healthy and congenial for smooth working. Female employees are also provided with comfortable working environment along with other required facilities. Safe drinking water is supplied to the employees in the office premises. Fire fighting equipments are also available in all offices.

Developing & improving employees' competencies & skills:

To develop professional knowledge, skill and attitude of the employees, the employees of the Bank attended training program/seminar, workshop both at home and abroad. The training center of the bank arranged various courses, workshops and seminars on important aspects of Banking throughout the year on regular interval. We invite experts of Banking Sector for imparting training to our employees to meet the above challenges. To keep the employees motivated, incentives, performance reward, promotion and accelerated promotion etc. are given on a regular basis.

Creating a learning & development environment:

SJIBL has given highest importance in developing knowledge base of the employees and hence created a learning environment within the organization.

- a. All the departments and branches are instructed to conduct discussions among the employees on different topics related to Islamic economics, banking and social responsibilities.
- b. Employees are encouraged to complete 'Diploma in Banking' from Institute of Bankers, Bangladesh by allocating points for in promotion criteria.
- c. All the employees are trained up to get them use-to in modern technology like computer, e-mail, internet, fax, mobile banking, ATM card etc.

Encouraging employees' aesthetic & sporting talents and recreation:

- a. Every encouragement is given to develop employees' aesthetic and sporting talents. Enthusiastic participation by the employees in the competitions resulted in the discovery of many latent talents in different events.
- b. Apart from competitions, family get-together and Picnic of the employees are organized every year with a view to enhance team spirit and bonding relationship. Directors and senior executives remain present in the programs to encourage the employees

Remuneration and Benefits:

The Bank has developed a complete pay-scale for the employees, which is upgraded and adjusted with the prevailing market after every two/three years. Giving due attention to the lower level employees, the ratio of the pay between highest and lowest level in the pay-scale has been maintained (Additional Managing Director to Messenger).

a. To meet-up housing need and to ensure comfortable life, employees are provided with investment at a discounted rate against house building and purchasing household durables under "Staff House Building Investment Scheme (SHBIS)" and "Staff Household Durable Scheme (SHDS)" respectively.

Corporate Social Responsibility Report 2011

b. The executives of the Bank are provided with car either from bank management or under "Car Scheme for the Employees of the Bank".

Responsibility Towards Customers

Customers are the core of Bank's existence. To encourage people, from all economic categories for becoming bank's customer, to ensure improved customer service, to help them run business efficiently, to encourage them in following Islamic principles in their business entities and to make them real partners of the Bank, the Bank takes various initiatives:

Financial Inclusion:

- a. The Bank extends opportunity for opening accounts to the people, regardless of their economic status, with a very nominal amount. One can open a savings account with Tk. 1,000/-, a current account with Tk. 5,000/- and a special savings scheme with minimum monthly installment of Tk. 1,000/- only. This policy creates a wider base of depositors for the Bank
- b. SJIBL has been playing very important role in channeling foreign remittances from the senders abroad to door-step of the receivers in the remotest areas of the country within quickest period. Through its network of 73 branches and utilizing mobile phone technology, SJIBL serves a huge number of families by channeling a total amount of foreign remittance of Tk.5,335 million last year.

Screening customers:

- a. Sjibl reviews the compliance of prospective customers' business with the islamic laws and the principles of CSR. Impact of customers' business on economy, society and environment are also reviewed.
- b. The bank tries to ensure that the marketing campaigns & documents of bank's customers are ethically balanced promoting business without an exclusive focus on profits that may induce inappropriate behavior/consumption and unsuitable products inconsistent with islamic, social and cultural norms.
- c. The bank adopted various screening process to prevent third parties from using the bank to engage in criminal activities such as money laundering.

Responsible Customer Services:

- a. SJIBL screens all contract forms by the Shariah Concil to avoid imposition of onerous terms and conditions to the clients, especially whom are in a weaker bargaining position relative to the Bank.
- b. Each of the customers are offered due process and responsible terms & conditions of investment, taking into consideration his ability to repay and the effect on his financial and overall well-being, through assessment of his present disposable income capacity.
- c. Every branch of the Bank keeps a 'Complaint Box 'to facilitate the customers, lodging complaints against services of the Bank or against particular employee(s). A "Customers Complaint Cell" has been formed. All the complaints since received duly verified and resolved meticulously.
- d. Regular meetings are held with the selected customers in different level of Management to discuss on their business issues and to suggest them for further improvement.
- e. As the largest private commercial bank SJIBL is very much conscious regarding improvement in its customer services. To ensure quality and accurate service to the customers, SJIBL bring full automation in its operations and by this time, established online connectivity with all of its branches throughout the country. The customers of the Bank has by now been extended online ATM services through own ATMs and shared ATMs.

Relationship with the Customers:

SJIBL considers the customers as its partners and develops relationship through its employees as well as by organizing various programs in different occasions:

- a. The Bank observes "Service week/fortnight" month every year. During the period, several customer-gatherings are organized in the branches which bring a cluster of customers face to face with the Bank Management. These meetings make the Management experienced with customers' views, aspirations and suggestions for improvement of Bank's services. Bank employees also pay visit to the customers' establishments. This program strengthens the bond of relationship between the Bank and Customers
- b. SJIBL has organize Iftar Mahfil during the month of Ramadan every year accommodating highest possible number of clients. Apart from the above, the Bank organizes client's gatherings time to time upon different requirements.
- c. Every year the Bank distributes New Year's souvenir calendar, diary, card etc. among the customers. In addition, greeting cards on various occasions are also exchanged with them.

Responsibility Towards Suppliers

Suppliers play a fundamental role in the Bank's micro environment. As an essential component of overall business function, suppliers regarded as inclusive partners. The Bank develops its relationships with supplier's organizations on the basis of value and trust.

Ethical Procurement Practices:

The Bank holds ethical conduct as a priority in building suppliers relations. By engaging the employees involved with procurement functions, the Bank strives to maintain the unimpeachable standard of integrity in all business relationship. The Bank is of the view that the ethical behavior must be promoted and supported by appropriate systems and procedures. Bank expects the highest ethical standard from its suppliers also. In view of the above the Bank follows the following process:

- a. The Bank has a committee that are responsible for procurements across the number of people instead of one or a few ensuring that the concerned employees and the Bank are trusted and respected.
- b. All procurements follow a transparent tender procedure; price negotiations are conducted by designated teams and committees. Suppliers' information is treated with confidentiality and fair dealing.
- c. Timely payment to the suppliers is ensured without any harassment or unethical dealings.

Sustainable Procurement Policy:

IBBL recognizes its responsibility to carry out procurement activities in an environmentally and socially responsible manner.

- a. In accordance with Bank's 'Corporate Procurement Strategy', it strives to incorporate environmental and social considerations into the procurement process.
- b. The Bank recognizes its responsibility to encourage suppliers to minimize negative environmental and social effects associated with the products and services they provide. The suppliers are also encouraged to maintain ethical standard throughout the process of procurement.
- c. The Bank encourages departments and branch offices to review their consumption of goods and services in order to reduce usage, recycle and reuse in a bid to operate according to sustainable business principles.
- d. Under the sustainable procurement policy, processes are implemented to ensure an equitable share of wealth to a large number of suppliers through enhancement of supplier base by inviting fresh enlistment.
- e. Under sustainable policy, the Bank introduced outsourcing of time intensive activities such as packing of stationary and complementary items etc.

Responsibility Towards Community

The Bank is very much conscious regarding its responsibility towards the communities within which it operates.

The most important contribution of the Bank in this regard is the creation of employment opportunities in its financed projects as well as in its own organization. At present about 1,624 employees are working in the bank.

Apart from this, it takes several programs in view to improve the lives of the people especially to the less fortunate segments of the community.

Corporate Social Responsibility Report 2011

Bank's strategy towards discharging community responsibility focuses on: (1) Health, (2) Education, (3) Sports, arts & culture, (4) Women empowerment and (5) Humanitarian Assistance etc.

Women Empowerment Program:

SJIBL is very much conscious about the prevailing conditions of the women in our society. Keeping this in view it takes various programs for empowering the women like awareness building, training, financing etc.

Responsibility Towards Environment:

The main theme of environmental responsibility is to create 'No Harm' to the environment in view to remain it healthy for future generation. Recently, the issue of climatic change is being addressed seriously all over the world. It is identified that Bangladesh being a southern delta

is under serious threat of natural disaster. In view of the above, the corporations are recommended to pay due attention to the followings:

- 1. To reduce the use of non-renewable energy & materials (electricity, gas, fuel, paper, stationeries etc.) and to increase use of renewable or recyclable energy & materials (solar power, bio-gas, electronic media of communication etc.)
- Reduction of the emission of industrial carbon. 2.
- 3. Scrutiny of negative impacts of the corporations on environment and taking necessary mitigating measures there against.

SJIBL, being a responsible corporation, has taken following initiatives in this regard:

Measures taken within the organization:

Educating the employees in 'Green Banking' and encouraging them to ingrain the practices in their daily activities. With the initiatives for creation of a paperless office, all the officials of the bank are given computer with e-mail facilities to reduce dependencies on paper and table stationeries.

2. By establishing online connectivity with all the branches, no paper statement is now required to be sent from Branches. Consolidation of branch statements in the Head Office is done automatically.

Investment proposal of the customers along with required 3. documents are sent to the Head Office through e-mail in scanned form. Sanctions against the proposals are also sent to the branches in the same manner.

Inter-branch transactions, are also reconciled automatically.

- Employees are encouraged to efficient use of energy and thus instructed to avoid unnecessary consumption of electricity by light, fan, air condition and other electrical appliances.
- 5. Customers are encouraged to check their balance/statement through internet/ mobile phone/ATM machine without giving paper statement.

Measures taken with the customers:

Sjibl is especially concerned about the impact of bank's financed projects on environment. An environmental policy



has been formulated in accordance with guideline issued by the government. As per policy, environmental impact are duly considered during new project investment appraisal and also during the continuation of the projects.

- 2. To ensure green industrialization, clearance are taken from the department of environment of the government before giving sanction to any new project. All possible cares are taken to protect environmental pollution by bank's sanctioned projects. In this reagand, clients are encouraged to establish e.t.p to the projects like dyeing, printing, 120 feet chimney for the brick fields etc. Noc from various authorities such as, explosive department, fire services department, rupantorito prakritic gas (CNG) company etc. Are also obtained for setting up gasoline/cng filling station.
- 3. Sjibl extended investments to different industrial customers for establishing effluent treatment plant (ETP).

Measures taken with the community:

- 1. Due to quick urbanization in the country, forest and agricultural land is becoming squeeze which hampers ecological balance severely. In view to improve ecological harmony, Sjibl takes a campaign program of "one man one plant" among the employees and the customers. It observes 'plantation week' during the rainy season every year
- 2. The bank sponsors various conferences and seminars conducted on different environmental issues.

Ecology and Green Banking

Green Bank is simply with social awareness. SJIBL insists on going green to help the environment that promote its online banking, Mobile Banking or the idea of socially responsible investment funds for sustainable project finance activities. An important and easy aspect of green banking is online and investment in eco-friendly business projects. A truly green bank will reduce its carbon footprint by building more efficient premises, branches, implementing more efficient operational procedures promoting sustainable banking and increasing their investments in environment-sensitive industries.

SJIBL Green Banking practices are connected with both internal operation and product ecology. Product ecology is concerned with the impacts of the bank's on the environment used by the clients. Green banking engaged in creating socially responsible investment funds and sustainable project finance activities.

SJIBL is concerned with the well-being of its employees and customers satisfaction, benefits, wages and the banks environmental standing. The bank is putting a combined effort on switching to more environment –friendly practices i.e. online banking, reducing wastage of paper and electricity, using solar power and energy saving light bulbs, saving day light during office hours and being more conscious about employee travel policies. Benefits of online banking include less paperwork, less mail etc., which all have a positive impact on the environment. The environment and the banking industry both are benefited when bank customers start using the online banking, SMS banking and mobile banking services.

SJIBL aims at introducing changes in operational areas in future to adopt more environment–friendly procedures. The progression of our current banking system towards a fully electronic and online banking will further reduce cost and will be beneficial for our customers.

Ethical Banking

Banks and the policies they pursue have an impact on the community around them. Their impact has two dimensions: the way they operate i.e. internal operations and the types of companies they help finance. SJIBL take care of both the dimensions in its operation.

Many ethical issues such as the environmental conduct of business customers, are now part of standard risk assessment and prudent banking. It is becoming increasingly common practice for banks to have established guidelines for their staff on the major ethical issues covered. SJIBL has been trying to follow the Equator Principles, a set of guidelines developed by the banks for managing social and environmental issues related to the financing of development projects.

Our investment is based on Islamic values as defined by the principles of Shariah (Islamic law). The Islamic Shari'ah attempts to maximize social welfare. Consequently Islamic investment involves the screening out of those companies whose primary business does not conform with the shari'ah principles.

Risk Management

Risk Management Unit

SJIBL has formed a separate 'Risk Management Unit' under Chief Risk Officer to ensure following things:

- Designing of organizational structure by clearly defining roles and responsibilities of individuals involved in risk taking as well as managing it;
- Formulation of overall risk assessment and management policies, methodologies, guidelines and procedures for risk identification, risk measurement, risk monitoring, defining an acceptable level of risk, mitigation of all the core risks in line with their respective guidelines as provided by Bangladesh Bank;
- Reviewing and updating all risks on systematic basis as necessary at least annually, preferably twice a year, ensuring that adequate controls exist and that the related returns reflect these risks and the capital allocated to support them. The main risk areas will be Balance sheet Risk management, Investment (Credit) Risk, Foreign Exchange Risk, Internal Control and Compliance Risk, Money Laundering Risk and IT Risk. The following risks have also reviewing at certain interval as defined by the Bangladesh Bank:
- Investment Risk
- · Liquidity Risk
- Market Risk
- Operational Risk
- Reputation risk
- Sustainability Risk
- Formulation of strategies and different models in consistency with risk management policy based on IT Policy and in house IT support which can measure, monitor and maintain acceptable risk levels of the bank;
- Development of information systems/MIS inflow and data management capabilities to support the risk management functions of the
- Ensure compliance with the core risks management guidelines at the department level, and at the desk level;
- Analysis of self resilience capability of the bank;
- Initiation to measure different market conditions, vulnerability in investing in different sectors;
- Risk Management Unit of SJIBL is arranging monthly meeting on various issues to determine strategies in consistency with risk
 management policy, which can measure, monitor, and maintain acceptable risk level of the bank. Minutes of each meeting is submitted
 to Bangladesh Bank on guarterly basis;
- Besides, Risk Management Paper has also been prepared on the basis of 03 months' monthly minutes addressing different areas of risk and their mitigating tools & techniques guided by the members of Risk Management Unit;

Risk Management Process (Term of References) as guided by the Bangladesh Bank:

- Collecting all relevant data from different models and information systems for analyzing risk.
- Assess the quality, completeness, and correctness of all relevant data/information needed to analyze risks.
- Highlight risky portfolios and deficiencies of the bank on timely manner with recommendations and suggestions.
- Analyze data/information through preparation of paper named Risk Management paper.
- Identify, evaluate/measure, control and monitor major risks in line with the standard set in the policy guideline to avoid unnecessary loss and ensure the banks in pricing all risk correctly.
- Oversee the capital management function of the bank in consistency with the Risk Based Capital Adequacy (RBCA) Measurement Accord (Basel-II).
- Identify, Assess and quantify key transaction risks inherent in a given transaction to ensure that the quality of the assumption are tested against due diligence carried out by different operational business units.

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- Review market conditions and take precautionary measures towards facing abnormal market situation and vulnerability of investments of the Bank.
- Analyze the bank's own resilience capacity towards facing financial difficulties of the bank.
- Ensure through independent oversight that different risks are identified, evaluated, monitored, and reported within the established risk management framework.
- Take necessary steps to bring the position within limit and also assess and measure volatility of market and vulnerability of investment from time to time.
- Conduct quarterly stress tests so that any errors/mistakes/lapses are eliminated gradually during daily operations
 of the Bank.
- Exercise governance and oversight over the bank's risk rating systems to ensure that they are fit for purpose and adequately utilized to control risk in the bank.

SJIBL has always been in the forefront of implementing different risk management tools and techniques. Its risk management approach is emphasized not only for Regulatory purpose but also to improve operational and financial performance of the bank. The prime objective of the risk management is that the bank takes well calculated business risks while safeguarding the bank's assets and its profitability from various risks. Risk management process consists of:

- i. Identification,
- ii. Measurement,
- iii. Aggregation,
- iv. Planning and management,
- v. Monitoring

Development Process- Risk Management Framework



Risk Governance Structure and Risk Management Committees:

The Bank has established a three-tiered risk governance structure to support effective risk management throughout the organization covering all key business activities.

The integrated risk management structure has been established in a manner that the 'risk monitoring' activities are independent from the 'risk assuming' activities as shown above. The Bank has clearly defined the authority and accountability of all relevant officials to clearly demarcate their roles and responsibilities. The entire risk management structure is clearly connected to the Board of Directors to facilitate a consolidated view of the organization in its entirety, based on risk perspective.

The Board of Directors is assisted by the committees listed in the table below in effectively deploying the Bank's risk management framework and capabilities it achieve the strategic objectives:

Risk Management

Committee

Board Audit Committee

Board Executive Committee

Assets and Liabilities Committee (ALCO)
Management Committee

Executive Committee on Monitoring NPAs

Key objectives

To ensure that the Bank –wide risks are managed within the risk strategy and appetite established by the Board of Directors.

To monitor and review all the risk exposures and risk related policies/procedures affecting investment, market and operational areas in line with the directives from Board of Directors.

To achieve the Bank's financial goals, while maintaining market risk at desired levels

To approve and review investment policies/procedures to ensure that all the investment portfolios are properly managed within the broad investment (lending) strategies of the Bank. To review and monitor the Bank's Non Performing Investments (NPIs) . To initiate timely corrective actions to prevent/reduce losses.

Taxonomy of Risks:

nvestment	Market	Operational	
Recovery	Profit Rate	 Process 	
Default	Foreign Exchange Rate	• People	
Concentration	 Liquidity 	 Systems 	
Sovereign	 Equity Price 	 External event 	
Settlement	 Commodity Price 	 Compliance 	
		• Legal	
		 Strategic 	
		Reputational	

Investment (Credit) Risk:

Investment (Credit) risk is the risk of financial loss arising from the violation of commitment by an investment clients or obligator. It arises not only from the direct investment, trade finance but also from off-balance items such as guarantees, acceptances and endorsement, letter of credit etc. any claim that is past due from 90 days or more will be treated as past due claim and this will include Special Mentioned Account (SMA), Sub Standard (SS), Doubtful (DF) and Bad/Loss (BL) Credit risk one of the major risks,

Investment (Credit) Risk Profile

In appraising Investment, the following risk profile is considered and analyzed in depth and mitigating factors are suggested:

Financial Risk	Business/ Industry Risk	Management Risk	Security Risk	Relationship Risk
Leverage	Business Size	Experience	Security coverage	Account Conduct
Liquidity	Business Age	Succession	Collateral coverage	Limit Utilization
Profitability	Business Outlook	Team Work	Support	Compliance of Conditions
Coverage	Industry Growth			Personal Deposits
	Market competition			
	Business Barriers			

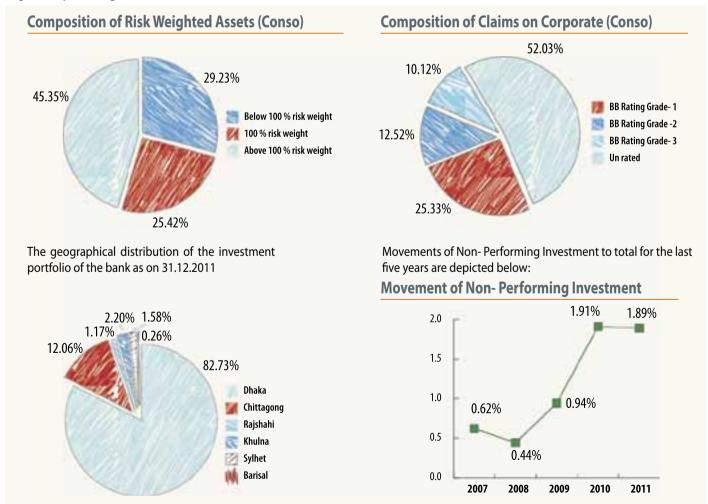
Investment (Credit) Risk Appetite:

Investment (Credit) Risk Appetite and the 'Risk Acceptance Criteria' of the Bank are clearly defined in the investment guidelines of the Bank set by the Board of the Directors. The investment officers are guided by the 'Risk Acceptance Criteria' in achieving their investment objectives through establishing clear business development priorities. The Sector which are perceived to be exceptionally 'High Risk' have been clearly defined by the investment (Credit) Policy Committee of the Bank to alert the investment Officers to have adequate risk mitigants and proper pricing in entertaining proposals from such high risk sectors.

Investment Risk Exposures of the Bank:

Major investment exposures of the Bank are created from investment to corporate/retail borrowers,/Placements/treasury-related activities with Financial Institutions and other counterparties. Exposures to foreign counterparties also trigger 'cross border' risks. In the case of corporate and retail investments, exposures are mainly created from conventional on Balance Sheet exposures such as investments, Inland Documentary Bill Purchases etc., and Off-Balance Sheet products such as Letters of Guarantee, Letters of Credit etc.

The graphical presentations below depict the analysis of the Bank's overall investment risk exposure as at December 31, 2011 based on Basel-II as guided by the Bangladesh Bank.



Risk Management

As per the Investment Policy of the Bank, no investment exposure is created in the Bank without a thorough investment (credit) risk assessment and obtaining approval of the relevant authority in the hierarchy.

Investment (Credit) Risk Mitigation

• The Bank believes that a key component of a disciplined investment (credit) culture is adherence to internal policies and procedures. Hence, comprehensive Investment Policies and Guidelines have been established in the Bank to ensure quality and transparency of investment decisions at all times. A well-defined approval hierarchy supported by high ethical standards, established policies, procedures and practices function as the core investment (credit) risk mitigant in the overall investment culture of Commercial Bank.

Market Risk

- The Basel II defines the market risk as the risk of losses in on balance sheet and off-balance sheet positions arising from movements in market prices. Market risk of the Bank arises from deposit received from the depositors and granting investment as well as from trading activities. As commonly seen, market risk in the non-trading and trading portfolios of the Bank can be segregated into different risk categories using different nomenclature; it is evident that none of these risk categories can exist in isolation. Changes in market factors constantly interact and disturb the status of equilibrium sought by prudent bankers and challenge the risk managers constantly.
- The primary objective of Market Risk Management is to ensure optimization of the risk-reward relationship and minimization of the exposure to unacceptable losses arising from movements in profit rate, liquidity, Foreign Exchange rate and equity prices.
- Capital charge for market risk is provided based on Standardized Approach as per the Basel- II quidelines.

Market Risk Appetite

- The Market Risk Management process of the Bank broadly involves risk identification, assessment and establishment of tolerance limits for risk exposures and overall risk monitoring and control.
- The Treasury limits are reviewed by the Assets & Liabilities Committee of the Bank and sanctioned by the Board of Directors on an annual basis. The Treasury Mid-Office, an independent unit, monitors and reports the limit utilizations as per documented procedures.
- The non-trading activities related-market risk is mainly managed through ALM (Assets & Liabilities Management) process of the Bank and the Board approved limits set out the risk appetite of the Bank.

Profit (Interest) Rate Risk

RSA: Rate Sensitive Assets

- Is the effect of changes in the economic value of profit rate sensitive instruments including investment and deposits, and is reflected in the levels of future income and expense produced by these positions versus levels that would be generated by current levels of profit rates. Profit Rate Risk represents the most significant market risk exposure to our non-trading financial instruments which is reflected in the Banking Book. The Bank considers the importance of managing profit rate risk from the earnings perspective and ensures that adverse profit rate movements do not materially impact the Net Investment Income (NIM) of the Bank. Bank has established an overall policy parameter for profit rate shock in its operations and has been successful in managing the overall Profit Rate Shock impact to NIM at moderate levels during the year 2011.
- Reprising gap report of the bank as on 31.12.2011:

(Amount in million Taka)

Particular	0-1 month	Over 1 month	Over 3 months	Over 1 Year and	Over 5 Years
		and Upto 3 months	and Upto 12 months	and Upto 5 Years	
RSA	26,447.23	17,255.50	17,000.05	33,456.80	26,447.23
RSL	20,160.15	17,042.80	15,950.04	32,932.75	20,160.15
RSA-RSL	6,287.08	212.70	1,050.01	524.05	6,287.08
RSA/RSL	1.31	1.01	1.07	1.02	1.31

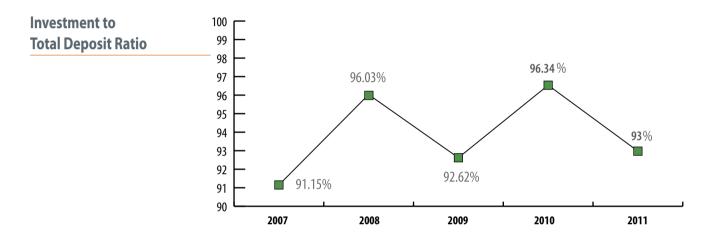
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RSL: Rate Sensitive Liabilities

Liquidity Risk:

Liquidity risk is the risk that the bank cannot promptly fulfill its payment obligations due to unforeseen factors or be forced to placement funds on unfavorable terms. In-addition to the more traditional Static Liquidity Gap Report (prepared with certain assumptions to classify no maturing assets and non maturing liabilities). Dynamic Liquidity Gap Reports which incorporate all contacted as well as anticipated inflows and outflows are regularly discussed at ALCO to ascertain real cash flow mismatches. Appropriate measures are then initiated to ensure that the bank's overall liquidity risk is maintained at a moderate level.

• Net investment deposit ratio of the bank for the last five years is depicted below:



Foreign Exchange Risk

- Foreign Exchange Risk is the current or prospective risk to earnings and capital arising from adverse movements in currency exchange rates. Foreign exchange risk may also arise as a result of exposures of banks to profit rate risk arising from the maturity mismatches of foreign currency positions.
- The Bank has established Risk Tolerance limits for foreign exchange exposure within the directives of Central Bank of Bangladesh in order to ensure that any adverse exchange rate movements on the results of the Bank due to un-hedged foreign exchange positions are managed within acceptable parameters.

Risk Indicators

Market Risk Indicators

• With a view to maintain the Bank's exposure against the following types of market risks at a reasonable level, Key Risk Indicators are identified, assessed and periodically monitored by the competent authority of the Bank.

The Bank's overall risk appetite and the Board approved risk tolerance limits have been disseminated to the Treasury Dealers. The adherence to these exposure limits are monitored on a daily basis by Middle Office of the Bank. Key Market Risk Indicators have been established under each of the following major market risk exposures.

Profit Rate Risk Indicator:

• The Bank monitors profit rate risk on an ongoing basis giving due cognizance to the re-pricing characteristics of the individual asset and liability products. Yield Curve Risk, the risk arising from change in the slope and shape of the yield curve of re-pricing mismatches after

applying rate shocks of different magnitudes to all relevant assets and liabilities are computed and monitored on a regular interval basis to ensure that the impact to the Bank's earnings is within reasonable levels.

Foreign Exchange Risk indicator.

• Bank's exposure to Foreign Exchange risk is managed by computing foreign exchange transaction and translation risks and their impact to the P&L of the Bank. The impact of the Foreign Exchange transaction risk is identified by providing exchange rate shocks to the net open position of the Bank.

Liquidity and funding Risk Indicator:

The Bank identified the following key liquidity risk indicators to assess and monitor the liquidity risk exposure:

- 1. Liquidity Gap Reports.
- 2. Net Investment to deposits ratio.
- 3. Liquid assets ratio.
- 4. Funding concentration in BDT and foreign currencies.
- 5. Duration analysis on investment portfolio.
- 6. etc
- Bank's Treasury had been maintaining a positive/negative gap in the short term tenor during the year 2011 as a business strategy with a view to maximizing opportunities to derive higher returns from the increasing profit rate scenario in the market.
- These gaps were maintained within the internally approved limits while having surplus liquid marketable securities in the longer tenor to meet any unforeseen situations.

Market Risk Mitigation

- Trading-related market risk mitigation is mainly through policies, limits and control measures which seek to reduce risk within or across the desks. ALM Policy and the FX Policy of the Bank set out the guidelines and limits pertaining to Market Risk-related activities in detail.
- The objective of a limit is to ensure that the negative earnings and impact of price risks are within the market risk appetite of the Bank. The nature of limits could typically include position limits, gap limits, tenor and duration limits, stop loss limits etc. These limits are appropriately selected for the relevant portfolios.

Market Risk Monitoring

- Due to the inherent nature of the market risks associated with trading activities, risk exposures accepted by the Bank are checked against
 the internal limits and external regulations by the Treasury Department.
- Middle Office plays a vital role in monitoring the market risk exposures of the Bank undertaken by Treasury on a daily basis and reports to RMU in regard to any major observations.
- RMU complies key risk indicators as per guidelines issued by the Bangladesh Bank and carries out stress testing analysis based on major vulnerable risk exposures. These reports together with any other market risk assessments carried out by the RMU on new products and services are submitted for discussion and decision making process in the Risk Management Unit (RMU) monthly meetings.
- RMU submits monthly assessment on market risk to the Risk Management of the Bank and discusses in detail the overall market risk exposure on a quarterly basis at the Board meeting of the bank.

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Operational Risk

- Operational Risk is the risk of loss or harm resulting from inadequate or failed internal processes, people and systems or from external events. Capability to carry out a large number of transactions effectively and accurately while complying with applicable laws and regulations constitute Operational Risk Management activities of the Bank.
- Key Processes of the Management of Operational Risk in the Bank are based on the concept of 'Risk vs Service vs Cost' and Operational Risk is effectively managed with least inconvenience to the clients.

Risk Appetite

• The Bank maintains 15% capital allocation under Basic Indicator Approach of Basel- II of average gross income for the last three years of the bank.

Approach for calculating capital charge for operational risk:

The Bank use Basic Indicator Approach for calculating capital charge against Operational Risk.

Policies and process for mitigating operational risk:

Operational Risks result from inadequate or failed internal process, people and system or from external events. Within the Bank, Operational Risk may arise from negligence and dishonesty of the employees, lack of management supervision, inadequate operational control, lack of physical security, poor technology, lack of automation, non-compliance of regularity requirements, internal and external fraud etc. Operational Risk Management Framework has been designed to provide a sound and well controlled operational environment and thereby mitigate the degree of operational risk.

Reputation Risk:

Reputation Risk is the current or prospective indirect risk to earnings and capital arising from adverse perception of the image of the financial institution on the part of Customers, Shareholders, Investors, Counterparties, Business Partners, Credit Rating Agencies, Regulators, and General Public. Reputation risk may originate from the lack of compliance with industry service standards, failure to deliver on commitments, lack of customer-friendly service and fair market practices, low or inferior service quality, unreasonably high costs, a service style that does not harmonize with market benchmarks or customer expectations, inappropriate business conduct or unfavorable authority opinion and actions. Signs of significant reputation risk include the extensive and repeated voicing of a negative opinion on the institution's performance and overall quality by external persons or organizations, especially if such negative opinion receives broad publicity along with poor performance by the institution which may lay the grounds for such opinions.

Residual Risk:

As institutions mitigate risks by way of collaterals, the collaterals can pose additional risks (legal and documentation risks), which may deteriorate the impact of risk mitigation. For example: The liquidation procedure of the collateral is difficult & time consuming, and the valuation of the collateral is inappropriate (e.g. overvaluation). The Banks should have appropriate governing and control systems, valuation procedures, internal regulations and responsible individuals assigned for the prudent handling of risks.

Business Risk:

Business Risk is the risk that covers the risk of losses arising from lower net profit margin, lower non-funded income and higher expenses from predetermined level. It resulted from change of market condition, customer behavior, or technological development from budgeted situation. This can affect earnings if Bank failed to adjust quickly to these changing conditions.

Country Risk:

Country Risk refers to potential losses that may be generated by an event (economic, political, etc.) that occurs in a specific country, where the event can be controlled by that country (government) but not by the bank. The components of country risks are Transfer risk; Sovereign risk derives from the insolvency of the country, Collective debtor risk- a significant number of debtors in a single country being unable to meet their obligations owing to a specific cause. Such causes are war, political or social unrest, natural disasters and national policy failures in achieving macro-economic and/or financial stability.

Settlement Risk:

Settlement Risk arises when an executed transaction is not settled as the standard settlement system. Settlement risk addresses to the investment/credit risk and liquidity risk elements. Treasury transactions, trading book items (deals) and capital market dealings concluded as part of investment services convey a settlement risk that is a specific mix of investment/credit and liquidity risk. The banks pose to the risk when it fulfills its contractual obligations (payment or delivery), but the counterparty fails or defaults to do the same.

Strategic Risk:

Strategic risk means the current or prospective risk to earnings and capital arising from changes in the business environment and from adverse business decisions, or from the overlooking of changes in the business environment. Typical sources of strategic risk are e.g. endeavors to achieve a growth rate or market share that does not synchronize with the market environment, lack of timely and proper adherence to environmental changes, assignment of inappropriate means to correctly chosen objectives, poorly timed alignment to changes in the business environment, or specific actions that do not comply with strategic objectives.

Implementation of Basel II in line with Bangladesh Bank guidelines

In addition to investment risk, Basel-II also covers operational and market risk. Moreover, under Basel-II, in absence of investment rating of the investment clients (borrowers), investment risk of the corporate investment is calculated at 125% of outstanding investment. As a result, risk weighted assets and capital requirement under Basel-II are substantially increased as compared to Basel-I particularly because credit rating of investment clients (borrowers) is a new phenomenon in Bangladesh. It has become a major challenge for our banking sector. However, better risk management system, capital increase and capacity building measures are underway to meet future requirement under the Basel II.

SJIBL maintained 11.40% CAR under Basel II (Solo basis) and 11.56% (Consolidated basis) as of 31 December, 2011 against minimum capital requirement of 10.00% by the Bangladesh Bank.

Supervisory Review Process (SRP) Team:

Under Pillar-II of Basel-II, all banks are required to design their own Supervisory Review Process to ensure maintenance of sufficient capital to fully cover all risk exposures. As per Guidelines on Supervisory Review Evaluation Process, the level of Capital Adequacy will be determined after evaluation and dialogue between Bangladesh Bank and the Supervisory Review Process Team of the Bank. The assessment of capital adequacy will be the outcome of a dialogue between the Bank's own SRP Team and Bangladesh Bank's Supervisory Review Evaluation Process (SREP) Team.

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Composition of SRP Team:

SJIBL has a well-designated SRP Team, which will aid to adopt Basel-II Capital Accord successfully. SRP Team of SJIBL has been formed comprising of the following Executives:

Composition of SRP Team	Position
Mr. Md. Abdur Rahman Sarker, Managing Director	Head of the Team
Mr. Md. Mukhter Hossain, Additional Managing Director	Member
Mr. Md. Abdul Jabber Chowdhury, Deputy Managing Director	Member
Mr. Md. Ghulam Wahab, Executive Vice President	Member
Mr. Anisul Kabir, Executive Vice President	Member
Mr. Md. Nazimuddoula Executive Vice President	Member
Mr. Imtiaz Uddin Ahmed, Senior Vice President	Member
Mr. Md. Ziaullah Khan, Senior Vice President	Member
Mr.Sayed Abul Hashem, ACA, FCMA, Senior Vice President	Member
Mr.Md.Ashraful Azim,FCA, Sr.Asstt. Vice President	Member Secretary
Mr.Md. Mostain Billah, ACA, Sr.Asstt. Vice President	Member

Basel II: SRP-SREP Dialogue on Capital Adequacy

In addition to, computing MCR, banks have to calculate Adequate Capital on the basis of banks own Supervisory Review Process (SRP). Banks should have Adequate Capital to meet comprehensive risk profile. Under the SRP, adequate capital will be determined on the basis of comprehensive risk management of banks. For this, each bank should have an exclusive SRP team and a process document (called Internal Capital Adequacy Assessment Process-ICAAP). The areas to be covered by the process document are review of risk management and planning for adequate capital against comprehensive risk profile including investment, market, operational and all other risks which are not captured in the process of determining Minimum Capital Requirement (MCR).

That is along with investment, market, operational risks, banks will allocate capital against other risks which are not captured in calculating Minimum Capital Requirement (MCR). Some of these risks are namely residual risk, investment concentration risk, profit rate risk, liquidity risk, model risk, settlement risk, country risk etc. Residual risk is one of the vital risks of banks. Banks must be proficient to prove that they have proper risk management procedures in place to control the risk.

Basel II implementation Unit and Supervisory Review Process (SRP) Team of SJIBL were active in 2011

SJIBL has a separate Basel II implementation Unit to ensure implementation and full compliance with Basel II. In addition, a SRP team has been also formed to review Internal Capital Adequacy Assessment Process (ICAAP) for determining capital requirement against all risks including those risks not captured in the process of determining Minimum Capital Requirement (MCR). SJIBL has completed review process to determine additional capital requirement against residual risk which is the first step towards implementation of Pillar-2 of RBCA Framework.

Emphasis on Internal control structure for risk assessment and capital requirement

The bank's internal control structure is essential to the capital assessment process. Effective control of the capital assessment process includes an independent review and, where appropriate, the involvement of internal or external audits. The Bank's board of directors has a responsibility to ensure that management establishes a system for assessing the various risks, develops a system to relate risk to the Bank's capital level, and establishes a method for monitoring compliance with internal policies.

Stress Testing as a forward-looking tool for risk management

The Bank conduct periodic reviews of its risk management process to ensure its integrity, accuracy, and reasonableness through stress testing. A bank should have written policies and procedures governing the stress-testing program. Stress testing as tool of forward looking risk management is an integral part of SRP. On the basis of findings of stress test, banks will maintain some provision proactively in addition to adequate capital. Bangladesh Bank will evaluate all these issues through the methods of SRP-SREP dialogue. The objective of the dialogue is to determine the adequate level of capital needed for a bank beyond minimum capital by reviewing the Internal Capital Adequacy Assessment Process (ICAAP). In other words, the dialogue target to review the process by which a bank assesses its level of risk management and capital adequacy, and quality of capital held.

Guidelines provided by Bangladesh Bank on Risk Management Papers and Meeting of Risk Management Unit (RMU)

During the year, Bangladesh Bank provided new guidelines for preparation of Risk Management Papers (RMP) covering all the risk areas of banks in a Uniform way as follows:

List of Risks for preparation of Risk Management Papers:

- i. Investment risk
- ii. Liquidity risk
- iii. Market risk
- a. Profit rate risk
- b. Equity price risk
- c. Foreign exchange risk
- iv. Operational risk
- v. Interest rate risk in the banking book
- vi. Reputational risk
- vii. Core risk management ratings and implementation status
- viii. Oversee the capital management function
- ix. Analysis of bank's own resilience capacity
- x. Evaluation of stress test result

RMU was active in 2011 for compliance with Bangladesh Bank guidelines

RMU was active in 2011 to oversee comprehensive risk management activities of the Bank. It has taken necessary measures for compliance with guidelines on Risk Management Papers. It had regular monthly meeting to assess risk management status of various divisions and operations. The RMU coordinated various risk management activities of the Bank and provided guidelines to concerned divisions in this respect. The activities, observations and recommendations of RMU were regularly reported to the Managing Director and Bangladesh Bank.

Stress Testing

Stress Testing is a risk management technique used to evaluate the potential effects of an institution's financial condition of a specific event and/or movement in a set of financial variables. It refers to the process to cover multiple risk measures across categories and complements traditional risk models. It is also an integral part of the Capital Adequacy Framework. The traditional focus of stress testing relates to exceptional but plausible events. Stress testing for credit risk assesses the impact of increase in the level of non-performing investments (NPIs) of the banks. This involves several shocking events. Each shocking event contains Minor, Moderate and Major Levels of shock.

Stress testing is done on a Quarterly basis

Stress testing as per Bangladesh Bank guidelines has been carried out regularly in 2011 on quarterly intervals. The findings were reported to Bangladesh Bank and Board of Directors of the Bank for compliance and guidance. Findings of stress testing and guidance from Bangladesh Bank and Board are taken into account for assessing potential risks, mitigation of such risks as well as current and future capital requirement of the Bank.

Performing Investment directly downgraded to B/L- Sectoral Concentration 1: It is a measure of the concentration risk where the bank has the highest investment. It assumes that 3%, 9% and 15% of the performing investment will be directly downgraded to B/L category in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.16%, 10.67% and 10.18% in minor, moderate and major levels of shock respectively when considering individual shock.

Performing Investment directly downgraded to B/L Sectoral Concentration 2: It is a measure of the concentration risk where the bank has the highest investment. It assumes that 3%, 9% and 15% of the performing investment will be directly downgraded to B/L category in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.55%, 11.83% and 12.10% in minor, moderate and major levels of shock respectively when considering individual shock.

Increase in NPIs due to default of top large investment borrowers: It represents the scenario of the bank when top large borrowers default. It is assumed that top 3, 7 and 10 borrowers of the bank will default in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 9.67%, 9.39% and 8.06% in minor, moderate and major levels of shock respectively when considering individual shock. The bank as a part of strategy is reducing the exposure of large investment borrower and focusing on diversification of investment portfolio. However, we are continuously monitoring the performance of large investment borrowers. Besides, a good amount of security coverage is also maintained against those large investments.

Negative shift in NPIs categories: It represents the shift of an Investment from one NPI category to the next NPI category. It is based on the assumption of 5%, 10% and 15% downward shift in the NPIs categories in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.16%, 11.59% and 11.20% in minor, moderate and major levels of shock respectively when considering individual shock.

<u>Decrease in the Forced Sale Value (FSV) of the collateral:</u> It represents the bank's condition when FSV of collateral decreases sharply. It is based on the assumption that FSV of collateral will fall by 10%, 20% and 40% in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.21%, 11.02% and 10.64% in minor, moderate and major levels of shock respectively when considering individual shock.

<u>Profit (Interest) rate shock:</u> It represents the condition of the bank when profit (interest) rate changes significantly. It is based on the assumption that profit (interest) rate will change by 1%, 2% and 3% in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.28%, 11.16% and 11.04% in minor, moderate and major levels of shock respectively when considering individual shock.

Foreign exchange shock: It represents the condition of the bank when exchange rate changes significantly. It is based on the assumption that exchange rate will change by 5%, 10% and 15% in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.40%, 11.39% and 11.39% in minor, moderate and major levels of shock respectively when considering individual shock.

Equity shock: It represents the bank's condition when market value of share falls sharply. It is based on the assumption that share price will change by 10%, 20% and 40% in minor, moderate and major levels of shock respectively. Capital Adequacy Ratio (CAR) of SJIBL would stand at 11.28%, 11.15% and 10.90% in minor, moderate and major levels of shock respectively when considering individual shock.

When all the shocks are considered together, the bank can absorb minor level of shock easily. However, for absorbing other levels of shock which is very unlikely in the industry; the bank may require additional capital reserve.

Report of Chief Risk Officer

Concept of Risk Management in Islam



"O my children, do not enter the capital of Egypt by one gate but go into it by different gates. However, know it well that I cannot ward off you Allah's will for none other than He has nay authority whatsoever. In Him I have put my trust and all who want to rely upon anyone should put their trust in Him alone."

(Surah Yusuf: Verse 67)

Hadith from Prophet Muhammad s.a.w

Prophet (peace be upon him) once asked a Bedouin who had left his camel untied, "Why do you not tie your camel?" The Bedouin answered, "I put my trust in God." The Prophet PBUH then said, "tie up your camel first then put your trust in God."

Risks are uncertain future events that could influence the achievement of the Bank's objectives, including strategic, operational & financial and compliance objectives.

Uncertain future events could be:

- Failure of a Investment client to repay a financing
- Fluctuation of foreign exchange rates
- Fraud, incomplete security documentations, etc
- · Non-compliance with shariah law and principles
- Other events that may result in a loss to the Bank

A Bank's business (whether Islamic or Conventional) is to take calculated risks. As such Risk Management is not only trying the minimization of losses but the optimisation of the risk reward equation

UNIQUE RISKS FOR ISLAMIC BANKS

Types of risks	Definition
Shariah non-compliance risk	Risk arises from the failure to comply with the Shariah rules and principles
Rate of return risk	The potential impact on the returns caused by unexpected change in the rate of returns
Displaced Commercial risk	The risk that the bank may confront commercial pressure to pay returns that exceed the rate that has been earned on its assets financed by investment account holders. The bank foregoes part or its entire share of profit in order to retain its fund providers and dissuade them from withdrawing their funds.
Equity Investment risk	The risk arising from entering into a partnership for the purpose of undertaking or participating in a particular financing or general business activity as described in the contract, and in which the provider of finance shares in the business risk. This risk is relevant under Mudarabah and Musharakah contracts.

1.0 Pillar 1 Risk Management

1.1 Investment Risk

Investment risk arises from the potential that counterparty fails to meet its obligations in accordance with agreed terms and conditions of a credit-related contract. As per Bangladesh Bank guideline, SJIBL already separated investment marketing, investment risk management, and investment administration function. The investment risk in SJIBL is guided by Investment Risk Management Policy which was duly approved by the Board of Directors of the bank.

The following systems and procedures are being followed in SJIBL to manage the investment risk:

- a. **Investment Origination:** Before allowing investment facility to an investment client, the bank makes an assessment of risk profile of investment deals/transaction.
- b. **Approved Investment policy by the board of directors:** The Board of Directors has approved the Investment policy for the bank where major Policy guidelines, growth strategy, exposure limits (for particular sector, product, individual company and group) and risk management strategies have been described /stated in details. Investment policy is regularly updated to cope up with the changing global and domestic economy scenarios.
- c. **Separated Investment Risk Management Division**: Investment risk management division has been separated from corporate division in line with central bank guidelines. Investment risk management division asses' investment risk and suggest mitigation before recommendation of every investment proposal and disbursement.
- d. **Measuring Investment Risk through External Credit Rating Institutions:** SJIBL through its Risk Management Unit is putting its best efforts to get its corporate clients rated by ECAI. The bank completed rating of handsome percent of total eligible Investment clients and expects to complete rating of a remarkable percent of investment client at the end of the year of 2012.
- e. **Independent internal audit and direct access to Board/Audit Committee:** Internal control and compliance division independently verifies and ensures, at least one in a year, compliance with approved investment guidelines, operational procedures, adequacy of internal control and documentation procedures. Internal control and compliance division directly report to the Board/Audit committee the overall quality, performance, recovery status, risks status, adequacy of provision of investment portfolio for information, overall observation and quidance.
- f. **Delegation of Authority:** As per Bangladesh Bank guidelines under the policy of Investment Risk Manual (IRM) Delegation of Authority has set up in the bank. Accordingly, the power of delegation as set by the Board of Directors investment decision is taking regularly by the management and Board of Directors. SJIBL has segregated responsibility for investment sanctions and delegated authority to approve investments or changes in investment terms.
- g. **Formation of Recovery Team:** A vigorous recovery team has been formed to monitor the performance of the investment, identify early sign of delinquencies in portfolio, and take corrective measures to mitigate risks, improve investment quality and to ensure recovery of investments in a timely manner including legal actions.

1.2 Market Risk:

- 1.2.1 **Definition:** Market risk is defined as the potential impact of adverse price movements such as benchmark rates, foreign exchange rates, and equity prices on the economic value of an asset i.e. the current or prospective threat to the bank's earnings due to movements in market prices, i.e., prices of securities, commodities, profit rates and foreign exchange rates. Market risk exposure of SJIBL is explicit in portfolios of securities/equities and instruments that are actively traded.
- 1.2.2 **Policies Guiding Market Risk:** SJIBL has a separate ALCO policy, which acts as the controlling point for any investment activities.
- 1.2.3 **Segregation of Responsibilities:** The Asset and Liability Committee (ALCO) holds overall responsibility for market risk and sets the limit for trading positions and stop loss levels on product and responsibility basis.
 - Treasury department actively manages market risk within the limits provided by ALCO.

1.3 Operational Risk

1.3.1 Definition: Operational risk refers to the risk of loss because of inadequate or failed internal processes, staff and systems or external events. It also includes legal risk. SJIBL has emphasized on risk identification and assessment that ensure that all key risks are effectively highlighted for bank's transparency and management. This enables the bank to focus on fewer but more fundamental risks.

- 1.3.2 **Indication and Measurement:** The measurement and control framework comprises of the following qualitative elements:
 - Monitoring of key risks: This is an ongoing process that ensures that an unfavorable development in such risks is consistently highlighted on a group basis.
 - Risk mitigation strategies and implementation process that ensures key risks are controlled and establish Transparency in these strategies and processes.
 - Follow up on loss data and events.
- 1.3.3 **Control and Mitigation:** At present, operational risk is largely managed through internal control and audit system. Our bank has put in place the following measures to mitigate operational risk:
 - · System of delegated authority covering investment and expenditure.
 - Book of instructions and issuance of instructions through circulars from time to time.
 - · Preventive vigilance
 - Continuous training process
 - · Risk Based Internal Audit
 - Compliance Policy

2.0 Pillar 2 and All Other Risks

SJIBL is conducting stress testing on its financials a quarterly basis and reporting the outcomes to Bangladesh Bank, as a part of Pillar 2 risk management. In addition to that, Bangladesh Bank also released guideline of Supervisory Review Evaluation Process (SREP), which states that every bank has to establish a Supervisory Review Process (SRP) team, a process document called Internal Capital Adequacy Assessment Program (ICAAP) for assessing the overall risk profile and a strategy for maintaining adequate capital. Accordingly, SJIBL has already established a SRP team and also submitted the report on additional capital requirement under Pillar 2 to Bangladesh Bank.

SJIBL assessed its additional capital requirement under Pillar 2 taking into consideration risks that are not covered under Pillar 1. As per model such risks include- residual risk, investment concentration risk, liquidity risk, profit rate risk in banking book, settlement risk, reputation risk, strategic risk, and other material risk.

3.0 Compliance Status of Minimum Capital Requirement (MCR) in 2011

In compliance of Minimum Capital Requirement (MCR) under Pillar 1 risk elements, SJIBL was well ahead of minimum requirement in all four quarters of 2011- CAR was 10.07 percent at the end of March quarter, 10.56 percent at the end of June quarter, 10.74 percent at the end of September quarter, and 11.40 percent at the end of the December quarter.

Md. Abdul Jabber Chowdhury Deputy Managing Director & Chief Risk Officer

Market Discipline

Disclosures on Risk Based Capital (Basel II) as on 31.12.2011

The purpose of Market Discipline in (Basel- II) is to establish more transparent and more disciplined financial market so that stakeholders can assess the position of a bank regarding holding of assets and to identify the risks relating to the assets and capital adequacy to meet probable loss of assets. For the said purpose, this "Disclosures on Risk Based Capital (Basel II)" is made as per Bangladesh Bank's Guideline.

Qualitative Disclosures		
The name of the top corporate entity in the group to which this guidelines applies:	Shahjalal Islami Bank Limited	
o) An outline of differences in the basis of consolidation for accounting and regulatory purposes, with a brief description of the entities within the group (a) that are fully consolidated; (b) that are given a deduction treatment; and (c) that are neither consolidated	The Financial Statements of the bank include the financial statements of (i) Shahjalal Islami Bank Limited (ii) Shahjalal Islami Bank Securities Limited and (iii) Off-Shore Banking Unit (OBUs).	
nor deducted (e.g. where the investment is risk - weighted).	A brief description of the Bank (Main Operation) its subsidial and the OBUs are given below:	
	Shahjalal Islami Bank Limited	
	The Shahjalal Islami Bank Limited (hereinafter called 'the Bank'-'SJIBL') was established as a Public Limited Compar (Banking Company) as on the 1st day of April 2001 under the Companies Act 1994 as interest free Islamic Shari'ah base commercial bank and commenced its operation on the 10th day of May 2001 with the permission of Bangladesh Bank Presently the Bank is operating its business through head of fice having 73 branches, 06 (six) SME centers and 15 (fifteen ATM booths all over Bangladesh. The Bank is listed with both the Stock Exchanges of the country, i.e. Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.	
	The principal activities of the bank all kinds of commerc banking services to its customers through its branches following the provisions of the Bank Companies Act 1991, Ban ladesh Bank's Directives and the principles of the Islam Shari'ah.	

	Shahjalal Islami Bank Securities Limited
	Shahjalal Islami Bank Securities Limited is a subsidiary company of Shahjalal Islami Bank Limited (SJIBL) incorporated as a public limited company under the Companies Act 1994 vide certification of incorporation no. C - 86917/10 dated September 06, 2010 and commenced its operation on the 25th day of May 2011. The main objective of the company is 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.
	Off-shore Banking Unit (OBU)
	Off-shore Banking Unit is a separate business unit governed by the applicable rules & regulations and guidelines of Bangladesh Bank vide letter no. BRPD (P-3)744(99)/2008-2800 dated 24 July 2008. The Bank opened its Off-shore Banking Unit on 21st December 2008 and the same is located at 40/5, North Avenue, Gulshan-2, Dhaka-1212.
c) Any restrictions, or other major impediments, on transfer of funds or regulatory capital within the group	Not applicable.
Quantitative Disclosures	Not applicable.
d) The aggregate amount of capital deficiencies in all subsidiaries not included in the consolidation i.e. that are deducted and name(s) of such subsidiaries.	

2. Capital Structure

Qualitative Disclosures

a) Summary information on the terms and conditions of the main features of all capital instruments, especially in the case of capital instruments eligible for inclusion in Tier- 1 or Tier- 2.

As per the guidelines of Bangladesh Bank, Tier-1 Capital of SJIBL consists of (i) Fully Paid-up Capital, (ii) Statutory Reserve, (iii) Retained Earnings and (iv) Minority Interest in Subsidiaries.

Tier-2 Capital consists of applicable amount of (i)General Provision (against unclassified Investments, Off-Balance Sheet exposure & Off-Shore Banking Units),

Quantitative Disclosures

b) The amount of Tier-1 capital, with separate disclosure of

Taka in million

P	Particulars	Solo	Consolidated
i. F	ully paid-up Capital	4,452.66	4,452.66
ii. S	itatutory Reserve	2,252.10	2,252.10
iii. N	Non-repayable Share Premium account	-	-
iv. G	General Reserve	-	-
v. R	Retained Earnings	1,212.03	1,212.24
vi. N	Minority interest in Subsidiaries	-	225.02
vii. N	Non-cumulative irredeemable preference shares	-	-
	Dividend equalization account	-	-
ix. C	Other (if any item approved by Bangladesh Bank)	-	-
S	Sub-Total (A)	7,916.79	8,142.02
c) T	The total amount of Tier-2 and Tier-3 capital	-	-
i)	Amount of Tier-2 capital	1,266.48	1,266.48
ii	i) Amount of Tier-3 capital	-	-
S	Sub-Total amount of Tier-2 and Tier-3 capital (B)	1,266.48	1,266.48
d) C	Other deductions from capital	-	-
e) T	otal Eligible Capital (A+B)	9,183.27	9,408.50

3. Capital Adequacy

Qualitative Disclosures

a) A summary discussion of the bank's approach to assess the adequacy of its capital to support current and future activities. The Bank has adopted Standardized Approach (SA) for computation of capital charge for investment risk and market risk, and Basic Indicator Approach (BIA) for operational risk. Assessment of capital adequacy is carried out in conjunction with the capital adequacy reporting to the Bangladesh Bank.

The Bank has maintained capital adequacy ratio at 11.56% & 11.40% on the basis of "Consolidated" and "Solo" respectively as against the minimum regulatory requirement of 10%. Tier-I capital adequacy ratio under "Consolidated" basis is 10.00% which "Solo" basis is 9.83% as against the minimum regulatory requirement of 5%. The Bank's policy is to manage and maintain strong Capital Adequacy Ratio with high rating grade of investment clients. The Bank maintains adequate capital that is sufficient to absorb all material risks associated with the Bank. The Bank also ensures that the levels of capital comply with regulatory requirements and satisfy the external rating agencies and other all stakeholders including depositors.

Quantitative Disclosures

Taka in million

	Particulars	Solo	Consolidated
b)	Capital requirements for Investment (Credit) Risk:	7,195.47	7,157.51
c)	Capital requirements for Market Risk	233.06	357.44
d)	Capital requirements for Operational Risk	624.15	624.20
e)	Total and Tier-1 capital ratio:		
	Minimum capital requirement	8,052.68	8,139.15
	Total Risk Weighted Assets (RWA)	80,526.80	81,391.50
	Total and Tier-1 capital ratio:		
	Tier-1 CAR	9.83%	10.00%
	Tier-2 CAR	1.57%	1.56%
	Total CAR	11.40%	11.56%

4. Investment (Credit) Risk:

Qualitative Disclosures

a) i) The general qualitative disclosure requirement with respect to credit risk, including:

- Definitions of past due and impaired (for accounting purposes)
- As per relevant Bangladesh Bank guidelines, depending on type of the investments, it is considered past due from the following date of the expiry date or after six months of expiry date. If the investment is past due for three months or beyond then it is considered Special Mention Account (SMA). Again depending on type of the investment, if the investment is overdue for 6 months or beyond or if defaulted installment is equal to or more than the installment(s) due within six months /12 months then it is considered sub-standard. Then if the investment is overdue for 9 months or beyond or if defaulted installment is equal to or more than the installment(s) due within 12 months / 18 months then it is considered doubtful. Then if the investment is overdue for 12 months or beyond or if defaulted installment is equal to or more than the installment (s) due within 18 /24 months then it is considered bad / loss.

The Bank is following the general and specific provision for investments on the basis of Bangladesh Bank guidelines issued from time to time.

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ii) Description of approaches followed for specific and general allowances and statistical methods;

iii) Discussion of the Bank's investment risk management policy

Rates of provision are noted below:

- As per relevant Bangladesh Bank guidelines, 1% to 5% as general provision is maintained against unclassified investments, 5% provision is maintained against SMA investments, 20% provision is maintained against sub-standard investments, 50% provision is maintained against doubtful investments and 100% provision is maintained against bad/(loss) investments after deducting value of eligible security, if any, as per Bangladesh Bank guidelines.

The Board approved the Investment Risk Manual (IRM) keeping in view relevant Bangladesh Bank guidelines to ensure best practice in investment risk management and maintain quality of assets. Authorities are properly delegated ensuring check and balance in investment operation at every stage i.e. screening, assessing risk, identification, management and mitigation of investment risk as well as monitoring, supervision and recovery of investments with provision for Early Warning System. There is a separate Investment Risk Management(IRM) division for mitigation of investment risk, separate investment administration division for ensuring perfection of securities and investment monitoring and recovery division for monitoring and recovery of irregular investments. Internal control & compliance division Independently assess quality of investments and compliance status of investments at least once in a year. Adequate provision is maintained against classified investments as per Bangladesh Bank guidelines. Status of investments is regularly reported to the Board /Executive Committee of the Board.

Agriculture & Fishing 33 Cotton & Textile 11,8 Garments 12,2 Cement 7 Pharmaceuticals & Chemicals 1,4 Real Estate 8,4 Transport 2,0 Information Technology 2 Non Banking Financial Institutions 2,5 Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4	b) Total gross investment risk exposures broken down by major types of investment exposures.	Major type of investment exposures as per disclosure in the audited financia statements as of 31st December 2011 of the Bank		
Cotton & Textile 11,8 Garments 12,2° Cement 7 Pharmaceuticals & Chemicals 1,4° Real Estate 8,4 Transport 2,0° Information Technology 2 Non Banking Financial Institutions 2,5° Steel & Engineering 3,0° Paper & Paper Products 1,4° Services Industries 2,7° Trading 9,3° Import Financing 9,0° Consumer Financing 2 Share business 2,5° Staff Investment 4		Particulars	Taka in million	
Garments 12,2° Cement 7. Pharmaceuticals & Chemicals 1,4° Real Estate 8,4 Transport 2,0 Information Technology 2 Non Banking Financial Institutions 2,5 Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3° Import Financing 9,0° Consumer Financing 2 Share business 2,5° Staff Investment 4		Agriculture & Fishing	361.81	
Cement 7. Pharmaceuticals & Chemicals 1,4 Real Estate 8,4 Transport 2,0 Information Technology 2 Non Banking Financial Institutions 2,5 Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4		Cotton & Textile	11,839.63	
Pharmaceuticals & Chemicals1,44Real Estate8,4Transport2,0Information Technology2Non Banking Financial Institutions2,5Steel & Engineering3,0Paper & Paper Products1,4Services Industries2,7Trading9,3Import Financing9,0Consumer Financing2Share business2,5Staff Investment4		Garments	12,298.43	
Real Estate 8,4 Transport 2,0 Information Technology 2 Non Banking Financial Institutions 2,5 Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4			743.11	
Transport 2,0 Information Technology 2 Non Banking Financial Institutions 2,5 Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4		Pharmaceuticals & Chemicals	1,491.20	
Information Technology 2 Non Banking Financial Institutions 2,5 Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2,5 Share business 2,5 Staff Investment 4		Real Estate	8,415.90	
Non Banking Financial Institutions2,5Steel & Engineering3,0Paper & Paper Products1,4Services Industries2,7Trading9,3Import Financing9,0Consumer Financing2Share business2,5Staff Investment4		Transport	2,028.02	
Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4		Information Technology	213.48	
Steel & Engineering 3,0 Paper & Paper Products 1,4 Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4		Non Banking Financial Institutions	2,518.60	
Services Industries 2,7 Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4			3,071.04	
Trading 9,3 Import Financing 9,0 Consumer Financing 2 Share business 2,5 Staff Investment 4		Paper & Paper Products	1,473.22	
Import Financing9,00Consumer Financing2-Share business2,5-Staff Investment4-			2,751.90	
Consumer Financing 2- Share business 2,5 Staff Investment 4		Trading	9,378.16	
Consumer Financing 2- Share business 2,5 Staff Investment 4		Import Financing	9,086.20	
Staff Investment 4		Consumer Financing	245.43	
		Share business	2,527.33	
Othors 11.6		Staff Investment	494.08	
Others 11,6:		Others	11,654.92	

c) Geographical distribution of exposures, broken down in significant areas by major types of investment exposure.

Geographical distribution of exposures, broken down in significant areas by major types of investment exposure.

	Particulars	Taka in million
	Area-wise	
	Urban	4,423.27
	Rural	76,169.19
	Total	80,592.46
	Division- wise	
	Dhaka	66,677.39
	Chittagong	9,718.78
	Sylhet	1,277.01
	Rajshahi	938.68
	Khulna	1,768.41
	Barisal	212.19
	Total	80,592.46
d)) Industry or counterparty type distribution of exposures, broken down by major types of investment exposure.	Industry or counterparty type distribution of exposutypes of investment exposure.	ures, broken down by majo
	Particulars	Taka in million
	Investments to allied concern of Directors	107.51
	Investments to Executives/Officers	494.08
	Investments to Customer Groups	34,434.17
	Industrial Investment	35,945.00
	Others	9,611.70
	Total	80,592.46
e) Residual contractual maturity breakdown of the whole portfolio, broken down by major types of investment exposure.	Residual contractual maturity break down of the wh by major types of investment exposure of the Bank:	ole portfolios, broken dowr
	Particulars	Taka in million
	Repayable on Demand	-
	Up to 1 month	11,683.20
	Over 1 month but not more than 3 months	9,059.36
	Over 3 months but not more than 1 year	29,385.51
	Over 1 year but not more than 5 years	19,379.99
	Over 5 years	11,084.40
	Tatal	00 500 44
	Total	80,592.46

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Quantitative Disclosures		
f) By major industry or counterparty type:	Particulars	Taka in million
	Amount of impaired investments and if available,	
	past due investments, provided separately	1,522.50
	Specific and general provisions	1,689.49
	Charges for specific allowances and charge – offs during the period	373.00
g) Gross Non Performing Assets (NPAs)		1,522.50
	Non Performing Assets (NPAs) to outstanding Investments	1.89%
Movement of Non Performing Assets (NPAs)	Opening balance	1,173.12
3 ,	Additions	349.38
	Reductions	-
	Closing balance	1,522.50
Movement of specific provisions for NPAs	Opening balance	268.00
	Provisions made during the period	155.00
	Write-off/Write-back of excess provisions	-
	Recovery from write-off	-
	Closing Balance	423.00

5. Equities: Disclosures for Banking Book Position Qualitative Disclosures

a)The general qualitative disclosures requirement with respect to equity risk, including:

• Differentiation between holdings on which capital gains are expected and those taken under other objectives including for relationship and strategic reasons; and

i) Quoted Securities that are traded in the secondary market (Trading Book Assets). ii) Unquoted securities are categorized as banking book equity exposures which are further sub-divided into two groups: unquoted securities which are invested without any expectation that these will be quoted in near future i.e. held to maturity (HTM). And securities those are acquired under private placement or IPO

Investment in equity securities are broadly categorized into two parts:

and are going to be traded in the secondary market after completing required formalities Unquoted securities are valued at cost.

Discussion of important policies covering the valuation and accounting of equity holdings in the banking book. This includes the accounting techniques and valuation methodologies used, including key assumptions and practices affecting valuation as well as significant changes in these practices The primary objective is to investment in equity securities for the purpose of capital gain by selling them in future or held for dividend income. Dividends received from these equity securities are accounted for as and when received and right to receive when established. Both Quoted and Un-Quoted equity securities are valued at cost and necessary provisions are maintained if the prices fall below the cost price.

Qua	Quantitative Disclosures		Consolidated
	Particulars	Taka in million	
b)	Value disclosed in the balance sheet of investments, as well as the fair value of those investments; for quoted securities, a comparison to publicly quoted share values where the share price is materially different from fair value.	1,322.37	1,744.79
c)	The cumulative realized gains (losses) arising from sales and liquidations in the reporting period.	1,004.43	1,039.23
d)	Total unrealised gains (losses) Total latent revaluation gains (losses) Any amounts of the above included in Tier – 2 capital.	(247.50) - -	(300.19) - -
e)	Capital requirements broken down by appropriate equity groupings, consistent with the bank's methodology, as well as the aggregate amounts and the type of equity investments subject to any supervisory provisions regarding regulatory capital requirements.		
	Specific Market Risk	112.30	174.50
	General Market Risk	112.30	174.50

6. Profit (Interest) Rate Risk in the Banking Book (PRRBB)

Qualitative disclosures

a) The general qualitative disclosure requirement including the nature of PRRBB and key assumptions, including assumptions regarding investment prepayments and behavior of non-maturity deposits, and frequency of PRRBB measurement.

Profit rate risk is the risk where changes in market profit rates might adversely affect bank's financial condition. Changes in profit rates affect both the current earnings (earnings perspective) as well as the net worth of the bank (economic value perspective). Re-pricing risk is often the most apparent source of profit rate risk for a bank and is often gauged by comparing the volume of a bank's assets that mature or re-price within a given time period with the volume of liabilities that do so.

The short term impact of changes in profit rates is on the bank's Net Interest Income (NII). In a longer term, changes in profit rates impact the cash flows on the assets, liabilities and off-balance sheet items, giving rise to a risk to the net worth of the bank arising out of all re-pricing mismatches and other profit rate sensitive position.

Profit Rate Risk Analysis

Quantitative Disclosures

b)The increase (decline) in earnings or economic value (or relevant measure Used by management) for upward and downward rate shocks according to management's method for measuring PRRBB, broken down by currency (as relevant).

Quantitative Disclosures

Taka in million

Particular	1-90 days	Over 3 month	Over 6 months	Over 9 month
	•	- Upto 6 months	Upto 9 months	- Upto 1 Years
RSA	26,447.23	17,255.50	17,000.05	33,456.80
RSL	20,160.15	17,042.80	15,950.04	32,932.75
GAP	6,287.08	212.7	1,050.01	524.05
Cumulative Gap	6,287.08	6,499.78	7,549.79	8,073.84
Adjusted profit rate changes (PRC)	1.00%	1.00%	1.00%	1.00%
Quarterly earnings impact (Cum. Gap*PRC)	1,571.77	1,624.95	1,887.45	2,018.46
Accumulate earning impact to date	1,571.77	3,196.72	5,084.17	7,102.63
Earning impact/Avg. Quarterly Net Profit	2.09%	2.16%	2.51%	2.69%

RSA: Rate Sensitive Assets

RSL: Rate Sensitive Liabilities

7. Market risk

Qualitative disclosures

a) i) Views of BOD on trading / investment activities

ii) Methods used to measure Market risk

iii) Market Risk Management system

iv) Policies and processes for mitigating market risk

The Board approves all policies related to market risk, sets limits and reviews compliance on a regular basis. The objective is to provide cost effective funding to finance asset growth and trade related transactions.

Standardized approach has been used to measure the Market risk. The total capital requirement in respect of market risk is the aggregate capital requirement calculated for each of the risk sub-categories. For each risk category minimum capital requirement is measured in terms of two separately calculated capital charges for "specific risk" and "general market risk".

The Treasury Division manage market risk covering liquidity, profit rate and foreign exchange risks with oversight from Asset-Liability Management Committee (ALCO) comprising senior executives of the Bank. ALCO is chaired by the Managing Director. ALCO meets at least once in a month.

There are approved limits for credit deposit ratio, liquid assets to total assets ratio, maturity mismatch, commitments for both on-balance sheet and off-balance sheet items and borrowing from money market and foreign exchange position. The limits are monitored and enforced on a regular basis to protect the market risks. The exchange rate of the Bank is monitored regularly and review the prevailing market

Condition, exchange rate, foreign exchange position and transactions to mitigate foreign exchange risks.

Quantitative Disclosures

Taka in million

b)	The capital requirements for	Solo	Consolidated
	Particulars		
	Interest rate risk	-	-
	Equity position risk	224.60	349.00
	Foreign Exchange risk and	8.50	8.50
	Commodity risk	-	-
	Total Capital Requirement	233.10	357.50

8. Operational risk

Qualitative disclosures

a) i) Views of BOD on system to reduce Operational Risk

ii) Performance gap of executives and staffs

iii) Potential external events

iv) Policies and processes for mitigating operational risk

inadequate or failed of internal processes, people and systems or from external events. Capability to carry out a large number of transactions effectively and accurately while complying with applicable laws and regulations constitute operational risk management activities of the bank.

The policy for operational risks including internal control &

Operational risk is the risk of loss or harm resulting from

The policy for operational risks including internal control & compliance risk is approved by the Board taking into account relevant guidelines of Bangladesh Bank. Audit Committee of the Board directly oversees the activities of Internal Control & Compliance to protect against all operational risk.

SJIBL has a policy to provide competitive package and best working environment to attract and retain the most talented people available in the industry. SJIBL's strong brand image plays an important role in employee motivation. As a result, there is no significant performance gap.

No potential external events are expected to expose the Bank to significant operational risk.

The policy for operational risks including internal control & compliance risk is approved by the Board taking into account relevant guidelines of Bangladesh Bank. Policy guidelines on Risk Based Internal Audit (RBIA) system is in operation As per RBIA branches are rated according to their risk grading/ scoring audit procedure and required frequent audit to the Branches are operating by the Audit Division. Bank's Anti - Money laundering activities are headed by CAMLCO and their activities are devoted to protect against all money laundering and terrorist finance related activities. Apart from that, there is adequate check & balance at every stage of operation, authorities are properly segregated and there is at least dual control on every transaction to protect against operational risk.

v) Approach for calculating capital charge for operational risk

Basic Indicator Approach was used for calculating of capital charge for operational risk as per guideline of Bangladesh Bank.

Quantitative Disclosures

		Taka in million
b) The capital requirements for	Solo	Consolidated
Operational risk	624.15	624.20

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Report of the Audit Committee

The Audit Committee of the Board of Directors conducted 14 (Fourteen) meeting in 2011. In these meetings, the Committee stressed upon efficiency and adequacy of internal control, risk management and reviewed the circumstances that may adversely affect the sustainability of the Bank's operations. The Committee also provided the following guidelines/instructions for compliance by management:

- i) Comprehensive Inspection Report of different Branches of the Bank conducted by the Internal Control and Compliance Division from time to time and the status of compliance thereof.
- ii) Special Inspection of different Branches of the Bank conducted by the Board Audit Team from time to time and the status of compliance thereof.
- iii) Review whether Internal Control strategies recommended by the Board of Directors have been implemented by the Management.
- iv) Developing an adequate Information Technology (IT) and MIS System and establishing sufficient control system in IT operations to protect against any inherent risk.
- v) Review the corrective measures taken by the Management as regards the reports relating to deficiencies in Internal Control or other similar issues detected by the Board Audit Division, Internal Control and Compliance Division, Bangladesh Bank Inspection team and External Auditors and subsequently inform the Board of Directors on a regular basis.
- vi) Review the implementation of Risk Based Audit as per requirement of Bangladesh Bank.
- vii) Review the Management effort to recover the classified Investments and overdue investment from defaulting borrowers within the shortest possible time.
- viii) Review the Management pragmatic steps to arrest further classification of Investments to keep the percentage of non-performing Investments at the lowest level.
- ix) Review the Bank's Financial Statement-Balance Sheet, Profit & Loss Accounts, Cash Flow Statements, Statement of Changes in Equity, Liquidity Statement and related explanatory notes as of December 2011.
- x) Ensuring true and fair presentation of financial statements in compliance with Bangladesh Accounting Standards/Bangladesh Financial Reporting Standards and applicable regulatory requirements.
- xi) Review the Management Report conducted by the external Auditors of the Bank that is submitted to Bangladesh Bank.
- xii) Review of Human Resources Policy and Review of activities of Shahjalal Islami Bank Training Institute.
- xiii) Recommendation for appointment of External Auditors in the 10th AGM of the Bank.

Alhaj Syed Nurul Arefeen

Chairman

Audit Committee of the Board

Status of compliance

Status of compliance with the conditions imposed by the Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/ Admin/02-08 dated February 20, 2006 issued under Section 2CC of the Securities and Exchange Ordinance, 1969:

Condition	Title	Compliance status		Explanation for non-
No.		Complied	Not Complied	compliance with the condition
1	Board of Directors			
1.1	Board's Size	√		
1.2 (i)	Independent Directors	√		
1.2 (ii)	Appoinment of Independent Directors	√		
1.3	Chairman of the Board and Chief Executive Officer	√		
1.4	The Directors' Report to the Shareholders on			
1.4 (a)	Fairness of Financial Statements	√		
1.4 (b)	Keeping proper books of accounts	√		
1.4 (c)	Consistent application of Accounting policies in preparation of Financial Statements	√		
1.4 (d)	Compliance with International Accounting Standard, as applicable	V		
1.4 (e)	Soundness of Internal Control System	V		
1.4 (f)	Ability of the Bank to continue as going concern	V		
1.4 (g)	Significant deviations from last year in operating results	V		
1.4 (h)	Summary of key operating and financial data for the last three years	V		
1.4 (i)	Declaration of Dividend	V		
1.4 (j)	Disclosure about number of Board meeting during the year and attendance by each Director	\checkmark		
1.4 (k)	Shareholding pattern	$\sqrt{}$		
2	Chief Financial Officer (CFO), Head of Internal Audit and Company Secretary			
2.1	Appionment of			
	Chief Financial Officer (CFO)	$\sqrt{}$		
	Head of Internal Audit	$\sqrt{}$		
	Company Secretary	$\sqrt{}$		
2.2	Requirements to Attend Board Meetings			
	Chief Financial Officer (CFO)	$\sqrt{}$		
	Company Secretary	$\sqrt{}$		
3	Audit Committee			
3.1 (i)	Number of members of Audit Committee	$\sqrt{}$		
3.1 (ii)	Inclusion of Independent Director in the Audit Committee	$\sqrt{}$		
3.1 (iii)	Fill up of the casual vacancy in the Audit Committee			No such situation
3.2 (i)	Selection of Chairman of the Audit Committee	√		
3.2 (ii)	Qualification of Chairman of the Audit Committee	√		
3.3	Reporting of the Audit Committee			
3.3.1 (i)	Reporting its activites to the Board of Directors	√		
3.3.1 (ii) (a)	Reporting to the Board of Directors on conflicts of interest			No such case

Condition	Title	Compliance status		Explanation for non-	
No.		Complied	Not Complied	compliance with the condition	
3.3.1 (ii) (b)	Reporting to the Board of Directors on suspected or presumed fraud or irregularity or material defect in the internal control system			No such case	
3.3.1 (ii) (c)	Reporting to the Board of Directors on suspected infrigement of laws including securities related laws, rules and regulations			No such case	
3.3.1 (ii) (d)	Reporting to the Board of Directors on any other matter which should be disclosed to the Board of Directors	1			
3.3.2	Reporting to the Authorities			No such case	
3.4	Reporting to the Shareholders and General Investors	V			
4	External /Statutory Auditors				
4.00 (i)	Appraisal or valuation services or fairness opinion	√			
4.00 (ii)	Financial information system design and implemention	V			
4.00 (iii)	Book-keeping other services related to accounting records or Finacial Statements	√			
4.00 (iv)	Broker-dealer services			Not Applicable	
4.00 (v)	Actuarial services			Not Applicable	
4.00 (vi)	Internal audit services	V			
4.00(vii)	Any other services that the Audit Committee determines	√			

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Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

Name of BAS	BAS No	Status
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Cash Flow Statements	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after Balance Sheet Date	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Segment Reporting	14	Applied
Property, Plant and Equipment	16	Applied
Leases	17	Applied
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting for Investments	25	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Consolidated and Separate Financial Statements	27	Applied
Investment in Associates	28	N/A
Disclosures in the Financial Statements of Banks and Similiar Financial Institutions	30	Applied
Interests in Joint Ventures	31	N/A
Earnings Per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Asset	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	N/A
Investment Property	40	Applied
Agriculture	41	N/A

Name of BFRS	BFRS No	Status
Share Based Payment	2	N/A
Business Combination	3	N/A
Non-current Assets Head for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A

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Status of Compliance of Bangladesh Bank's guideline for Corporate Governance (BRPD circular no 16 dated 24.07.2003)

Par	ticul	ars	Compliance Status
1)	Re	sponsibilities and authorities of the Board of Directors	
(a)	Wo	rk-planning and strategic management:	
	(i)	The board shall determine the objective and goal and to this end shall chalk out strategies and work-plan on annual basis. It shall specially engage itself in the affairs of making strategies consistent with the determined objectives and goals and in the issues relating to structural change and reorganization for enhancement of institutional efficiency and other relevant policy matters. It shall analyze/monitor at quarterly rests the development of implementation of work-plans.	Complied
	(ii)	The board shall have its analytical review incorporated in the Annual Report as regard the success/failure in achieving the business and other targets as set out in its annual work-plan and shall apprise the shareholders of its opinions/recommendations on future plans and strategies. It shall set the Key Performance Indicators (KPIs) for the CEO and other senior executives and have it evaluated at times.	Complied
(b)	Len	ding and risk management:	
	(i)	The policies, strategies, procedures etc. in respect of appraisal of loan/investment proposal, sanction, disbursement, recovery, reschedulement and write-off thereof shall be made with the board's approval under the purview of the existing laws, rules and regulations. The board shall specifically distribute the power of sanction of loan/investment and such distribution should desirably be made between the CEO and his subordinate executives as much as process of loan approval.	Complied
	(ii)	The board shall frame policies for risk management and get them complied with and shall monitor at quarterly rests the compliance thereof.	Complied
(c)	Inte	ernal control management:	
		The board shall be vigilant on the internal control system of the bank in order to attain and; maintain satisfactory qualitative standard of its loan/investment portfolio. It shall review at quarterly rests the reports submitted by its audit committee regarding compliance of recommendations made in internal and external audit reports and the Bangladesh Bank inspection reports.	Complied
(d)	Hui	man resources management and development:	
	i)	Policies relating to recruitment, promotion, transfer, disciplinary and punitive measures, human resources development etc. and service rules shall be framed and approved by the board. The chairman or the directors shall in no way involve themselves or interfere into or influence over any administrative affairs including recruitment, promotion, transfer and disciplinary measures as executed under the set service rules. No member of the board of directors shall be included in the selection committees for recruitment and promotion to different levels. Recruitment and promotion to the immediate two tiers below the CEO shall, however, rest upon the board. Such recruitment and promotion shall have to be carried out complying with the service rules i.e., policies for recruitment and promotion.	Complied
	ii)	The Board shall focus its special attention to the development of skills of bank's staff in different fields of its business activities including prudent appraisal of loan/investment proposals, and to the adoption of modern electronic and information technologies and the introduction of effective Management Information System (MIS). The board shall get these programs incorporated in its annual work plan.	Complied

Compliance

(e)	Fin	ancial management:	
	(i)	The annual budget and the statutory financial statements shall finally be prepared with the approval of the board. It shall at quarterly rests review/monitor the positions in respect of bank's income, expenditure, liquidity, non-performing asset, capital base and adequacy, maintenance of loan. Loss provision and steps taken for recovery of defaulted loans including legal measures.	Complied
	(ii)	The board shall frame the policies and procedures for bank's purchase and procurement activities and shall accordingly approve the distribution of power for making such expenditures. The maximum possible delegation of such power shall rest on the CEO and his subordinates. The decision on matters relating to infrastructure development and purchase of land, building, vehicles etc. for the purpose of bank's business shall, however, be adopted with the approval of the board.	Complied
(f)	For	mation of supporting committees:	
		For decision on urgent matters an executive committee, whatever name called, may be formed with the directors. There shall be no committee or sub committee of the board other than the executive committee and the audit committee. No alternate director shall be included in these committees.	Complied
(g)	Apı	pointment of CEO:	
		The board shall appoint a competent CEO for the bank with the approval of the Bangladesh Bank.	Complied
2. [Resp	oonsibilities of the Chairman and Board of Director	
	(a)	As the chairman of the board of directors (or chairman of any committee formed by the board or any director) does not personally possess the jurisdiction to apply policymaking or executive authority, he shall not participate in or interfere into the administrative or operational and routine affairs of the bank.	Complied
	(b)	The chairman may conduct on-site inspection of any bank-branch or financing activities under the purview of the oversight responsibilities of the board. He may call for any information relating to bank's operation or ask for investigation into any such affairs; he may submit such information or investigation report to the meeting of the board or the executive committee and if deemed necessary, with the approval of the board, he shall effect necessary action thereon in accordance with the set rules through the CEO. However, any complaint against the CEO shall have to be apprised to Bangladesh Bank through the board along with the statement of the CEO.	Complied
	(c)	The chairman may be offered an office-room, a personal secretary/assistant, a telephone at the office and a vehicle in the business-interest of the bank subject to the approval of the board.	Complied
3. F	Resp	oonsibilities of Adviser	
		The adviser, whatever name called, shall advise the board of directors or the CEO on such issues only for which he is engaged in terms of the conditions of his appointment. He shall neither have access to the process of decision-making nor shall have the scope of effecting executive authority in any matters of the bank including financial, administrative or operational affairs.	N/A
4. [Resp	ponsibilities and authorities of CEO	
		The CEO of the bank, whatever name called, shall discharge the responsibilities and effect the authorities as follows:	

(a)	In terms of the financial, business and administrative authorities vested upon him by the board, the CEO shall discharge his own responsibilities. He shall remain accountable for achievement of financial and other business targets by means of business plan, efficient implementation thereof and prudent administrative and financial management.	Complied
(b)	The CEO shall ensure compliance of the Bank Companies Act, 1991 and /or other relevant laws and regulations in discharge of routine functions of the bank.	Complied
(c)	The CEO shall report to Bangladesh Bank of issues violative of the Bank Companies Act, 1991 or of other laws/regulations and, if required, may apprise the board post facto.	Complied
(a)	The recruitment and promotion of all staff of the bank except those in the two tiers below him shall rest on the CEO. He shall act in such cases in accordance with the approved service rules on the basis of the human resources policy and sanctioned strength of employees as approved by the board. The board or the chairman of any committee of the board or any director shall not get involved or interfere into such affairs. The authority relating to transfer of and disciplinary measures against the staff, except those at one tier below the CEO, shall rest on him, which he shall apply in accordance with the approved service rules. Besides, under the purview of the human resources policy as approved by the board, he shall nominate officers for training etc.	Complied

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Compliance Report on SEC Notification

The authorized Capital of Shahjalal Islami Bank Limited Limited is Tk. 6,000,000,000 divided into 600,000,000 ordinary shares of Tk. 10 each. The paid-up Capital of the Bank is Tk. 4,452,655,350 divided into 445,265,535 ordinary shares. As per Section 1.4 (k) of SEC Notification No. SEC/CMRRCD/2006-158/Admin/02-08 dated February 20, 2006 the pattern of shareholding is given below:

i) Parent/Subsidiary/Associated companies and other related parties:

N/A

a) Shares held by the Directors and their Spouses:

Annexure-I

SL	Name of Directors	Position	No of Shares
1	Alhaj Anwer Hossain Khan	Chairman	11,316,565
2	Alhaj Md. Harun Miah of Shamsuddin Khan & Harun Miah Ltd.	Vice-Chairman	7,060,693
3	Alhaj Khandoker Sakib Ahmed	Vice-Chairman	6,137,701
4	Alhaj Sajjatuz Jumma	Director	9,038,244
5	Alhaj Mohammed Faruque	Director	16,931,668
6	Alhaj Tofazzal Hossain	Director	7,216,494
7	Alhaj Md. Sanaullah Shahid of Electra International Ltd.	Director	11,365,939
8	Alhaj Mohammed Farooq	Director	11,131,614
9	Alhaj Mohammed Hasan	Director	11,131,601
10	Alhaj Abdul Barek	Director	6,626,880
11	Alhaj Mohammed Solaiman	Director	11,378,159
12	Alhaj Syed Nurul Arefeen	Director	11,008,244
13	Alhaj Abdul Halim	Director	10,831,601
14	Alhaj Mohiuddin Ahmed	Director	8,450,000
15	Alhaj Akkas Uddin Mollah	Director	8,531,794
16	Alhaj Engr. Md. Towhidur Rahman	Director	10,672,064
17	Alhaj A.K. Azad	Director	16,975,361
18	Alhaj Mohammed Younus	Director	11,008,244
19	Alhaj Nazmul Islam Nuru	Independent Director	1,988,866
20	Md. Abdur Rahman Sarker	Managing Director	Nil

b) Shares held by the Chief Executive Officer, Company Secretary, Head of Internal Audit and Chief Financial Officer:

Nil

c) Shares held by top five salaried employees other than the Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer and Head of Internal Audit:

NIL

d) Shareholders holding ten percent (10%) or more voting interest in the company as at 31 December 2011:

Nil

Number of Board Meeting and the attendance of Directors:

Annexure-II

SL	Name of Directors	Position	Meeting Held	Attended	Appointed as Director on
1	Alhaj Anwer Hossain Khan	Chairman	22	21	09-05-2011
2	Alhaj Md. Harun Miah Represented by Mr. Rukun Uddin Khan	Vice-Chairman	22	03	19-05-2011
3	Alhaj Khandoker Sakib Ahmed	Vice-Chairman	22	21	09-05-2011
4	Alhaj Sajatuz Jumma	Director	22	20	09-05-2011
5	Alhaj Mohammed Faruque Represented by Md. Masud	Director	22	02	09-05-2011
6	Alhaj Tofazzal Hossain	Director	22	15	09-05-2011
7	Alhaj Md. Sanaullah Shahid	Director	22	20	09-05-2011
8	Alhaj Mohammed Farooq	Director	22	15	09-05-2011
9	Alhaj Mohammed Hasan	Director	22	16	09-05-2011
10	Alhaj Md. Abdul Barek	Director	22	09	09-05-2011
11	Alhaj Md. Solaiman	Director	22	17	09-05-2011
12	Alhaj Syed Nurul Arefeen	Director	22	19	09-05-2011
13	Alhaj Abdul Halim	Director	22	20	09-05-2011
14	Alhaj Mohiuddin Ahmed	Director	22	12	09-05-2011
15	Alhaj Akkas Uddin Mollah	Director	22	16	09-05-2011
16	Alhaj Engr. Md. Towhidur Rahman	Director	22	18	09-05-2011
17	Alhaj A.K. Azad	Director	22	06	09-05-2011
18	Alhaj Mohammed Younus	Director	22	07	09-05-2011
19	Alhaj Nazmul Islam Nuru	Independent Director	22	04	09-05-2011
20	Md. Abdur Rahman Sarker	Managing Director	22	21	09-05-2011

Number of Executive Committee Meeting and the attendance of Directors:

SL	Name of Directors	Position	Meeting Held	Attended	Appointed as Director on
1	Alhaj Mohammed Hasan	Chairman	45	37	09-05-2011
2	Alhaj Toffazal Hossain	Vice-Chairman	45	20	09-05-2011
3	Alhaj Sajjatuz Jumma	Member	45	32	09-05-2011
4	Alhaj Mohammed Solaiman	Member	45	39	09-05-2011
5	Alhaj Mohiuddin Ahmed	Member	45	30	09-05-2011
6	Alhaj Akkas Uddin Mollah	Member	45	34	09-05-2011
7	Alhaj Engr. Md. Towhidur Rahman	Member	45	37	09-05-2011
8	Md. Abdur Rahman Sarker	Managing Director	45	43	09-05-2011

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Statement of Directors' Responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they are required to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the Instituted of Chartered Accountant of Bangladesh and others applicable law.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of their profit or loss for that period. In preparing the Group Company financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently
- · Make judgments and estimates that are reasonable and prudent
- State whether they have been prepared in accordance with IFRSs as adopted by the ICAB
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its financial statements comply with the Companies Act 1994. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Under applicable law and regulations, the directors are also responsible for preparing a Report of the directors, and Corporate governance statement that comply with that law and those regulations.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website.

Directors' responsibility statement

We confirm that to the best of our knowledge:

- The financial statements, prepared in accordance with the applicable set of accounting standards, give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company and the undertakings included in the consolidation taken as a whole
- The Report of the directors includes a fair review of the development and performance of the business and the position of the issuer and the undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that they face

By order of the Board

Alhaj Anwer Hossain Khan

Chairman

Annual Report of Shariah Council-2011



Annual Report of Shariah Council-2011

دمحلا لله بس نيملعا ةولصلاو ملاسلاو لهدع انديسه دمحم الحاو المباحصاو نيعمجا

All praise be to Almighty Allah, the Lord of the Universe and peace and blessings of Allah be upon the Prophet Mohammad (Sm.) and his all other descendants and companions.

The honorable members of Shariah Council met in 03 (three) general meetings in the year 2011 to review and to confer decision on the matters referred by the Board of Directors and the Management of the Bank. The Shariah Council gave necessary instructions and guidelines to the management from time to time to operate the Banking transactions according to the principles of Islamic Shariah and the management of the Bank arranged a couple of Shariah workshop and seminar for the Bank officials.

After reviewing the performance of transaction of Shahjalal Islami Bank Limited, the Council gives their opinions and suggests as followings:

- · Distribution of profit among the various Mudarabah depositors have been made in accordance to the principle of Islamic Shariah;
- Income which is not permitted by Shariah has not been included in the general income of the Bank;
- The Management of the Bank should remain careful to operate all its Banking transactions as per Shariah principle by implementing suggestions given by Shariah Council from time to time;
- Besides existing investment schemes, some new small investment schemes specially for the development of agriculture sector are to be introduced for uplift of socio-economic development and welfare of the distress humanities;
- Bi-sale should be ensured with supporting proper documents in case of Bi-Muajjal and Bi-Murabahah investment and also pro-active initiative should be taken implementing Mudarabah and Musharakah mode of investment;
- To improve shariah compliance at the time of Bi-Muajjal and Bi-Murabahah investment, special attention to be given in regard to appointment the client as Buying Agent;
- Shariah Audit should be conducted in Branches more frequently to verify/rectify Banking transactions to avoid "Riba";
- Irregularities detected in Shariah Inspection, such as proper maintaining mark-up system in case of buy mode of investment, practice of deal-wise investment accounts, proper recording of cash memo/delivery challan as evidence of buying, creation of new deal by adjusting previous deal-should be rectified completely;
- To ensure effective compliance of Shariah principle; Bank Management should be more vigilant to continue implementation of various strategic plan;
- "Meeting, seminars, symposiums and get-together" should be organized centrally and at branch level to develop awareness among the valued clients of the Bank about Islamic Banking and its advantages.

May Allah (SWT), the Lord of the Universe, grant us the strength and courage to establish Islamic society on the soil of Bangladesh through Islamic Banking. Aa-meen.

ذآو اوعدنا نا دمطا لله بر نيملاطا

Mufti Abdur Rahman Chairman, Shariah Council



শরীয়াত্ত্ কাউন্সিলের বার্ষিক প্রতিবেদন-২০১১

دمحلا لله بس نيملطا ةولصلاق ملاسلاق علاء انديسه دمحم اطاق المباحصاق نيعمجا

সকল প্রশংসা মহান আল্লাহ্ রাব্বুল আলামীনের, যিনি গোটা বিশ্ব জাহানের প্রতিপালক। অসংখ্য দর্মদ ও সালাম রাহ্মাতুল্লিল আলামীন প্রিয় নবী হযরত মুহাম্মদ মুস্তফা সালমাল্লাহু আলাইহি ওয়াসাল্লাম, তাঁর সঙ্গী–সাথী সকল সাহাবায়ে কেরাম, তাবেয়ী, তাবে' তাবেয়ী, আইম্মায়ে মুজতাহেদীন ও পরিবারের সদস্যবর্গ এবং ক্বিয়ামত পর্যন্ত অনাগত অনুসারীদের প্রতি।

শাহ্জালাল ইসলামী ব্যাংক লিমিটেড শরীয়াহ্ কাউন্সিলের সম্মানিত সদস্যবৃন্দ ব্যাংকের পরিচালনা পর্যদ ও ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক উপস্থাপিত বিষয়াদির উপর দিক-নির্দেশনামূলক সিদ্ধান্ত প্রদানের জন্য ২০১১ ঈসায়ী সনে ৩টি সাধারণ সভায় মিলিত হন। তা ছাড়া শরীয়াহ্ নীতিমালার আলোকে ব্যাংকিং কার্যক্রম পরিচালনার ক্ষেত্রে ব্যাংকের কর্মকর্তা ও নির্বাহীবৃন্দের জন্য শরীয়াহ্ ওয়ার্কশপ ও কর্মশালার আয়োজন করা হয় এবং কাউন্সিলের পক্ষ থেকে সময় সময় ব্যবস্থাপনা কর্তৃপক্ষকে এ বিষয়ে প্রয়োজনীয় পরামর্শ ও দিক-নির্দেশনা প্রদান করা হয়।

দেশের অন্যতম ইসলামী ব্যাংক হিসাবে শাহ্জালাল ইসলামী ব্যাংক লিমিটেডের যাবতীয় কার্যাবলী পর্যবেক্ষণ ও মূল্যায়ন করার পর কাউন্সিল নিম্নোক্ত মতামত ও পরামর্শগুলো প্রদান করেঃ

- বিভিন্ন প্রকার মুদারাবাহ জমার বিপরীতে যে মুনাফা বন্টন করা হয়েছে, তা শরীয়াহ্ নীতিমালার আলোকেই করা হয়েছে।
- শরীয়াহ্ নীতিমালা অনুযায়ী অননুমোদিত আয়কে ব্যাংকের নিয়মিত আয়ের অন্তর্ভুক্ত করা হয় নি।
- শরীয়াহ্ কাউন্সিলের পক্ষ থেকে সময় সময় ব্যবস্থাপনা কর্তৃপক্ষকে যেসব দিক-নির্দেশনা প্রদান করা হয়েছে, ব্যাংকের যাবতীয় কর্মকান্ডে সে সবের পরিপূর্ণ বাস্তবায়নের প্রতি ব্যবস্থাপনা কর্তৃপক্ষকে আরও বেশী সচেষ্ট থাকতে পরামর্শ দেয়া হয়।
- দেশের আর্থ-সামাজিক অবস্থার উন্নয়নে ও অপেক্ষাকৃত সুবিধা বঞ্চিত মানুষের দারিদ্র বিমোচনে বিদ্যমান বিনিয়োগ প্রকল্পসমূহের পাশাপাশি আরও নৃতন নূতন ক্ষুদ্র বিনিয়োগ বিশেষভাবে কৃষি খাতের উন্নয়নে কার্যকর বিনিয়োগ প্রকল্প গ্রহণ করা একান্ত প্রয়োজন, যাতে পল্লী অঞ্চলের জনগণের মধ্যে শরীয়াহ্ ভিত্তিক অর্থনীতির সুফল আরও ব্যাপক আকারে প্রসার লাভ করে।
- বাই'য়ে মুয়াজ্জাল ও বাই'য়ে মুরাবাহা বিনিয়োগে ব্যাংক কর্তৃক মালামাল ক্রয়-বিক্রয় নিশ্চিত করার জন্য যথার্থ দলিলাদি থাকতে হবে, পাশাপাশি মুদারাবা ও মুশারাকা বিনিয়োগ পদ্ধতির অনুশীলনেও বাস্তব পদক্ষেপ গ্রহণ করা এখন সময়ের দাবী।
- বাই'য়ে মুয়াজ্জাল ও বাই'য়ে মুরাবাহা বিনিয়োগে ক্রয় প্রতিনিধি নিয়োগে অত্যন্ত সতর্কতা অবলম্বন করতে হবে, যাতে যথার্থভাবেই এ ক্ষেত্রে শরীয়াহ্ নীতিমালা পরিপালিত হয়।
- শাখা পর্যায়ে শরীয়াহ্ নিরীক্ষা কার্যক্রম আরও ব্যাপকভাবে পরিচালনা করে ব্যাংকিং সেবায় সুদ বা "রিবা"কে সম্পূর্ণরূপে পরিহার করার সার্বিক ব্যবস্থা গ্রহণ করতে হবে।
- বাই' পদ্ধতির বিনিয়োগে ডীল টু ডীল না করা, মালামাল ক্রয়ের প্রমাণস্বরূপ ক্যাশ মেমো/ডেলিভারী চালান যথাযথভাবে সংরক্ষণ না করা, পুরাতন বিনিয়োগ হিসাব সমন্বয়ের জন্য নতুন বিনিয়োগ সৃষ্টি করা ইত্যাদি অনিয়ম সম্পূর্ণরূপে পরিহার করা একান্ত অপরিহার্য।
- ব্যাংকিং কার্যক্রমে শরীয়াহ্ পরিপালনের জন্য গৃহীত বিভিন্নমুখী কর্ম পরিকল্পনার যথাযথ বাস্ত্মবায়নের বিষয়টি মূল্যায়ন করে এ ক্ষেত্রে আরও গতিশীল ভূমিকা পালনের জন্য ব্যবস্থাপনা কর্তৃপক্ষকে প্রয়োজনীয় পদক্ষেপ নিতে হবে।
- ইসলামী ব্যাংকিং-এর সাফল্য ও অগ্রযাত্রা সম্পর্কে সচেতনতা বৃদ্ধির লক্ষ্যে বিশেষভাবে ব্যাংকের গ্রাহকবৃদ্দকে এ বিষয়ে আরও বেশী উদ্বুদ্ধ করার জন্য কেন্দ্রীয় ও শাখা পর্যায়ে "সেমিনার, সিম্পোজিয়াম, গ্রাহক সমাবেশ ও প্রীতিসম্মেলন" আয়োজনের উপর অত্যধিক গুরুত আরোপ করা প্রয়োজন।

পরিশেষে মহান রাব্বুল আলামীনের দরবারে প্রার্থনা, তিনি যেন সমাজে বৈষম্য সৃষ্টিকারী অকল্যাণকর সুদী ধারার মূলোৎপাটন করে গোটা বিশ্বে কল্যাণমুখী সুষম অর্থ ব্যবস্থা প্রতিষ্ঠার প্রয়াসে অংশগ্রহণের দৃঢ় প্রত্যয় ও শক্তি আমাদের দান করেন। আমীন।

رخآو اوعدنا نا دمحلا لله بىر نيملاطا

নুশতা আবদুর রহনান

চেয়ারম্যান, শরীয়াহ্ কাউন্সিল

SHAHJALAL ISLAMI BANK LIMITED

FINANCIAL STATEMENTS
For the year ended 31 December 2011

AUDITOR'S REPORT

TO THE SHAREHOLDERS OF SHAHJALAL ISLAMI BANK LIMITED

have audited the accompanying consolidated financial statements of Shahjalal Islami Bank Limited and its subsidiary Shahjalal Islami Bank Securities Limited (together referred to as the "Bank") as well as the standalone financial statements of Shahjalal Islami Bank Limited for the year ended 31 December 2011 which comprise the consolidated balance sheet, profit and loss account, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies, other explanatory notes 1-51 and annexure thereto.

Management's responsibilities for the Consolidated Financial Statements

Management of Shahjalal Islami Bank Limited is responsible for the preparation of consolidated financial statements that give a true and fair presentation of these in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), the Bank Companies Act 1991, the rules and regulations issued by the Bangladesh Bank, the Companies Act 1994 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

The financial statements of the Bank's subsidiary, namely Shahjalal Islami Bank Securities Limited reflects total assets of Tk. 6,726,405,812 as at 31 December 2011 and total revenue of Tk.611,380,020 for the period ended 31 December 2011. These financial statements have been audited by other component auditors who have expressed unqualified audit opinion and accepted by us for the audit of the Bank's consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion, the consolidated financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Bank's affairs as at 31 December 2011 and of the results of its operations and its cash flows for the year then ended and comply with the applicable sections of the Bank Companies Act 1991, the rules and regulations issued by the Bangladesh Bank, the Companies Act 1994 and other applicable laws and regulations.

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We also report that:

Dhaka:10 May 2012.

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Bank so far as it appeared from our examination of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us;
- c) the Bank's Balance Sheet and Profit and Loss Account together with the annexed notes 1 to 51 dealt with by the report are in agreement with the books of account and returns;
- d) the expenditure incurred was for the purpose of the Bank's operations;
- e) the financial position of the Bank as at 31 December 2011 and the profit for the year then ended have been properly reflected in the financial statements, the financial statements have been prepared in accordance with the generally accepted accounting principles;
- f) the financial statements have been drawn up in conformity with the Bank Companies Act 1991 and in accordance with the accounting rules and regulations issued by the Bangladesh Bank;
- g) adequate provisions have been made for Investment (advances) and other assets which are in our opinion, doubtful of recovery;
- h) the financial statements conform to the prescribed standards set in the accounting regulations issued by the Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- i) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- the information and explanations required by us have been received and found satisfactory;
- k) 80% of the risk weighted assets have been reviewed by us spending over 3,120 man hours;
- l) Capital Adequacy Ratio (CAR) as required by the Bangladesh Bank has been maintained adequately during the year.

Hoda vasi Chowdhury & Co Chartered Accountants

Hodalasi chowdhuna

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
PROPERTY AND ASSETS			
Cash	-4.		
Cash in hand (Including Foreign Currencies) Balance with Bangladesh Bank & Sonali Bank Ltd	3(a)	828,581,466	757,585,771
(Including Foreign Currencies)	4(a)	8,670,266,207	6,442,098,480
		9,498,847,673	7,199,684,251
Balance with other Banks and Financial Institutions			
Inside Bangladesh		773,611,714	684,337,121
Outside Bangladesh	-4.	667,820,627	473,022,125
	5(a)	1,441,432,341	1,157,359,246
Placement with other Banks & Financial Institutions Investments in Shares & Securities	6(a)	6,835,381,635	4,336,581,235
Government		2,000,000,000	1,400,000,000
Others		2,488,537,734	1,122,351,599
	7(a)	4,488,537,734	2,522,351,599
Investments	(-,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
General Investment etc.		70,760,681,073	54,295,073,642
Bills Purchased and Discounted		11,796,983,737	7,145,002,263
	8(a)	82,557,664,810	61,440,075,905
Fixed Assets Including Premises	9(a)	1,568,002,574	1,472,502,085
Other Assets	10(a)	1,344,930,789	446,847,663
Non Banking Assets	()	-	-
Total Assets		107,734,797,556	78,575,401,984
LIABILITIES AND CAPITAL			
Liabilities			
Placement from other Banks & Financial Institutions	11(a)	11,470,000,000	5,732,190,000
Deposits and Other Accounts			
Mudaraba Savings Deposits		4,299,417,084	3,861,423,717
Mudaraba Term Deposits		53,741,002,292	38,104,072,325
Other Mudaraba Deposits		16,329,624,183	14,356,640,228
Al-Wadeeah Current & Other Deposit Accounts		7,464,055,139	5,665,293,559
Bills Payable	40()	570,242,984	527,518,236
	12(a)	82,404,341,682	62,514,948,065
Other Liabilities	13(a)	5,611,088,978	3,278,501,504
Deferred Tax Liabilities	14(a)	107,340,666	76,413,085
Total Liabilities		99,592,771,326	71,602,052,654
Capital/Shareholders' Equity			
Paid-up Capital	15	4,452,655,350	3,425,119,500
Statutory Reserve	16	2,252,105,068	1,774,626,888
Retained Earnings	17(a)	1,212,241,262	1,548,602,942
Total Shareholders' Equity		7,917,001,680	6,748,349,330
Non-controlling Interest	15.7	225,024,550	225,000,000
Total Liabilities & Shareholders' Equity		107,734,797,556	78,575,401,984

CONSOLIDATED OFF- BALANCE SHEET ITEMS

AS AT 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
CONTINGENT LIABILITIES			
Acceptances and Endorsements		-	-
Letters of Guarantee	18	4,730,536,545	3,525,379,837
Irrevocable Letters of Credit (including Back to Back Bills)	19	27,658,918,505	22,928,366,982
Bills for Collection		1,693,664,309	1,211,299,294
Other Contingent Liabilities		-	-
Total		34,083,119,359	27,665,046,113
OTHER COMMITMENTS			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other			
commitments		-	_
Total		-	-
TOTAL OFF BALANCE SHEET ITEMS INCLUDING			
CONTINGENT LIABILITIES		34,083,119,359	27,665,046,113

Accompanying notes form an integral part of these financial statements

Chairman Chairman

Director

Director

Managing Director

Signed as per our annexed report of even date

Dhaka:10 May 2012.

Hoda Vasi Chowdhury & Co Chartered Accountants

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
Investment Income	21(a)	10,221,849,581	6,416,784,885
Less: Profit paid on Deposits	22(a)	7,389,308,018	4,657,924,658
Net Investment Income	(-,	2,832,541,563	1,758,860,227
Income from Investment in Shares/securities	23(a)	148,039,607	1,104,473,288
Commission, Exchange and Brokerage	24(a)	1,583,071,819	1,721,532,422
Other Operating Income	25(a)	380,523,905	266,097,427
		2,111,635,331	3,092,103,137
Total Operating Income		4,944,176,894	4,850,963,364
Salaries and Allowances	26(a)	975,693,879	701,531,898
Rent, Taxes, Insurances, Electricity etc.	27(a)	227,460,511	174,301,419
Legal Expenses	28(a)	947,025	1,071,775
Postage, Stamps, Telecommunication etc.	29(a)	30,137,534	16,487,698
Stationery, Printings, Advertisements etc.	30(a)	41,762,052	53,811,688
Chief Executive's Salary & Fees	31	12,600,000	6,428,387
Directors' Fees & Expenses	32	4,096,158	6,468,972
Shariah Supervisory Committee's Fees & Expenses	33	196,384	134,600
Auditors' Fees	34(a)	325,000	250,000
Depreciation & Repairs of Bank's Assets	35(a)	117,709,620	76,787,732
Zakat Expenses	36	59,228,905	32,277,403
Other Expenses	37(a)	242,780,117	252,702,548
Total Operating Expenses		1,712,937,185	1,322,254,120
Profit before Provision	20(a)	3,231,239,709	3,528,709,244
Specific provision for Classified Investment		(130,000,000)	(150,000,000)
General Provision for Unclassified Investment		(180,000,000)	(240,000,000)
General Provision for Off-Balance Sheet Items		(63,000,000)	(130,000,000)
Provision for deminution in value of Investments in Shares		(290,200,000)	(47,500,000)
Provision for Other Assets		-	(1,000,000)
Total Provision	38(a)	(663,200,000)	(568,500,000)
Profit before Provisions for Taxation		2,568,039,709	2,960,209,244
Deferred Tax Expenses	39	30,927,581	36,978,993
Current Tax Expenses	13.2(b)	1,246,935,228	850,889,888
		1,277,862,809	887,868,881
Net Profit after Taxation		1,290,176,900	2,072,340,363

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
Appropriations			
Statutory Reserve	16	477,478,180	592,041,849
Proposed Interim Cash Dividend of Subsidiary		121,500,000	-
Non-controlling Interest		24,550	-
Retained Earnings	17(b)	691,174,170	1,480,298,514
		1,290,176,900	2,072,340,363
Profit available for distribution			
Retained Earnings from previous year		521,067,092	68,304,428
Add: Retained Earnings of Current year		691,174,170	1,480,298,514
		1,212,241,262	1,548,602,942
Earnings Per Share (EPS)	40(a)	2.63	4.65

Accompanying notes form an integral part of these financial statements

SAN AND THE

Director

Director

Managing Director

Signed as per our annexed report of even date

Dhaka:10 May 2012.

Hoda Vasi Chowdhury & Co Chartered Accountants

Hodalasi chowshima

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2011

			2011	2010
		<u>Note</u>	<u>Taka</u>	<u>Taka</u>
	Cash Flow from Operating Activities			
	Investment Income receipt in cash	41(a)	10,410,321,602	7,539,360,233
	Profit Paid on Deposits	42(a)	(6,626,532,934)	(4,249,153,395)
	Dividend Receipts	12(0)	63,168,860	10,345,139
	Fees & Commission receipt in cash		1,583,071,819	1,721,532,422
	Cash Payments to Employees		(988,293,879)	(707,960,285)
	Cash Payments to Suppliers		(41,762,052)	(53,811,688)
	Income Tax Paid		(764,151,566)	(664,659,041)
	Receipts from other Operating activities	43(a)	380,523,905	266,097,427
	Payments for other Operating activities	44(a)	(578,884,428)	(493,678,098)
	Operating Profit before changes in Operating Assets	. ,	3,437,461,327	3,368,072,714
	Changes in Operating Assets and Liabilities			
	Investment to Customers		(21,019,502,260)	(17,481,815,194)
	Other Assets	45(a)	(1,022,939,638)	(116,551,433)
	Deposits from other Banks		236,741,927	(174,115,363)
	Deposits received from Customers		19,652,651,690	15,229,831,935
	Other liabilities on account of customers		19,969,415	28,546,959
	Other Liabilities	46(a)	(52,951,746)	90,855,887
	Sub Total		(2,186,030,612)	(2,423,247,209)
A)	Net Cash from Operating Activities		1,251,430,715	944,825,505
	Cash flows from Investing Activities			
	Proceeds from sale of Securities		100,676,787	1,987,184,363
	Payment for purchases of securities		(1,808,383,270)	(1,277,013,581)
	Proceeds from Sale of fixed assets		-	-
	Purchases of Property, Plant & Equipments		(199,497,315)	(918,839,673)
	Purchase/Sale of subsidiaries		-	-
B)	Net Cash from Investing Activities		(1,907,203,798)	(208,668,891)
	Cash flows from Financing Activities			
	Receipts from issue of Debt Instruments		3,239,009,600	1,183,389,806
	Payments for redemption of Debt Instruments		-	-
	Receipts from issue of ordinary shares		-	225,000,000
	Dividend Paid in cash		-	-
C)	Net Cash from Financing Activities		3,239,009,600	1,408,389,806
D)	Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		2,583,236,517	2,144,546,420
E)	Cash and cash equivalents at the beginning of the year		8,357,043,497	6,212,497,077
F)	Cash and cash equivalents at the end of the year (D+E)	47(a)	10,940,280,014	8,357,043,497

Accompanying notes form an integral part of these financial statements

Chairman Chairman

birector

Director

Managing Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2011

Particulars	Paid-up Capital Taka	Statutory Reserve Taka	Non-controlling Interest Taka	Retained Earnings Taka	Total Taka
Balance as at 01 January 2011	3,425,119,500	1,774,626,888	-	1,548,602,942	6,748,349,330
Changes in accounting policy	-	-	-	-	-
Restated Balance	3,425,119,500	1,774,626,888	-	1,548,602,942	6,748,349,330
Bonus shares issued for the year 2010	1,027,535,850	-	-	(1,027,535,850)	-
Net profit for the year 2011	-	477,478,180	-	691,174,170	1,168,652,350
Total Shareholders' Equity as at 31 December 2011	4,452,655,350	2,252,105,068	-	1,212,241,262	7,917,001,680
Non-controlling interest	-	-	225,024,550	-	225,024,550
Add: General Provision for Unclassified Investment					925,479,000
Add: General Provision for Off-Balance Sheet Items					
Total Equity as at 31 December 2011					9,408,505,230

Accompanying notes form an integral part of these financial statements

Chairman

Director

Director

Managing Director

BALANCE SHEET

AS AT 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
PROPERTY AND ASSETS			
Cash			
Cash in hand (Including Foreign Currencies)	3	828,581,466	757,585,771
Balance with Bangladesh Bank & Sonali Bank Ltd			
(Including Foreign Currencies)	4	8,670,266,207	6,442,098,480
Balance with other Banks and Financial Institutions		9,498,847,673	7,199,684,251
		771 021 272	604 227 121
Inside Bangladesh Outside Bangladesh		771,921,272 667,820,627	684,337,121 473,022,125
Outside bangladesh	5	1,439,741,899	1,157,359,246
	3		1,137,339,240
Placement with other Banks & Financial Institutions Investments in Shares & Securities	6	6,835,381,635	4,336,581,235
Government		2,000,000,000	1,400,000,000
Others		3,291,918,927	828,851,599
	7	5,291,918,927	2,228,851,599
Investments			
General Investment etc.		68,795,477,946	54,295,073,642
Bills Purchased and Discounted	_	11,796,983,737	7,145,002,263
	8	80,592,461,683	61,440,075,905
Fixed Assets Including Premises	9	1,525,267,751	1,472,502,085
Other Assets	10	2,045,242,088	965,347,663
Non Banking Assets			
Total Assets		107,228,861,656	78,800,401,984
LIABILITIES AND CAPITAL Liabilities			
Placement from other Banks & Financial Institutions	11	10,770,000,000	5,732,190,000
Deposits and Other Accounts			
Mudaraba Savings Deposits		4,299,417,084	3,861,423,717
Mudaraba Term Deposits		54,508,485,456	38,104,072,325
Other Mudaraba Deposits		16,507,850,218	14,806,640,228
Al-Wadeeah Current & Other Deposit Accounts		7,464,055,139	5,665,293,559
Bills Payable	12	570,242,984 83,350,050,881	527,518,236 62,964,948,065
	12	03,330,030,001	02,704,740,003
Other Liabilities	13	5,084,677,379	3,278,501,504
Deferred Tax Liabilities	14	107,340,666	76,413,085
Total Liabilities		99,312,068,926	72,052,052,654
Capital/Shareholders' Equity	45	4.452.655.250	2 425 440 500
Paid-up Capital	15	4,452,655,350	3,425,119,500
Statutory Reserve	16 17	2,252,105,068	1,774,626,888
Retained Earnings Total Shareholders' Equity	17	1,212,032,312 7,916,792,730	1,548,602,942 6,748,349,330
Total Liabilities & Shareholders' Equity		107,228,861,656	78,800,401,984
Total Liabilities & Shareholders Equity			

OFF-BALANCE SHEET ITEMS

AS AT 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
CONTINGENT LIABILITIES			
Acceptances and Endorsements		-	-
Letters of Guarantee	18	4,730,536,545	3,525,379,837
Irrevocable Letters of Credit (including Back to Back Bills)	19	27,658,918,505	22,928,366,982
Bills for Collection		1,693,664,309	1,211,299,294
Other Contingent Liabilities		-	-
Total		34,083,119,359	27,665,046,113
OTHER COMMITMENTS			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other			
commitments		-	-
Total		-	-
TOTAL OFF BALANCE SHEET ITEMS INCLUDING			
CONTINGENT LIABILITIES		34,083,119,359	27,665,046,113

Accompanying notes form an integral part of these financial statements

Chairman Chairman

Director

Director

Managing Director

Signed as per our annexed report of even date

Dhaka:10 May 2012.

Hoda Vasi Chowdhury & Co Chartered Accountants

SHAHJALAL ISLAMI BANK LIMITED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
Investment Income	21	10,107,768,588	6,416,784,885
Less: Profit paid on Deposits	22	7,376,422,574	4,657,924,658
Net Investment Income		2,731,346,014	1,758,860,227
Income from Investment in Shares/securities	23	112,733,546	1,104,473,288
Commission, Exchange and Brokerage	24	1,473,366,956	1,721,532,422
Other Operating Income	25	312,948,721	266,097,427
, ,		1,899,049,223	3,092,103,137
Total Operating Income		4,630,395,237	4,850,963,364
Salaries and Allowances	26	943,767,823	701,531,898
Rent, Taxes, Insurances, Electricity etc.	27	212,171,186	174,301,419
Legal Expenses	28	882,025	1,071,775
Postage, Stamps, Telecommunication etc.	29	27,567,143	16,487,698
Stationery, Printings, Advertisements etc.	30	40,291,688	53,811,688
Chief Executive's Salary & Fees	31	12,600,000	6,428,387
Directors' Fees & Expenses	32	4,096,158	6,468,972
Shariah Supervisory Committee's Fees & Expenses	33	196,384	134,600
Auditors' Fees		300,000	250,000
Depreciation & Repairs of Bank's Assets	35	114,033,306	76,787,732
Zakat Expenses	36	59,228,905	32,277,403
Other Expenses	37	217,369,720	252,702,548
Total Operating Expenses		1,632,504,338	1,322,254,120
Profit before Provision	20	2,997,890,899	3,528,709,244
Specific provision for Classified Investment		(130,000,000)	(150,000,000)
General Provision for Unclassified Investment		(180,000,000)	(240,000,000)
General Provision for Off-Balance Sheet Items		(63,000,000)	(130,000,000)
Provision for deminution in value of Investments in Shares		(237,500,000)	(47,500,000)
Provision for Other Assets		-	(1,000,000)
Total Provision	38	(610,500,000)	(568,500,000)
Profit before Provisions for Taxation		2,387,390,899	2,960,209,244
Deferred Tax Expenses	39	30,927,581	36,978,993
Current Tax Expenses	13.2	1,188,019,918	850,889,888
		1,218,947,499	887,868,881
Net Profit after Taxation		1,168,443,400	2,072,340,363

SHAHJALAL ISLAMI BANK LIMITED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2011

	<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
Appropriations			
Statutory Reserve	16	477,478,180	592,041,849
Retained Earnings	17	690,965,220	1,480,298,514
		1,168,443,400	2,072,340,363
Profit available for distribution			
Retained Earnings from previous year		521,067,092	68,304,428
Add: Retained Earnings of Current year		690,965,220	1,480,298,514
		1,212,032,312	1,548,602,942
Earnings Per Share (EPS)	40	2.62	4.65

Accompanying notes form an integral part of these financial statements

Chairman Chairman

Director

Director

Managing Director

Signed as per our annexed report of even date

Dhaka:10 May 2012.

Hoda Vasi Chowdhury & Co Chartered Accountants

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2011

		<u>Note</u>	2011 <u>Taka</u>	2010 <u>Taka</u>
	Cash Flow from Operating Activities			
	Investment Income receipt in cash	41	10,011,527,690	7,539,360,233
	Profit Paid on Deposits	42	(6,615,795,601)	(4,249,153,395)
	Dividend Receipts		63,168,860	10,345,139
	Fees & Commission receipt in cash		1,473,366,956	1,721,532,422
	Cash Payments to Employees		(956,367,823)	(707,960,285)
	Cash Payments to Suppliers		(40,291,688)	(53,811,688)
	Income Tax Paid		(735,394,137)	(664,659,041)
	Receipts from other Operating activities	43	312,948,721	266,097,427
	Payments for other Operating activities	44	(535,335,398)	(493,678,098)
	Operating Profit before changes in Operating Assets		2,977,827,580	3,368,072,714
	Changes in Operating Assets and Liabilities			
	Investment to Customers		(19,152,385,778)	(17,481,815,194)
	Other Assets	45	(934,088,841)	(635,051,433)
	Deposits from other Banks		236,741,927	(174,115,363)
	Deposits received from Customers		20,148,360,889	15,679,831,935
	Other liabilities on account of customers		19,969,415	28,546,959
	Other Liabilities	46	(37,546,294)	90,855,887
	Sub Total		281,051,318	(2,491,747,209)
A)	Net Cash from Operating Activities		3,258,878,898	876,325,505
	Cash flows from Investing Activities			
	Proceeds from sale of Securities		100,676,787	1,987,184,363
	Payment for purchases of securities		(3,163,744,115)	(983,513,581)
	Proceeds from Sale of fixed assets		32,044,730	-
	Purchases of Property, Plant & Equipments		(185,319,825)	(918,839,673)
	Purchase/Sale of subsidiaries		-	-
B)	Net Cash from Investing Activities		(3,216,342,423)	84,831,109
	Cash flows from Financing Activities			
	Receipts from issue of Debt Instruments		2,539,009,600	1,183,389,806
	Payments for redemption of Debt Instruments		-	-
	Receipts from issue of ordinary shares		-	-
	Dividend Paid in cash		-	_
C)	Net Cash from Financing Activities		2,539,009,600	1,183,389,806
D)	Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		2,581,546,075	2,144,546,420
E)	Cash and cash equivalents at the beginning of the year		8,357,043,497	6,212,497,077
F)	Cash and cash equivalents at the end of the year (D+E)	47	10,938,589,572	8,357,043,497

Accompanying notes form an integral part of these financial statements

Chairman

Director

Director

Managing Director

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2011

Particulars	Paid-up Capital Taka	Statutory Reserve Taka	Retained Earnings Taka	Total Taka
Balance as at 01 January 2011	3,425,119,500	1,774,626,888	1,548,602,942	6,748,349,330
Changes in accounting policy	-	-	-	-
Restated Balance	3,425,119,500	1,774,626,888	1,548,602,942	6,748,349,330
Bonus shares issued for the year 2010	1,027,535,850	-	(1,027,535,850)	-
Net profit for the year 2011	-	477,478,180	690,965,220	1,168,443,400
Total Shareholders' Equity as at 31 December 2011	4,452,655,350	2,252,105,068	1,212,032,312	7,916,792,730

Total Equity for the purpose of Capital Adequacy

Equity as per above	7,916,792,730
Add: General Provision for Unclassified Investment	925,479,000
Add: General Provision for Off-Balance Sheet items	341,000,000
Total Equity as at 31 December 2011	9,183,271,730

Accompanying notes form an integral part of these financial statements

Chairman

Director

Director

Managing Director

LIQUIDITY STATEMENT ASSETS AND LIABILITIES MATURITY ANALYSIS

AS AT 31 DECEMBER 2011

Particulars	Upto 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Assets						
Cash in hand	4,739,382,673	-	-	_	4,759,465,000	9,498,847,673
Balance with other Banks						
and Financial Institutions	770,070,977	669,670,922	-	_	-	1,439,741,899
Placement with other Banks &						
Financial Institutions	1,250,000,000	1,240,000,000	3,970,011,518	375,370,117	-	6,835,381,635
Investment in						
Shares & Securities	-	1,774,918,927	900,000,000	700,000,000	1,917,000,000	5,291,918,927
Investments	11,683,198,607	9,059,358,510	29,385,509,543	19,379,990,512	11,084,404,511	80,592,461,683
Fixed Assets including						
premises	8,375,786	16,751,572	75,382,071	376,910,355	1,047,847,967	1,525,267,751
Other Assets	-	345,177,217	1,592,492,504	107,572,367	-	2,045,242,088
Non-banking Assets	-	-	-	-	-	-
Total assets (i)	18,451,028,043	13,105,877,148	35,923,395,636	20,939,843,351	18,808,717,478	107,228,861,656
Liabilities						
Placement from other Banks &						
Financial Institutions	1,970,000,000	3,800,000,000	5,000,000,000	_	-	10,770,000,000
Deposits and other accounts	14,740,148,299	7,684,309,090	27,992,840,253	19,896,871,748	13,035,881,491	83,350,050,881
Other liabilities	305,080,642	1,322,016,118	2,644,032,237	559,314,512	254,233,869	5,084,677,379
Deferred tax Liabilities	-	-	-	-	107,340,666	107,340,666
Total Liabilities (ii)	17,015,228,941	12,806,325,208	35,636,872,490	20,456,186,260	13,397,456,026	99,312,068,926
Net Liquidity Gap (i-ii)	1,435,799,102	299,551,940	286,523,146	483,657,091	5,411,261,452	7,916,792,730

Accompanying notes form an integral part of these financial statements

Chairman

Director

Director

Managing Director

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

1.00 Status of the Bank

1.01 Legal Form of the Bank

The Shahjalal Islami Bank Limited (hereinafter called 'the Bank'-'SJIBL') was established as a Public Limited Company (Banking Company) as on the 1st day of April 2001 under the Companies Act 1994 as interest free Islamic Shariah based commercial bank and commenced its operation on the 10th day of May 2001 with the permission of Bangladesh Bank. Presently the Bank is operating its business through head office having 73 branches, 06 (six) SME centers, 15 (fifteen) ATM booths and 1,624 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, 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212.

1.02 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, directives of other regulatory authorities and the principles of the Islamic Shariah.

1.03 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 September 06, 2010 and commenced its operation on the 25th day of 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 89.49% shares of Shahjalal Islami Bank Securities Limited. Financial Statements of the company are presented separately.

1.04 Off-shore Banking Unit

Off-shore Banking Unit 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 40/5, North Avenue, Gulshan-2, Dhaka-1212. The Off-shore Banking Unit is governed under the rules and guidelines of Bangladesh Bank. Separate Financial Statements of Off-shore Banking Unit are also presented.

2.00 Significant Accounting Policies

2.01 Basis of preparation of the Financial Statements

The Financial Statements of the Bank have been prepared under the historical cost convention consistently with those of previous year. Although the operations of the Bank are in compliance with the rules of Islamic Shariah, the Financial Statements have been prepared in accordance with the 'First Schedule (Sec-38) of the Bank Companies Act 1991 as amended by BRPD Circular 14 dated 25 June 2003, BRPD Circular No.15 dated 09 November 2009 regarding Guidelines for Islamic Banking, other Bangladesh Bank Circulars, the Companies Act 1994, the Securities and Exchange Rules 1987 and International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) into Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standard (BFRS), Standards issued by the Accounting & Auditing Organization for Islamic Financial Institutions (AAOIFI) and other related laws and rules applicable in Bangladesh.

2.02 Basis of consolidation

Presently two core banking software named "PCBank 2000" & "BankUltimus" are running at the Bank. Out of 73 branches, 23 branches with Head Office are operating under "BankUltimus" and remaining 50 branches are operating under "PCBank 2000". Both the systems produce among others, Statement of Affairs and Income & Expenditure Statement. A separate set of records for consolidating the Statement of Affairs and Income & Expenditure Statement of branches are maintained at Head Office from which the Financial Statements are drawn up.

2.03 Consolidation

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

The consolidated Financial Statements have been prepared in accordance with Bangladesh Accounting Standard 27.' Consolidated and Separate Financial Statements.' The consolidated Financial Statements are prepared to a common financial year ending 31 December 2011.

2.04 Subsidiary

Subsidiary is that enterprise which is controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise to obtain benefits from its activities from the date that control commences until the date that control ceases. The Financial Statements of subsidiary are included in the consolidated Financial Statements from the date that control effectively commences until the date the control effectively ceases.

2.05 Transactions Eliminated on Consolidation

All intra-group transactions, balances, income and expenses are eliminated on consolidation. Profit & Loss resulting from transaction between Group are also eliminated on consolidation.

2.06 Use of estimates and judgments

The preparation of Financial Statements requires the Bank to make certain estimates and to form judgments about the application of accounting policies which may affects the reported amounts of assets, liabilities, income and expenses; due to that actual results may differ to reasonable extent.

Estimates and underlying assumptions are reviewed on an ongoing basis and recognized its effects on present and future financial positions. The most significant areas where estimates and judgments have been made are on provision for investments, Income Taxes, Deferred Taxation & liquidity Statement.

2.07 Revenue Recognition

The revenue is recognized as follows complying the conditions of revenue recognition as provided in IAS-18.

- i) Income from Investments has been accounted for on accrual basis.
- ii) Income from Investment in Securities is recognized at the time of sale.
- iii) Dividend income on Investment is Subsidiary is accounted for when the right to receive payment is established.
- iv) Profit on Investment in Bangladesh Government Islamic Investment Bond (Islamic Bond) is recognized on accrual basis.
- v) Income from bills purchased and discounted is recognized at the time of realization.
- vi) Fees and commission income are recognized when earned.
- vii) Profit paid to mudaraba depositors is recognized on accrual basis as per provisional rate. The final profit is determined and to be paid to the depositors.
- viii) The proposed dividend for the year 2011 has not been recognized as a liability in the balance sheet in accordance with the BAS-10: Events After the Balance Sheet Date.

2.08 Profit Suspense /Compensation Account & Shariah non-compliance Income

Profit/Compensation accrued on classified investments is suspended and accounted for as per Circulars issued by the Bangladesh Bank.

Moreover, incomes which are irregular (doubtful) as per Shariah are also not included in the distributable income of the Bank. Bank charges compensation on unclassified overdue investments. Such compensation is not permissible as regular income of the Bank as per Shariah.

Interest received from the balances held with Foreign Banks abroad and from Foreign Currency Clearing Account with the Bangladesh Bank and also other interest based banks are also not credited to regular income since it is not permissible as per Shariah. Such doubtful income is being appropriated for charitable purpose through Shahjalal Islami Bank Foundation (a separate organization).

2.09 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. 05 dated 05 June 2006. Provision against Off-Balance Sheet exposures in addition to existing provisioning arrangement is made as per BRPD Circular No.10 dated 18 September 2007. The rates of provision are given below:

General Provision:			
On Unclassified General investments	@	1%	
On Investments to small & Medium enterprise	@	1%	
On Investments to Housing Finance	@	2%	
On Investments to professionals	@	2%	
On Investments to Share Business	@	2%	
On Investments to consumer finance			
(Other than Housing Finance & Loan for Professionals)	@	5%	
On Special Mention Accounts	@	5%	
Specific Provision:			
On substandard Investments	@	20%	
On doubtful Investments	@	50%	
On bad/loss Investments	@	100%	
General Provision on Off-Balance Sheet Items	@	1%	

2.10 Provision for Nostra Accounts

According to Foreign Exchange Policy Department of Bangladesh Bank vide the circular letter No. (FEPD)/01/2005-677 dated 13 September 2005, Bank is not required to make provision regarding the unreconciled debit balance of nostra account as on the reporting date in these financials. There are no unreconciled outstanding entries which are more than three months.

2.11 Sharing of Investment Income

The Investment income earned through deployment of Mudaraba Fund is shared among the Mudaraba Depositors at the ratio as determined by the Bank, but not less than 65% of the total shared investment income. In 2011, the sharing ratio among the Mudaraba fund providing were 90.03% which is more than the committed ratio of 65%.

2.12 Investment in Securities

Islamic Investment Bond (Islami Bond)

Investment in Bangladesh Government Islamic Investment Bond (Islami bond) is reported at cost price.

Investment in Shares and Securities

These Shares and Securities are brought and held primarily for the purpose of selling them in future or held for dividend

income. These are reported at cost. Provisions are made for any loss arising from diminution in value of investments.

Investment in Subsidiary

Investment in Subsidiary is accounted for under cost method of accounting in the Bank's Financial Statements in accordance with Bangladesh Accounting Standard 27.' Consolidated and Separate Financial Statements'.

2.13 Fixed Assets and Depreciation

- i) All Fixed Assets are stated at cost less accumulated depreciation as per BAS-16 "Property, Plant and Equipment".
- ii) Depreciation has been charged at the following rates:

Name of the Assets	Rates of Depreciation Per Annum	Method of Depreciation
Building	2.25	Reducing balance
Furniture & Fixtures other than residence	10	Reducing balance
Furniture & Fixtures- residence	20	Straight line
Office Appliances & Equipment	20	Reducing balance
Vehicles	20	Straight line
Books	20	Reducing balance

- iii) For addition during the year, depreciation is charged for the remaining days of the year and for disposal depreciation is charge up to the date of disposal.
- iv) Sale price of fixed assets are determined on the basis of fair value of the assets. Gain or loss on sale of assets are recognized in profit & loss account. During the year, the Bank transferred its fixed assets to subsidiary company at written down value.

2.14 Foreign Currency Translations

The transactions in foreign currencies are converted into equivalent Taka currency using the ruling exchange rates on the dates of such transactions. At the Balance Sheet date related assets and liabilities are converted to Taka using exchange rates prevailing on that date.

2.15 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 "Earning Per Share". Diluted Earning per Share is not required to be calculated for the year, as there exist no dilution possibilities during the year. Due to issuance of bonus shares previous year's adjusted Earning Per Share is being calculated in accordance with IAS 33 (Note-40 & 40(a)).

2.16 Statement of liquidity

The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per following basis:

- a) Balance with other Banks and Financial Institutions, Investment in Securities are on the basis of their maturity term.
- b) Investments (Loans & Advances) are on the basis of their residual maturity term.
- c) Fixed assets are on the basis of their useful life.
- d) Other assets are on the basis of their adjustment.
- e) Financing (Borrowing) from Bangladesh Bank as per their maturity.
- f) Deposit and other accounts are on the basis of their maturity term, demand & time liability related guidelines of Bangladesh Bank and behavioral trend of encashment.
- g) Other long-term liability on the basis of their maturity term.
- h) Provisions and other liabilities are on the basis of their expected settlement.

2.17 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.

2.18 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.

2.19 Taxation

Current Tax

Provision for current income tax has been made @ 42.50% as prescribed in the Finance Act, 2011 on the accounting profit made by the Bank after considering some of the add backs to income and disallowances of expenditure & provisions as per Income Tax Ordinance 1984 in compliance with BAS-12 "Income Taxes".

Deferred tax

The Bank has adopted deferred tax accounting policy as per Bangladesh Accounting Standard (BAS) 12. Accordingly deferred tax liability/asset is accounted for all temporary timing differences arising between the tax base of the assets and liabilities and their carrying value for financial reporting purpose. Deferred tax is computed at the prevailing tax rate as per Finance Act 2011.

2.20 Reporting Period

The Financial Statements cover one calendar year from 01 January to 31 December 2011.

2.21 Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

2.22 Statutory Reserve

The statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of Bank Companies Act'1991 until such reserve equal to its paid up capital together with amount in the share premium account.

2.23 Zakat

Zakat is paid by the Bank at the rate of 2.58% (instead of 2.50% as the Bank maintains its Accounts following Gregorian Year) on the closing balances of Statutory Reserve, General Reserve (Retained Earning).

Zakat is chargeable in the profit & Loss account of the Bank as per "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No.15 dated 09.11.2009

2.24 Employee benefits.

Provident Fund (Defined Contribution Plan)

A "Defined Contribution Plan" is a post employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal constructive obligation to pay further amounts. Provident fund benefit is given to the eligible staffs of the Bank in accordance with the rules of the provident fund duly recognized by the National Board of Revenue of Bangladesh. The Fund is administered by a Board of Trustees and is funded by fixed contributions equally from the employees and the bank. The fund is managed separately from the bank's assets, as per rules of the fund & section 399 of the Companies Act 1994.

Gratuity Fund (Define Benefit Plan)

Gratuity benefits are given to the staff of the Bank in accordance with the approved Gratuity Fund Rules. National Board of Revenue has approved the gratuity fund as a recognized gratuity fund and the fund is operated by a separate Board of Trustees. Employees are entitled to gratuity benefit after completion of minimum 05 (five) years of service in the Bank. The gratuity is calculated on the basis of last basic pay of every employee in service as per BAS-19 "Employee Benefits". Gratuity fund is a "Defined Benefit Plan" and payable as per the modalities of the rules. Gratuity so calculated is transferred to the fund and charged to expenses of the Bank.

Other Employee Benefits

Superannuation Fund

"Shahjalal Islami Bank Limited Empoyees' Social security- Superannuation Fund" commenced with effect from 1st January 2008. The purpose of the fund is to provide medical and death cum survival benefit in lieu of group insurance (death cum endowment). The fund shall be subscribed by the employees on monthly basis and with the contribution of the Bank.

Benevolent Fund

The Benevolent Fund for the regular and confirmed employee's of Shahjalal Islami Bank Limited was established in the year 2007. This fund is mainly used for payment of scholarship to the meritorious students among the children of SJIBL's officers and sub-staff, to allow short-term quard/grant for the unexpected and certain needs of the staff of SJIBL and their family like accident, clinical treatment, marriage ceremony, etc.

Incentive Bonus

The Bank usually paid incentive bonus among its employees. The Payment of incentive Bonus does not exceed 10% of disclosed net profit of the bank as per section 30(j) of Income tax Ordinance, 1984. This bonus amount is distributed among the employees on annual basis considering specific terms & regulations.

2.25 Reconciliation of books of Accounts.

Books of Account in regard to inter-Bank are reconciled and un-reconciled entries in case of inter-branch transactions on the reporting date are not mentionable, which are, due to the time-gap before finalizing the same. Inter-branch outstanding entries are less than 01 month, detail of which are disclosed in Note 13.3

2.26 Related Party Transactions

The Bank entered into transactions with the related parties complying with the requirements of Section 27(1) of the Bank Company Act 1991. All the related party transactions have been accounted for, the detail of which are disclosed in Note 50.00.

2.27 Risk Management

Shahjalal Islami Bank has plan for diversification of Investment by Size, Sector, Geographical Area, Economic Purpose and Securities and Development of a balanced Investment portfolio of the Bank.

Investment (Lending) is the principal function of a Bank. At the same time, there is an underlying/inherent risk in any Investment (Credit). Investment comprises a very large portion of a Bank's total activities. As such, due diligence and prudential judgment / decision is a precondition for a sound Investment practice and therefore, is very important for profitability and success of a Bank.

The Bank has established control mechanisms to identify, measure and monitor the exposure to Investment (Lending), market and liquidity risks. In this context, the quality of assets of the Bank is given here under:

Total AssetsBDT 1,07,229 millionTotal InvestmentsBDT 80,592 millionClassified InvestmentsBDT 1,523 million

Percentage of Investment to total Assets 75.16 % Percentage of Classified Investments to total Investments 1.89 %

i) Investment Risk

The Management of specific investment risk is developed according to associated risk with individual business units. The investment risk management function ensures that appropriate policies are established and ensures compliance with the related sanction, monitoring procedures and controls at the business unit level. Investment exposures are aggregated from individual business units and are monitored on a regular basis.

Investment involved risks may be summarized as under:

- Difficulty in choosing core business.
- · Failure in business of the customer.
- Encompassing a blend of banking and non-banking service.
- · Investment either too liquid or of questionable quality.
- · Competition from other commercial banks.
- · Security Control Risk.
- Market volatility both local and global.

Portfolio monitoring is carried out by asset quality, background of the customer, soundness and viability of his business and cash flow etc, sector of the economy, cost of long-term financing to match with the return on long-term investment.

The Bank pays adequate emphasis on business risk than analysis of security risk because the security reduces the risk but does not always improve the quality of investment. Besides, the Bank addresses the Investment (Credit) risk guideline cited by the Bangladesh Bank.

As regards to other parts of the banking business, the control staffs follow a pragmatic program of regular monitoring and follow-up.

ii) Market Risk

Expert opinion for choosing core business area, finding out new business sector, arranging low cost fund to invest at lower rate, steps to avoid undue and unfair competition with the commercial banks etc. are effective measure to reduce the market risk.

iii) Liquidity Risk

Liquidity risk is more important area to think by the banking company to match with the financing and Investment (lending). Long term and stable financings is required for long-term investment. Beside, inflow of cash through collection of dues against Investment in time is also essential. Effective monitoring and follow-up is the important tools to ensure the required collection.

2.28 Foreign Exchange Risk Management

The Financial Institutions' performance is directly related to Foreign Exchange Market. To ensure effective Foreign Exchange Risk Management, the Bank has wide scope in establishing organizational structure and formulating Manual as per Guidelines of Bangladesh Bank. However, the bank has already formulated a comprehensive manual. Bank maintains various NOSTRO accounts in order to conduct operations in different currencies including BDT. The senior management of the bank set limits for handling NOSTRO accounts transactions that include time & amount limits. As per guidelines of Bangladesh Bank the Foreign Exchange business should be audited internally to review the key control issues such as various limits, compliance requirements and statutory management.

2.29 Profit (Interest) rate Risk

The Bank monitored the overall profit rate movement of the market through ALCO meeting on a regular basis. The Asset Liability Committee efficiently monitors the sensitivity of profit rate of its entire portfolio. The committee also monitors the mismatches in its assets and liabilities and re-prices them accordingly; thereby the Bank was able to maintain a stable Net Profit Margin.

2.30 Operational Risk

Operational Risk may arise from errors, frauds & forgeries, surprises and improper processes due to lack of effective internal control and compliance mechanism. Management has strengthened the Bank's control and compliance mechanism by restructuring its Internal Control & Compliance Division. Audit & Inspection Unit of this Division conducts Comprehensive /Surprise/Special Inspection of the Branches and important Divisions of Head Office periodically towards day to day operations and also the software based operational system, Compliance Unit ensures timely compliance of regulatory requirements and Monitoring Unit monitors the operational performance of the Bank.

2.31 Asset Liability Risk Management

The Asset Liability Management Committee (ALCO) that is formed with the senior executives headed by Managing Director conducted 12 meetings in 2011. The key agenda of the meetings were liquidity position, pricing, risk related to the Balance Sheet, maintaining CRR & SLR, Economic outlook & Market Status and rate of profit (interest). For managing properly Balance Sheet risk, the bank has already prepared a Manual of The Asset Liability Management according to the guidelines of Bangladesh Bank.

2.32 Anti-Money Laundering Risk Management

As per Anti-Money Laundering Act 2002 Bangladesh Bank issued guidelines that each Bank and Financial Institution must develop, administer and maintain an Anti-Money Laundering policy that ensures and monitors compliance with the Act. The Bank ensures its Anti-Money Laundering Risk through Central Compliance Unit (CCU) at Head Office level. As per Guidelines of Bangladesh Bank, the Bank has formulated an Anti-Money Laundering Compliance policy.

2.33 Information and Communication Technology

According to BRPD Circular No. 14 dated 23 October 2005 regarding "Guideline on Information and Communication Technology for Scheduled Banks", The Bank has followed IT Manual which deals operational risk, physical security control, potential for wide area disaster, data center disaster, recovery plan and backup/restore plan. The customers of SJIBL are enjoying 24 hours remote banking facilities through using SWIFT, Reuters, SJIBL Visa Debit Card, Push-Pull Services & SMS banking facilities. The Bank joined Q Cash consortium which ATM and POS services are being offered to its customers to meet the demand of time. Moreover, The Bank has started migration from existing software PCBank 2000 to BankUltimus for introducing technology-based total banking solution module, i.e. core banking software.

2.34 Corporate Governance

The Bank has given the priority to the compliance of the rules, regulations and guidelines of Bangladesh Bank, National Board of Revenue & Securities and Exchange Commission. The Bank has compiled with all related accounting standards adopted by the Institute of Chartered Accountants of Bangladesh.

2.35 General Information

- i) Figures appearing in these Financial Statements have been rounded off to the nearest Taka.
- ii) Figures of previous year have been rearranged whenever necessary to conform to current Period's presentation.

			2011 <u>Taka</u>	2010 <u>Taka</u>
Cash in hand (Ir	cluding foreign currencies)			
In local currency In foreign currence	ies (Note-3.1)		816,572,021 12,009,445	753,315,197 4,270,574
			828,581,466	757,585,771
In Foreign Currei	су			
Foreign Currenc	<u>Amount in FC</u>	Exchange Rate		
US Dollar	130,952.05	81.9892	10,736,654	2,430,633
Great Britain Pou	nd 2,194.99	126.6979	278,100	446,191
Euro	9,375.57	106.0940	994,691	1,393,750
			12,009,445	4,270,574
Consolidated Ca	h in hand (Including foreign curre	ncies)		
Shahjalal Islami B			828,581,466	757,585,771
Shahjalal Islami B	ank securities Lta		828,581,466	757,585,771
			=======================================	
Balance with Ba	ngladesh Bank (Including foreig	n currencies)		
In local currency			6,518,115,652	4,970,566,874
In foreign curren	ies		2,056,860,852	1,328,902,356
			8,574,976,504	6,299,469,230
	ali Bank Ltd as agent of Banglad	esh Bank		
In local currency			95,289,703	142,629,250
In foreign curren	ies		-	- 142 (22 252
			95,289,703	142,629,250
			8,670,266,207	6,442,098,480
Cash Reserve Ra	io (CRR) and Statutory Liquidity Ro	atio (SLR)		
	io (CRR) and Statutory Liquidity Ra		culated and maintained in	accordance with the
	Bank Company Act, 1991 and subse			

Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Bank Company Act, 1991 and subsequent BCD Circular No.13 dated May 24, 1992; BRPD Circular No. 12 dated September 20, 1999; BRPD Circular No. 22 dated November 6, 2003, BRPD Circular No. 12 dated August 25, 2005; DOS Circular No.01 dated March 03, 2009 and MPD Circular No. 04 & 05 dated December 01, 2010.

4.2	Cash Reserve Ratio (CRR): 6% of Average Demand and Time Liabilities		
	Required Reserve	4,759,465,000	3,690,565,000
	Actual Reserve held with Bangladesh Bank (In local currency)	6,518,115,652	4,970,566,874
	CRR Surplus	1,758,650,652	1,280,001,874
4.3	Statutory Liquidity Ratio (SLR): 11.50% (including 6% CRR) of Average Demo	and and Time Liabilitie	s
	Required Reserve	9,122,307,000	7,073,582,000
	Actual Reserve held (Note- 4.4)	11,498,847,673	8,599,684,251
	SLR Surplus	2,376,540,673	1,526,102,251

		2011 <u>Taka</u>	2010 <u>Taka</u>
4.4	Held for Statutory Liquidity Ratio		
	Cash in hand (Note- 3) Balance with Bangladesh Bank and its agent Bank (Note- 4) Bangladesh Bank Islami Investment Bond (Note- 7)	828,581,466 8,670,266,207 2,000,000,000	757,585,771 6,442,098,480 1,400,000,000
		11,498,847,673	8,599,684,251
4(a)	Consolidated Balance with Bangladesh Bank and Sonali Bank Ltd.		
	Shahjalal Islami Bank Ltd (note-4)	8,670,266,207	6,442,098,480
	Shahjalal Islami Bank Securities Ltd	-	-
		8,670,266,207	6,442,098,480
5	Balance with Other Banks and Financial Institutions		
	(Other than Mudaraba Term Deposit)		
	Inside Bangladesh (Note - 5.1)	771,921,272	684,337,121
	Outside Bangladesh (Note- 5.2)	667,820,627	473,022,125
		1,439,741,899	1,157,359,246
5.1	Inside Bangladesh		
	Current Account		
	Sonali Bank Limited (Other than as agent of Bangladesh Bank)	56,315,516	76,079,596
	National Bank Limited, Naragoyanj Branch Standard Chartered Bank, Motijheel Branch	32,174 4,967,443	10,032,174
	Islami Bank Bangladesh Limited	4,967,443 16,163	1,107,667 10,029,492
	Islam bank bangladesh Elimed	61,331,296	97,248,929
	Special Notice Deposits		
	Export Import Bank of Bangladesh Limited	21,217,553	8,715,129
	Trust Bank Limited, Principal Branch	4,385,333	3,240,459
	Prime Bank Limited, Islami Banking Branch	226,447,198	100,659,916
	Islami Bank Bangladesh Limited	3,883,740	4,200,000
	Saving Deposit	255,933,824	116,815,504
	Dhaka Bank Limited, Islami Banking Branch	21,181,981	12,883,848
	Social Islami Bank Limited	12,886,697	43,327,280
	AB Bank Limited, Islami Banking Branch	226,529,620	12,028,246
	Al-Arafah Islami Bank Limited	233,098	13,926,427
	One Bank Limited, Motijheel Branch	1,500	-
	Islami Bank Bangladesh Limited	41,324,644	13,428,940
	Southeast Bank Limited, Islami Banking Branch	142,706,158	365,464,233
	Export Import Bank of Bangladesh Limited First Security Islami Bank Limited	2,867,299 1,821,323	8,434,208 779,506
	Agrani Bank Limited, Naogaon Branch	5,100,000	-
	Janata Bank Limited, Dinajpur Branch	3,832	-
	·	454,656,152	470,272,688
		771,921,272	684,337,121

5.2 Outside Bangladesh (NOSTRO Account)

Current Account	<u>Currency</u>	F.C. Amount	<u>Rate</u>	<u>Taka</u>
Standard Chartered Bank, London, UK	GBP	8,638.65	126.6979	1,094,498.81
Standard Chartered Bank Ltd, Tokyo	JPY	212,183.00	1.0524	223,301.39
American Express Bank Ltd, Frankfurt	EUR	386.77	106.0940	41,033.98
AB Bank Ltd, Mumbai	ACU	46,925.15	81.9892	3,847,355.51
Standard Chartered Bank, New York	USD	1,147,646.47	81.9892	94,094,615.96
Mashreq Bank p.s.c. New York, U.S.A	USD	720,677.30	81.9892	59,087,755.29
IFIC Bank Ltd. Karachi, Pakistan	ACU	952.98	81.9892	78,134.07
Nepal Bangladesh Bank, Nepal	ACU	20,263.75	81.9892	1,661,408.65
Standard Chartered Bank, Colombo	ACU	2,156.21	81.9892	176,785.93
HSBC Ltd, Sydney, Australia	AUD	922.15	82.7517	76,309.48
BCP - Geneva, Switzerland	CHF	4,374.90	86.9820	380,537.55
CITIBANK N.A., New York, USA	USD	1,174,012.15	81.9892	96,256,316.97
HSBC Ltd, New York, USA	USD	929,957.57	81.9892	76,246,477.20
HSBC Ltd, Mumbai, India	ACU	64,948.71	81.9892	5,325,092.77
SCOTIA, Toranto, Canada	CAD	3,008.60	80.0598	240,867.91
Standard Chartered Bank, Mumbai	USD	222,191.34	81.9892	18,217,290.21
ICICI, Mumbai, India	ACU	366,986.42	81.9892	30,088,922.99
HSBC, Karachi, Pakistan	ACU	308,863.77	81.9892	25,323,493.41
Bayerische Hypo-Und Vereinbank	EUR	8,836.02	106.0940	937,448.71
Habib American Bank USA	USD	45,478.88	81.9892	3,728,776.99
ICICI Bank, Hong kong	USD	17,384.58	81.9892	1,425,347.81
Unicredito Italanio SPA	EUR	590.60	106.0940	62,659.12
Wachovia Bank, NY, USA	USD	2,702,579.62	81.9892	221,582,340.98
UBAF Hong Kong Ltd.	USD	41,102.34	81.9892	3,369,947.97
Habib Bank AG Zurich	CHF	5,986.43	86.9820	520,711.65
COMMERZBANK AG	EUR	1,115.35	106.0940	118,331.94
The National Comm. Bank, KSA	SAR	112,494.00	21.8644	2,459,613.81
Standard Chartered Bank, Mumbai	ACU	73,377.08	81.9892	6,016,128.09
Mashreq Bank, London	EUR	69.47	106.0940	7,370.35
JPMORGAN CHASE BANK, N.A.	USD	134,465.96	81.9892	11,024,756.49
COMMERZBANK AG Frankfrut	USD	33,598.36	81.9892	2,754,702.66
Wells Fargo Bank, N. A. London, UK	EUR	12,746.17	106.0940	1,352,292.16
				667,820,627

Currency wise Distribution:

<u>BDT</u>	Composition
660,305,650	98.87%
2,519,136	0.38%
1,094,499	0.16%
223,301	0.03%
76,309	0.01%
240,868	0.036%
901,249	0.13%
2,459,614	0.37%
667,820,627	100%
	660,305,650 2,519,136 1,094,499 223,301 76,309 240,868 901,249 2,459,614

For details comparative statement of 2011 & 2010 of foreign currency amount and rate thereof see "Annexure-C

In accordance to Bangladesh Bank Foreign Exchange Policy Department, Circular FEPD (DEMO/01/2005-677) dated 13-09-5.3 2005, the quarterly review of NOSTRO Accounts for the quarter ended 31 December 2011 reflect the true state of the NOSTRO Account entries are correctly recorded after reviewed a separate audit certificate have also been given by the auditor. The status of all outstanding unmatched entires are given below:

Amount in US\$

		As per Bank's Book				As per Correspondents' Book			
	De	Debit entries		Credit entries Del		ebit entries		Credit entries	
	No.	Amount	No.	Amount	No.	Amount	No.	Amount	
Up to 3 months	14	1,317,069.11	87	3,725,661.73	103	3,458,946.13	139	4,559,739.63	
More than 03 months but									
less than 06 months	-	-	-	-	-	-	-	-	
More than 06 months but									
less than 09 months	-	-	-	-	-	-	-	-	
More than 09 months but									
less than 12 months	-	-	-	-	-	-	-	-	
More than 12 months	-	-	-	-	-	-	-	-	
	14	1,317,069.11	87	3,725,661.73	103	3,458,946.13	139	4,559,739.63	

2011	2010
<u>Taka</u>	<u>Taka</u>

5.4 Maturity-wise groupings of balance with other banks and financial institutions

On Demand	770,070,977	612,595,596
Not more than 3 months	669,670,922	544,763,650
More than 3 months but less than 1 year	-	-
More than 1 year but less than 5 years	-	-
More than 5 years	-	-
	1,439,741,899	1,157,359,246

5(a) Consolidated Balance with Other Banks and Financial Institutions

Inside Bangladesh		
Shahjalal Islami Bank Ltd (note-5.1)	771,921,272	684,337,121
Shahjalal Islami Bank Securities Ltd	179,916,477	450,000,000
	951,837,749	1,134,337,121
Less: Inter Company Transaction	178,226,035	450,000,000
	773,611,714	684,337,121
Outside Bangladesh		
Shahjalal Islami Bank Ltd (note-5.2)	667,820,627	473,022,125
Shahjalal Islami Bank Securities Ltd	<u>-</u> _	<u>-</u> _
	667,820,627	473,022,125

1,441,432,341

1,157,359,246

		2011 <u>Taka</u>	2010 <u>Taka</u>
6	Placement with other Banks & Financial Institutions		
	Placement with other Banks (Note-6.1) Placement with Financial Institutions (Note-6.2)	5,075,381,635 1,760,000,000	3,676,581,235 660,000,000
		6,835,381,635	4,336,581,235
6.1	Mudaraba Term Deposits-Other Banks		
	AB Bank Limited, Islami Banking Branch Southeast Bank Ltd, Islami Banking Branch	400,000,000 500,000,000	600,000,000
	Dhaka Bank Ltd, Islami Banking Branch Al-Arafah Islami Bank Limited.	200,000,000 200,011,518	200,000,000 400,011,118
	ICB Islamic Bank Limited Social Islami Bank Limited Export Import Bank of Bangladosh Limited	375,370,117 1,900,000,000	376,570,117 1,500,000,000
	Export Import Bank of Bangladesh Limited Premier Bank Ltd, Islami Banking Branch Jamuna Bank Ltd, Islami Banking Branch	1,300,000,000 200,000,000	400,000,000 - 200,000,000
	Janiuna bank Ltu, islami banking branch	5,075,381,635	3,676,581,235
6.2	Mudaraba Term Deposits-Financial Institutions		
	Midas Financing Limited Industrial and Infrastructure Development Finance Company Ltd Union Capital Limited	200,000,000 50,000,000 50,000,000	50,000,000 50,000,000 -
	Prime Finance & Investment Ltd. Peoples Leasing & Financial Services Ltd Bangladesh Industrial Finance Company Ltd Lanka Bangla Finance Limited Premier Leasing Int'l Ltd.	200,000,000 340,000,000 150,000,000 70,000,000 100,000,000	160,000,000 100,000,000
	Phoenix Finance & Investments Ltd International Leasing & Financial Services Ltd Hajj Finance Company Limited	300,000,000 300,000,000	150,000,000 100,000,000 50,000,000
		1,760,000,000	660,000,000
		6,835,381,635	4,336,581,235
6.3	Maturity-wise groupings of placement with other Banks and Financial Insti	tutions	
	On Demand	-	-
	Not more than 3 months More than 3 months but less than 1 year More than 1 year but less than 5 years	2,490,000,000 3,970,011,518 375,370,117	1,750,011,118 2,210,000,000 376,570,117
	More than 5 years	6,835,381,635	4,336,581,235
6(a)	Consolidated Placement with other Banks & Financial Institutions		
	Shahjalal Islami Bank Ltd (note-6) Shahjalal Islami Bank Securities Ltd	6,835,381,635 767,483,164	4,336,581,235 -
	Less: Inter Company Transaction	7,602,864,799 767,483,164	4,336,581,235
		6,835,381,635	4,336,581,235

	2011 <u>Taka</u>	2010 <u>Taka</u>
Investment in Securities		
Government		
Government Bond (Islamic Investment Bond) (Note 7.1)	2,000,000,000	1,400,000,000
	2,000,000,000	1,400,000,000
Others		
Mudaraba Perpetual Bond, Islami Bank Bangladesh Ltd.	47,550,542	47,550,542
Shahjalal Islami Bank Securities Ltd (Note 7.2)	1,915,000,000	225,000,000
Investment in Shares (Note 7.3)	1,322,368,385	551,301,057
Advance for share of Lanka Bangla Securiries Ltd	5,000,000	5,000,000
Market Stabilization Fund Asset Management Co. Ltd	2,000,000	-
	3,291,918,927	828,851,599
	5,291,918,927	2,228,851,599
Maturity-wise Grouping of Investment in Securities:		
On demand	-	-
Not more than 3 months	1,774,918,927	703,851,599
More than 3 months but less than 1 year	900,000,000	600,000,000
More than 1 year but less than 5 years	700,000,000	700,000,000
More than 5 years	1,917,000,000	225,000,000
	5,291,918,927	2,228,851,599

7.1 Bangladesh Bank has introduced Mudaraba Bond named "Bangladesh Government Islamic Investment Bond (Islamic Bond)" in September 2004 on behalf of the Government to facilitate Islamic banks and financial institutions, investment in this funds is to be considered as a component of Statutory Liquidity Ratio (SLR).

The mobilized fund from Islamic Bond is investment by Bangladesh Bank and a portion of realized profit distributes among the bond holders as per mudaraba principle of Islamic Shariah on the basis of the tenor of the bond. So the rate of return from Islamic Bond is depended on fund deployment of profit realization which is not prefixed.

5.2 Shahjalal Islami Bank Limited invested Tk. 191.50 crore in its Subsidiary Company named 'Shahjalal Islami Bank Securities Limited' as per approval of competent authority. The subsidiary commenced its operation from 25th May 2011. The total Paid-up Capital of the subsidiary company is Tk. 214.00 crore divided into 21,40,00,000 ordinary shares @ Tk. 10 each and bank hold 89.49% of its paid-up capital.

		2011 <u>Taka</u>	2010 <u>Taka</u>
7.3	Investment in shares (Quoted)		
	Maksons Spinning Mills Limited	63,955,630	48,880,440
	Metro Spinning Mills Limited	65,855,505	55,654,794
	Beacon Pharmaceuticles Limited	39,266,541	18,860,160
	Eastern Housing Limited	166,063,283	113,617,040
	Fine Foods Limited	128,856,417	88,730,225
	Quasem Drycells Limited	94,697,283	45,611,680
	Goldenson Limited	34,037,668	41,109,600
	Export Import Bank of Bangladesh Limited	83,736,584	5,828,000
	RAK Ceramics (Bangladesh) Limited	12,657,026	2,184,864
	The Dacca Dyeing & Mfg. Co. Limited	125,617,315	42,031,477
	Jamuna Oil Company Limited	37,401,731	27,120,940
	Beximco Pharmaceuticles Limited	36,947,126	11,671,837
	AIBL 1st Islamic Mutual Fund	50,000,000	50,000,000
	Beximco Limited	17,965,408	-
	Al-Arafah Islami Bank Limited	55,810,411	_
	Islami Bank Bangladesh Limited	89,815,541	_
	Social Islami Bank Limited	43,233,244	_
	First Security Islami Bank Limited	14,916,315	_
	M.I. Cement Factory Limited	46,491,938	_
	MJL Bangladesh Limited	84,498,640	_
	Square Pharmaceuticles Limited	15,991,829	_
	United Airways (BD) Limited	14,552,950	_
	Office / All Ways (BB) Effice	1,322,368,385	551,301,057
	See annexure-A for details regarding unrealised gain/(loss) & provision.		
7(a)	Consolidated Investment in Securities		
) (u)	Government		
	Shahjalal Islami Bank Ltd (note-7)	2,000,000,000	1,400,000,000
	Shahjalal Islami Bank Etd (Hote-7)	2,000,000,000	1,400,000,000
	Shanjalai islami bank secunties Etu	2,000,000,000	1,400,000,000
	Others	2,000,000,000	
	Shahjalal Islami Bank Ltd (note-7)	3,291,918,927	828,851,599
	Shahjalal Islami Bank Securities Ltd	1,111,618,807	518,500,000
	Sharifalar Barne Secartics Lta	4,403,537,734	1,347,351,599
	Less: Inter Company Transaction (Investment in capital of Subsidiary)	1,915,000,000	225,000,000
	2033. Their company transaction (investment in capital of Substation)	2,488,537,734	1,122,351,599
		4,488,537,734	2,522,351,599
8	Investments (Loans and Advances)		
	Country-wise Classification of Investments:		
	Inside Bangladesh		
	Gross Murabaha, Bai-Muajjal etc	72,530,498,178	56,459,863,199
	Less: Profit receivable on Murabaha, Bai-Muajjal etc	3,735,020,232	2,164,789,557
	(Mark-up profit on unearned income)		
	Net Murabaha, Bai-Muajjal etc	68,795,477,946	54,295,073,642
	Bills purchased and discounted-net (Note- 8.2)	11,796,983,737	7,145,002,263
	Outside Bangladesh		
	-	80,592,461,683	61,440,075,905
4 17	Papart 2011		171

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		2011 <u>Taka</u>	2010 <u>Taka</u>
8.1	Maturity wise Classification of Investments:		
	With a residual maturity of		
	Re-payable on Demand Not more than 3 months Over 3 months but not more than 1 year Over 1 year but not more than 5 years Over 5 years	1,048,299,487 19,694,257,631 29,385,509,543 19,379,990,512 11,084,404,511 80,592,461,683	799,176,482 15,014,018,166 22,402,193,693 14,774,435,018 8,450,252,546 61,440,075,905
8.2	Bills Purchased and Discounted :		
0.2	Payable inside Bangladesh Payable outside Bangladesh	12,352,603,840 458,708,206	7,350,057,566 254,512,934
	Gross Bills Purchased and Discounted Less: Profit receivable on Bills Purchased and Discounted	12,811,312,046 1,014,328,309	7,604,570,500 459,568,237
	Net Bills Purchased and Discounted	11,796,983,737	7,145,002,263
8.3	Maturity wise Classification of Bills Purchased and Discounted:		
	Re-payable:- Within 1 month Over 1 month but less than 3 months Over 3 months but less than 6 months 6 months or more	1,693,968,590 5,558,671,728 3,705,781,152 838,562,267 11,796,983,737	989,518,691 3,307,525,905 2,205,017,270 642,940,398 7,145,002,263
8.4	Investments on the basis of significant concentration:		
	Investments to allied concern of Directors (Note # 50.5) Investments to Executives/Officers Investments to Customer Groups Industrial Investment Others	107,506,000 494,081,231 34,434,173,989 35,945,000,112 9,611,700,351	93,095,000 481,778,511 28,918,880,341 25,222,010,532 6,724,311,521 61,440,075,905
	Investments allowed to individual customer exceeding 10% of Bank	's total capital:	
	Total outstanding amount to such customers at end of the year Number of such types of customers Amount of Classified Investments thereon Measures taken for recovery	24,398.22 million 16 Nil Not applicable	17,229.90 million 13 Nil Not applicable

million which is computed @ 10% of total capital of the bank i.e. Tk. 9,183.27 million (Note # 15.3.c) as at 31 December 2011. For details please refer to Annexure-D

8.5 Sector-wise Classification of Investments:

Sector	20	2011		10
	Taka	Composition	Taka	Composition
Agriculture & Fishing	361,812,435	0.45%	269,900,625	0.44%
Cotton & Textile	11,839,621,421	14.69%	9,053,800,421	14.74%
Garments	12,298,431,428	15.26%	7,403,411,214	12.05%
Cement	743,112,131	0.92%	589,200,097	0.96%
Pharmaceuticals & Chemicals	1,491,200,982	1.85%	763,700,000	1.24%
Real Estate	8,415,900,116	10.44%	5,697,800,118	9.27%
Transport	2,028,021,543	2.52%	2,230,500,000	3.63%
Information Technology	213,482,132	0.26%	87,913,142	0.14%
Non Banking Financial Institutions	2,518,600,000	3.13%	1,544,034,512	2.51%
Steel & Engineering	3,071,042,351	3.81%	3,116,300,021	5.07%
Paper & Paper Products	1,473,221,034	1.83%	954,525,231	1.55%
Services Industries	2,751,900,219	3.41%	2,500,200,325	4.07%
Trading	9,378,154,231	11.64%	6,369,800,456	10.37%
Import Financing	9,086,200,241	11.27%	6,320,100,246	10.29%
Consumer Financing	245,433,000	0.30%	423,267,000	0.69%
Share business	2,527,326,912	3.14%	4,380,643,119	7.13%
Staff Investment	494,081,231	0.61%	481,778,511	0.78%
Others	11,654,920,276	14.46%	9,253,200,868	15.06%
Total	80,592,461,683	100.00%	61,440,075,905	100.00%

8.6 Geographical Location-wise Investments:

	20	2011		2010
Area	Taka	Composition	Taka	Composition
i) Inside Bangladesh (Note-8.6.1)				
a) In Rural Areas	4,423,272,119	5.49%	3,314,700,111	5.40%
b) In Urban Areas	76,169,189,564	94.51%	58,125,375,794	94.60%
Sub-total	80,592,461,683	100.00%	61,440,075,905	100.00%
ii) Outside Bangladesh	-	-	-	-
Total	80,592,461,683	100.00%	61,440,075,905	100.00%

8.6.1 Inside Bangladesh

	201	11	2010		
Division	Taka	Composition	Taka	Composition	
Dhaka	66,677,392,310	82.73%	51,620,662,484	84.02%	
Chittagong	9,718,775,261	12.06%	6,898,000,432	11.23%	
Sylhet	1,277,013,034	1.58%	1,230,600,316	2.00%	
Rajshahi	938,677,025	1.16%	559,100,187	0.91%	
Khulna	1,768,413,047	2.19%	1,055,201,283	1.72%	
Barisal	212,191,006	0.26%	76,511,203	0.12%	
Total	80,592,461,683	100.00%	61,440,075,905	100.00%	

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8.7 Grouping of Investments as per Classification Rules of Bangladesh Bank:

	20	11		2010
Status	Taka	Composition	Taka	Composition
Unclassified (including staff Investment)	78,701,823,683	97.65%	60,045,690,905	97.73%
Special Mention Account (SMA)	368,131,000	0.46%	221,260,000	0.36%
Substandard	368,019,000	0.46%	160,022,000	0.26%
Doubtful	43,081,000	0.05%	270,743,000	0.44%
Bad or loss	1,111,407,000	1.38%	742,360,000	1.21%
Total	80,592,461,683	100.00%	61,440,075,905	100.00%

2011	2010
<u>Taka</u>	<u>Taka</u>

8.8 Particulars of provision for Investments:

<u>Status</u>	Rate	Basis for Provision		
Unclassified (excluding staff Investments)	1%	64,763,329,540	647,633,295	475,671,533
Staff Investments	0%	494,081,231	-	-
Consumer Financing (Other than HF & LP)	5%	245,433,000	12,271,650	21,163,350
Small & Medium Enterprise	1%	7,569,419,000	75,694,190	49,962,110
Housing Finance(HF)	2%	3,095,642,000	61,912,840	42,179,920
Loan for professionals (LP)	2%	6,592,000	131,840	1,752,840
Share Business	2%	2,527,326,912	50,546,538	87,612,862
Special Mention Account	5%	362,093,000	18,104,650	10,984,200
			866,295,004	689,326,815
Substandard	20%	210,737,000	42,147,400	13,654,200
Doubtful	50%	22,909,000	11,454,500	56,388,000
Bad or loss	100%	301,832,000	301,832,000	140,437,000
			355,433,900	210,479,200
Required provision for Investments			1,221,728,904	899,806,015
Total provision maintained (note # 13.1(a) & (b)}		1,348,488,403	988,488,403
Surplus Provision			126,759,499	88,682,388

The Bank has maintained provision on unclassified Investment amounting to Tk. 92,54,79,000 (note # 13.1.b) and for classified Investment Tk. 42,30,09,403 (note # 13.1.a) totaling Tk.134,84,88,403. There exists surplus of Tk. 5,91,83,996 in unclassified Investment and Tk.6,75,75,503 against classified Investments, i.e total surplus in provision is Tk. 12,67,59,499.

8.9 Particulars of provision for Off-Balance Sheet

<u>Status</u>	<u>Rate</u>	Basis for Provision		
Off-Balance Sheet Items	1%	34,083,119,359	340,831,194	276,650,461
Required provision for Off Balance Shee	t Items		340,831,194	276,650,461
Provision maintained {note # 13.1(c)}			341,000,000	278,000,000
Surplus Provision			168,806	1,349,539

		2011 <u>Taka</u>	2010 <u>Taka</u>
8.10	Particulars of Investments:		
	(i) Debts considered good in respect of which		
	the banking company is fully secured	77,442,967,588	59,736,817,749
	(ii) Debts considered good for which the banking company		
	holds no other security than the debtor's personal security	3,149,494,095	1,703,258,156
	(iii) Debts considered good and secured by personal security of one or more parties in addition to the personal		
	security of the debtors	_	_
	(iv) Debts considered bad or doubtful not provided for	_	_
	()	80,592,461,683	61,440,075,905
	(v) Debts due by directors or officers of the banking company		
	or any of them either severally or jointly with any other person	494,081,231	481,778,511
	(vi) Debts due by companies or firms in which the directors		
	of the banking company are interested as directors, partners		
	or managing agents or, in the case of private companies as	407 704 000	
	members (Note 50.5).	107,506,000	93,095,000
	(vii) Maximum total amount of investments, including temporary		
	investments made at any time during the period to directors or managers or officers of the banking company or any of them		
	either severally or jointly with any other persons.	494,081,231	481,778,511
	(viii) Maximum total amount of advances including temporary		
	advances granted during the period to the companies or		
	firms in which the directors of the banking company are		
	interested as directors, partners or managing agents or in		
	the case of private companies as members	107,506,000	93,095,000
	(ix) Due from Banking Companies	-	
	(x) Total amount of advance on which Profit is not credited:	1,890,638,000	1,394,385,000
	a. Movement of Classified Investments:	1 172 125 000	412 224 220
	Opening Balance	1,173,125,000	413,234,220
	Increase/ (Decrease) during the year	349,382,000	759,890,780
	h. Amount of provision kent against classified investment as	1,522,507,000	1,173,125,000
	 Amount of provision kept against classified Investment as bad or Loss on the reporting day of Balance Sheet 	423,009,403	268,009,403
	c. Amount of Profit charged in suspense Account		
		81,178,461	45,991,394
	(xi) Cumulative amount of written off Investments	-	
8(a)	Consolidated Investments (Loans and Advances)		
	General Investment:		
	Shahjalal Islami Bank Ltd (note-8)	68,795,477,946	54,295,073,642
	Shahjalal Islami Bank Securities Ltd	4,056,308,040	
		72,851,785,986	54,295,073,642
	Less: Inter Company Transaction (Investment: loans & advances)	2,091,104,913	
		70,760,681,073	54,295,073,642
	Bills Purchased and Discounted:	44 704 000 705	74/5000000
	Shahjalal Islami Bank Ltd (note-8) Shahjalal Islami Bank Securities Ltd	11,796,983,737	7,145,002,263
	Shangaar Barin Securities Eta	11,796,983,737	7,145,002,263
		82,557,664,810	61,440,075,905
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		2011 <u>Taka</u>	2010 <u>Taka</u>			
9	Fixed Assets including Premises, Furnitures & Fixtures					
	A. Cost:					
	Opening balance	1,677,654,647	758,814,974			
	Addition during the year	185,319,825	918,839,673			
	Less: Disposal during the year	37,894,354				
	Closing balance at cost	1,825,080,118	1,677,654,647			
	B. Depreciation:					
	Opening balance	205,152,562	138,348,513			
	Addition during the year	100,509,429	66,804,049			
	Less: Adjustment on disposal during the year	5,849,624				
	Accumulated Depreciation	299,812,367	205,152,562			
	Carrying value	1,525,267,751	1,472,502,085			
	For details please refer to Annexure-B					
	The Bank transferred fixed assets to its subsidiary company at written down	value on 25th May 2011.				
9(a)	Consolidated Fixed Assets including Premises, Furnitures & Fixtures Cost:					
	Shahjalal Islami Bank Ltd (note-9)	1,825,080,118	1 677 654 647			
	Shahjalal Islami Bank Ecu (1101e-9)	46,222,220	1,677,654,647			
	Shanjala Islami Dank Securities Liu		1 677 654 647			
	Accumulated Depreciation:	1,871,302,338	1,677,654,647			
	Shahjalal Islami Bank Ltd (note-9)	299,812,367	205,152,562			
	Shahjalal Islami Bank Securities Ltd	3,487,397	203,132,302			
	Sharijalar islami bank Securites Eta	303,299,764	205,152,562			
	Carrying value	1,568,002,574	1,472,502,085			
10	Others Assets					
	Stock of Stationery, Stamps and printing materials etc. (valued at cost)	15,153,763	17,993,732			
	Advance rent and security deposit	102,777,355	109,878,559			
	Suspense Account (Note # 10.1)	64,602,700	136,810,064			
	Profit receivable (Note # 10.2)	280,925,402	135,119,818			
	Advance profit paid	272,823	378,069			
	Other Prepayments	2,889,752	1,913,841			
	Receivable from Shahjalal Islami Bank Securities Limited	1,164,364,126	518,500,000			
	Advance Insurance premium	4,724,781	3,628,651			
	Advance for new Branches	49,911,207	37,169,416			
		304,950,000	-			
	Clearing Adjustment Account (Note # 10.3)	JU-1, JJU, UUU				
	Clearing Adjustment Account (Note # 10.3) Other Receivables	54,670,179	3,955,513			

		2011 <u>Taka</u>	2010 <u>Taka</u>
10.1	Suspense Account:		
	Sundry Debtors	44,344,896	52,124,391
	Excise duty on MTDR	6,383,097	3,577,105
	Advance against TA/DA	253,090	105,000
	Advance against Petty Cash	292,000	938,015
	Law charges	5,495,967	2,943,599
	Others	7,833,650	77,121,954
		64,602,700	136,810,064
	The detail breakup of unadjusted suspense accounts are given below:		

(Amount in '000)

446,847,663

1,344,930,789

SI	Breakup	Less than 03 months	03 months to less than 06 months	06 months to less than 09 months	09 months to less than 12 months	12 months and more
1	Sundry Debtors	28,763	3,949	2,494	36	9,103
2	Advance against TA/DA	250	-	3	-	-
3	Advance against Petty Cash	292	-	-	-	-
4	Cash Remittance	4,500	-	-	-	-
5	Legal expenses	648	570	1,286	494	2,498
6	Others	9,123	52	311	181	50
	Grand Total	43,576	4,571	4,094	711	11,651

		2011 <u>Taka</u>	2010 <u>Taka</u>
10.2	Profit Receivable:		
	Placement to Other Bank-MTDR	83,636,159	28,425,047
	Placement to Financial Institutions-MTDR	44,347,527	4,589,472
	Placement to Islamic Investment Bond	81,470,446	68,498,849
	On Investments	71,471,270	33,606,450
		280,925,402	135,119,818
10.3	The amount of Tk. 30,00,00,000 as clearing adjustment account was cleared on 49,50,000 was cleared on 08.01.2012.	n 05.01.2012 and the r	emaining amount of Tk.
10(a)	Consolidated Others Assets		
	Shahjalal Islami Bank Ltd (note-10)	2,045,242,088	965,347,663
	Shahjalal Islami Bank Securities Ltd	568,344,501	1,099,040
		2,613,586,589	966,446,703
	Less: Inter Company transaction	1,268,655,800	519,599,040

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		2011 <u>Taka</u>	2010 <u>Taka</u>
11	Placement from other Banks & Financial Institutions		
	Islami Investment Bond from Bangladesh Bank (Note-11.1) Mudaraba Term Deposit from other Banks (Note-11.2)	3,570,000,000 7,200,000,000 10,770,000,000	3,030,000,000 2,702,190,000 5,732,190,000
11.1	The Bank has taken finance from Islami Investment Bond (Islamic Bond) at December 2011 provisional rate was 4.00%) for 30/60/90/120/150/180 of for Islami Banks and Financial Institutes in September 2004 through Bang instruments of Mudaraba Term Deposit with other organisations, Accepted Notes.	lays tenor which introduc ladesh Bank. The borrowi	ted by the Government ng has been secured by
11.2	Mudaraba Term Deposit from other Banks Dhaka Bank Limited., Islami Banking Branch Social Islami Bank Limited Islami Bank Bangladesh Limited Premier Bank Limited, Islami Banking Branch EXIM Bank Limited Bank Asia Limited, Islami Banking Branch Al-Arafah Islami Bank Limited AB Bank Limited, Islami Banking Branch	200,000,000 1,900,000,000 3,200,000,000 200,000,000 1,000,000,000 100,000,000 200,000,000 400,000,000	200,000,000 1,402,190,000 500,000,000 - - 200,000,000 400,000,000 2,702,190,000
11(a)	Consolidated Placement from other Banks & Financial Institutions Shahjalal Islami Bank Ltd (note-11) Shahjalal Islami Bank Securities Ltd	10,770,000,000 2,791,104,913 13,561,104,913	5,732,190,000
	Less: Inter Company transaction	2,091,104,913 11,470,000,000	5,732,190,000

		2011 <u>Taka</u>	2010 <u>Taka</u>
12	Deposits and Other Accounts		
	Al-Wadiah Current Deposit & Other Accounts:		
	Al-Wadiah Current Deposit	2,846,949,033	2,541,194,062
	Foreign Currency Deposits	472,948,384	233,240,106
	Non-Resident Taka Account	5,579,663	3,362,093
	Sundry Deposits	4,138,578,059	2,887,497,298
		7,464,055,139	5,665,293,559
	Bills Payable:		
	Payable inside Bangladesh	520.056.004	401 401 156
	Payment Order Issued	520,056,004	491,421,156
	Demand Draft Payable Instant Cash Payable	46,982,383 873,408	31,030,452 3,613,607
	Bank Cheque Issued	2,295,689	982,147
	Turbo Cash Payable	35,500	JUZ,147 -
	Tarbo Castri ayabic	570,242,984	527,047,362
	Payable outside Bangladesh	-	470,874
	,,,	570,242,984	527,518,236
	Mudaraba Savings Deposits:		
	General Deposits	4,285,665,894	3,851,996,057
	Deposit from Other Banks	13,751,190	9,427,660
		4,299,417,084	3,861,423,717
	Mudaraba Term Deposits:	-	
	General Deposits	54,508,485,456	38,104,072,325
		54,508,485,456	38,104,072,325
	Other Mudaraba Deposits:	-	
	Mudaraba Short Notice Deposits	2,406,433,092	3,612,777,244
	Mudaraba Scheme Deposit (Note # 12.1)	14,101,417,126_	11,193,862,984
		16,507,850,218	14,806,640,228
		83,350,050,881	62,964,948,065
12.1	Mudaraba Scheme Deposits:		
	Millionaire Scheme	1,894,886,827	1,406,247,834
	Multuple Benefit Scheme	4,443,475,270	3,440,437,615
	Monthly Income Scheme	1,926,098,489	1,529,490,341
	Monthly Deposit Scheme	5,559,969,066	4,632,560,845
	Hajj Scheme	38,523,615	27,241,903
	Cash Waqf	2,576,398	1,907,931
	Housing Deposit Scheme	20,520,374	14,029,073
	Lakhpoti Deposit Scheme	90,356,138	67,351,902
	Mohor Deposit Scheme	74,059,146	42,685,566
	Education Deposit Scheme	26,619,877	16,769,182
	Marriage Deposit Scheme	24,331,926	15,140,792
		14,101,417,126	11,193,862,984

		2011 <u>Taka</u>	2010 <u>Taka</u>
12.2	Deposits and Other Accounts:		
	General Deposits	83,012,716,871	62,864,355,982
	Deposits from Other Banks (Note: 12.3)	337,334,010	100,592,083 62,964,948,065
		83,350,050,881	02,904,948,003
12.3	Deposit from Other Banks		
	Mudaraba Special Notice Deposit:		
	Export Import Bank of Bangladesh Limited	4,961,451	119,191
	AB Bank Limited, Islami Banking Branch	212,154,225	-
	Jamuna Bank Limited, Islami Banking Branch	100,439,806	86,410,089
	Al -Arafah Islami Bank Limited	4,588,187	4,526,027
	Social Islami Bank Limited	1,439,151	109,116
		323,582,820	91,164,423
	Mudaraba Savings Deposit:		
	Social Islami Bank Limited	5,072,922	1,768,239
	AB Bank Limited	1,349,952	702,602
	ICB Islami Bank Limited	10,147	9,614
	Export Import Bank of Bangladesh Ltd	4,009,574	3,937,389
	Al -Arafah Islami Bank Limited	176,126	169,980
	Islami Bank Bangladesh Limited	3,132,469	2,839,836
		13,751,190	9,427,660
		337,334,010	100,592,083
12.4	Maturity wise classification of Deposits are as under		
	With a residual maturity of		
	Repayable on demand	3,417,192,017	3,068,712,298
	Within 1 month	11,322,956,282	10,598,300,458
	Over 1 months but not more than 6 months	19,210,772,723	13,803,421,887
	Over 6 months but not more than 1 year	16,466,376,620	11,831,504,474
	Over 1 year but not more than 5 years	19,896,871,748	14,296,401,239
	Over 5 years	13,035,881,491	9,366,607,709
		83,350,050,881	62,964,948,065

		2011 <u>Taka</u>	2010 <u>Taka</u>
12(a)	Consolidated Deposits and Other Accounts		
	Al-Wadiah Current Deposit & Other Accounts: Shahjalal Islami Bank Ltd (note-12)	7,464,055,139	5,665,293,559
	Shahjalal Islami Bank Securities Ltd	-	-
		7,464,055,139	5,665,293,559
	Bills Payable:		
	Shahjalal Islami Bank Ltd (note-12)	570,242,984	527,518,236
	Shahjalal Islami Bank Securities Ltd	570,242,984	
	Mudaraba Savings Deposits:	<u> </u>	527,518,236
	Shahjalal Islami Bank Ltd (note-12)	4,299,417,084	3,861,423,717
	Shahjalal Islami Bank Securities Ltd	-	
	•	4,299,417,084	3,861,423,717
	Mudaraba Term Deposits:		
	Shahjalal Islami Bank Ltd (note-12)	54,508,485,456	38,104,072,325
	Shahjalal Islami Bank Securities Ltd		-
	Local Inter Community transportion	54,508,485,456	38,104,072,325
	Less: Inter Company transaction	767,483,164 53,741,002,292	38,104,072,325
	Other Mudaraba Deposits:	=======================================	=======================================
	Shahjalal Islami Bank Ltd (note-12)	16,507,850,218	14,806,640,228
	Shahjalal Islami Bank Securities Ltd		
	•	16,507,850,218	14,806,640,228
	Less: Inter Company transaction	178,226,035	450,000,000
		16,329,624,183	14,356,640,228
		82,404,341,682	62,514,948,065
13	Other Liabilities		
	Profit Payable on Deposits	1,886,140,531	1,125,513,558
	Provision for Investment (Note 13.1 (a) & (b))	1,348,488,403	988,488,403
	Provision for Off-Balance Sheet items {Note 13.1 (c)}	341,000,000	278,000,000
	Provision for others {Note 13.1(d)}	6,500,000	6,500,000
	Provisions for Investment in Securities (Note 13.1(e))	250,000,000	62,500,000
	Provision for Taxation (Note 13.2)	1,001,290,487	515,556,834
	Profit Suspense & Compensation Account (Note 13.1 (f))	98,892,837	78,923,422
	Other Payable	97,054,432	84,142,371
	Adjusting Account	29,792,671	27,056,036
	SJIBL General Account-Net (Note # 13.3)	<u>25,518,018</u> 5,084,677,379	<u>111,820,880</u> 3,278,501,504
		——————————————————————————————————————	<u> </u>

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		2011 <u>Taka</u>	2010 <u>Taka</u>
Pro	vision for Investment:		
(a)	Provision on Classified Investment:		
	Provision held at the beginning of the year	268,009,403	118,009,403
	Fully provided debts written off	-	-
	Provision against Recoveries of Classified Investment Provision transferred from provision for unclassified Investment	_	
	Provision transferred from provision for Off-Balance Sheet items	_	
	Provision transferred from provision for Investment in Securities	25,000,000	
	Net charge to Profit & Loss Account	130,000,000	150,000,000
	Provision held at the end of the year	423,009,403	268,009,403
(b)	General Provision on Unclassified Investment:		
	Provision held at the beginning of the year	720,479,000	480,479,000
	Provision transferred from provision for Investment in Securities	25,000,000	242.000.00
	Addition during the year	180,000,000	240,000,000
	Balance at the end of the year	925,479,000	720,479,000
	Total Provision for Investments (a+b)	1,348,488,403	988,488,40
(c)	General Provision on Off-Balance Sheet items:	270 000 000	1 10 000 00
	Provision held at the beginning of the year Addition during the year	278,000,000 63,000,000	148,000,00 130,000,00
	Balance at the end of the year	341,000,000	278,000,00
	•		
	Total Provision for Investments & Off-Balance Sheet (a+b+c)	1,689,488,403	1,266,488,403
(d)	Provision for other Assets:	6 500 000	F F00 000
	Provision held at the beginning of the year Addition during the year	6,500,000	5,500,00 1,000,00
	Balance at the end of the year	6,500,000	6,500,000
(e)	Provision for Investment in Securities:		
(6)	Provision held at the beginning of the year	62,500,000	15,000,000
	Provision transferred to provision on Unclassified Investment	25,000,000	13,000,00
	Provision transferred to provision on Classified Investment	25,000,000	
	Addition during the year	237,500,000	47,500,00
	Balance at the end of the year	250,000,000	62,500,00
(f)	Profit Suspense & Compensation Account:		
	Balance at the beginning of the year	78,923,422	50,376,463
	Amount transferred to suspense account during the year	74,937,011	35,848,72
	Amount recovered from suspense account during the year	54,967,596	7,301,76
	Amount written off/ waived during the year	00 002 027	70 022 42
	Balance at the end of the year	98,892,837	78,923,42

Provision for Taxation Provision for Current tax Balance at the beginning of the year Add: Provision made during the year Add: Provision made on other income during the year (Shariah non-allowable) Advance tax Balance at the beginning of the year Advance tax Balance at the beginning of the year Paid during the year Balance at the end of the year Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,068,352,797 Advance tax 2,552,795,963 735,394,137 3,288,190,100 1,001,290,487	2,202,720,861 850,889,888 14,742,048 3,068,352,797
Balance at the beginning of the year Add: Provision made during the year Add: Provision made on other income during the year (Shariah non-allowable) Advance tax Balance at the beginning of the year Paid during the year Balance at the end of the year Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	850,889,888 14,742,048
Add: Provision made during the year Add: Provision made on other income during the year (Shariah non-allowable) Advance tax Balance at the beginning of the year Paid during the year Balance at the end of the year Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 4,348,395,897 Advance tax Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	850,889,888 14,742,048
Add: Provision made on other income during the year (Shariah non-allowable) Advance tax Balance at the beginning of the year Paid during the year Balance at the end of the year Balance at the end of the year Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 33,107,872 4,289,480,587 3,288,190,100 4,289,480,587 58,915,310 4,348,395,897 Advance tax Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	14,742,048
the year (Shariah non-allowable) Advance tax Balance at the beginning of the year Paid during the year Balance at the end of the year Balance at the end of the year Tas,394,137 3,288,190,100 Balance at the end of the year 13.2(a) Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 4,348,395,897 Advance tax Shahjalal Islami Bank Securities Ltd 28,757,429	
Advance tax Balance at the beginning of the year Paid during the year Paid during the year Balance at the end of the year Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 4,348,395,897 Advance tax Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	
Advance tax Balance at the beginning of the year Paid during the year Balance at the end of the year Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Shahjalal Islami Bank Securities Ltd 3,288,190,100 4,348,395,897 Advance tax Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	2 060 252 707
Balance at the beginning of the year Paid during the year Paid during the year Balance at the end of the year 735,394,137 3,288,190,100 1,001,290,487 13.2(a) Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 4,289,480,587 Shahjalal Islami Bank Securities Ltd 58,915,310 4,348,395,897 Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd	3,000,332,797
Paid during the year Balance at the end of the year 735,394,137 3,288,190,100 1,001,290,487 735,394,137 3,288,190,100 1,001,290,487 735,394,137 3,288,190,100 1,001,290,487 735,394,137 735,394,1	
Balance at the end of the year 13.2(a) Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 4,289,480,587 58,915,310 4,348,395,897 Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 28,757,429	1,888,136,922
Balance at the end of the year 13.2(a) Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 58,915,310 4,348,395,897 Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	664,659,041
13.2(a) Consolidated Provision for Taxation Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	2,552,795,963
Provision for Current tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 Shahjalal Islami Bank Securities Ltd 28,757,429	515,556,834
Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 4,289,480,587 58,915,310 4,348,395,897 3,288,190,100 28,757,429	
Shahjalal Islami Bank Securities Ltd 58,915,310 4,348,395,897 Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 28,757,429	
Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 28,757,429	3,068,352,797
Advance tax Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 28,757,429	
Shahjalal Islami Bank Ltd (note-13.2) Shahjalal Islami Bank Securities Ltd 3,288,190,100 28,757,429	3,068,352,797
Shahjalal Islami Bank Securities Ltd 28,757,429	
	2,552,795,963
3.316.947.529	
	2,552,795,963
Balance at the end of the year 1,031,448,368	515,556,834
13.2(b) Conolidated current tax expenses	
Shahjalal Islami Bank Ltd (note-13.2) 1,188,019,918	850,889,888
Shahjalal Islami Bank Securities Ltd 58,915,310	<u> </u>
	850,889,888
13.2(c) Provision for Current Tax made during the year	
Income tax @ 42.50% on estimated taxable Business profit 1,207,429,049	734,022,328
Income tax @ 20.00% on Dividend Income 12,633,772	2,069,028
Income tax @ 15.00% on Capital gain on sale of membership	68,925,795
Income tax @ 10% on Capital gain on sale of shares 1,064,969	60,614,785
Estimated total provision required 1,221,127,790	865,631,936
Computation of Taxable Business Profit	
Profit before Tax 2,387,390,899	2,960,209,244
Add: Inadmissible expenditures 801,410,304	679,991,221
Less: Allowable Expenditure & Separate consideration 347,791,677	1,913,089,104
Estimated Taxable Business Profit for the year 2,841,009,526	1,727,111,361

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13.3 SJIBL General Account represents outstanding Inter-Branch and Head Office transactions (Net) originated but yet to be responded by the Balance Sheet date. The break-up of SJIBL general account are given below:

	Debit		Credit	
	No. of entry	Amount	No. of entry	Amount
Up to 3 months	603	209,211,566	602	234,729,584
Over 3 Months but within 6 months	-		-	-
Over 6 Months but within 1 year	-	-	-	-
Over 1 year but witin 5 years		<u>-</u> _		-
	603	209,211,566	602	234,729,584
Net unreconcile amount				25,518,018

There is no outstanding unreconciled entries more than 1 month. However, outstanding entries on Balance Sheet date are fully reconciled within January 2012.

13.4 Provision against entries of NOSTRO Account

No provision is required as per Circular Letter No. FEPD(FEMO)/01/2005-677 dated 13 September 2005 for unreconciled NOSTRO debit entries as there is no outstanding entry over 3 months (note:5.3).

		2011 <u>Taka</u>	2010 <u>Taka</u>
13(a)	Consolidated Other Liabilities		
	Shahjalal Islami Bank Ltd (note-13) Shahjalal Islami Bank Securities Limited	5,084,677,379 1,795,067,399	3,278,501,504 519,599,040
	Less: Inter Company transaction	6,879,744,778 1,268,655,800	3,798,100,544 519,599,040
		5,611,088,978	3,278,501,504
14	Deferred Tax Liability		
	Balance at the beginning of the year Add: Provision made during the year	76,413,085 30,927,581	39,434,092 36,978,993
	Balance at the end of the year	107,340,666	76,413,085
14(a)	Consolidated Deferred Tax Liability		
	Shahjalal Islami Bank Ltd (note-14) Shahjalal Islami Bank Securities Limited	107,340,666 -	76,413,085 -
	Balance at the end of the year	107,340,666	76,413,085
15	Capital		
15.1	Authorized Capital:		
	600,000,000 ordinary shares of Tk. 10 each	6,000,000,000	6,000,000,000

		2011 <u>Taka</u>	2010 <u>Taka</u>
Issued, Subscribed and Paid up Ca	pital:		
The Paid-up Capital of the Bank is 4	,452,655,350 divided into		
445,265,535 Ordinary Shares of Tk 1	0 each	4,452,655,350	3,425,119,500
Issued for cash: shares of Tk. 10 each	h	1,846,025,000	1,846,025,000
Issued other than cash: bonus share	es of Tk 10 each	2,606,630,350	1,579,094,500
		4,452,655,350	3,425,119,500
	<u>Holding</u>		
Sponsor Shareholders Group	In year 2011: 42%; 2010: 45%	1,872,207,410	1,531,278,400
General Shareholders Group	In year 2011: 58%; 2010: 55%	2,580,447,940	1,893,841,100
		4 450 455 050	
		4,452,655,350	3,425,119,500
Classification of Shareholders by	holding:	4,452,655,350	3,425,119,500
Classification of Shareholders by	holding: No. of Shareholders	4,452,655,350 No. of shares	
Classification of Shareholders by			Percentage of
Classification of Shareholders by Less than 500 shares			Percentage of holding shares
·	No. of Shareholders	No. of shares	Percentage of holding shares
Less than 500 shares	No. of Shareholders 34,669	No. of shares 6,765,153	Percentage of holding shares
Less than 500 shares 501 to 5,000 shares	No. of Shareholders 34,669 38,758	No. of shares 6,765,153 56,946,735	Percentage of holding shares 1.52% 12.79% 3.99%
Less than 500 shares 501 to 5,000 shares 5,001 to 10,000 shares	No. of Shareholders 34,669 38,758 2,524	6,765,153 56,946,735 17,769,210	Percentage of holding shares 1.52% 12.79% 3.99% 3.82%
Less than 500 shares 501 to 5,000 shares 5,001 to 10,000 shares 10,001 to 20,000 shares	34,669 38,758 2,524 1,217	6,765,153 56,946,735 17,769,210 17,004,092	Percentage of holding shares 1.52% 12.79% 3.99% 3.82% 1.81%
Less than 500 shares 501 to 5,000 shares 5,001 to 10,000 shares 10,001 to 20,000 shares 20,001 to 30,000 shares	34,669 38,758 2,524 1,217 326	6,765,153 56,946,735 17,769,210 17,004,092 8,074,132	Percentage of holding shares 1.52% 12.79% 3.99% 3.82% 1.81% 1.27%
Less than 500 shares 501 to 5,000 shares 5,001 to 10,000 shares 10,001 to 20,000 shares 20,001 to 30,000 shares 30,001 to 40,000 shares	34,669 38,758 2,524 1,217 326 162	6,765,153 56,946,735 17,769,210 17,004,092 8,074,132 5,650,376	Percentage of holding shares 1.52% 12.79% 3.99% 3.82% 1.81% 1.27% 0.78%
Less than 500 shares 501 to 5,000 shares 5,001 to 10,000 shares 10,001 to 20,000 shares 20,001 to 30,000 shares 30,001 to 40,000 shares 40,001 to 50,000 shares	34,669 38,758 2,524 1,217 326 162 75	6,765,153 56,946,735 17,769,210 17,004,092 8,074,132 5,650,376 3,455,049	Percentage of holding shares

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78,104

445,265,535

100.00%

Total

	2011 <u>Taka</u>	2010 <u>Taka</u>
Capital Adequacy:		
Position of capital adequacy are given below:-		
a) Core Capital (Tier -I):		
i) Paid-up Capital	4,452,655,350	3,425,119,500
ii) Statutory Reserve (Note # 16)	2,252,105,068	1,774,626,888
iii) Retained Earnings (Note # 17)	1,212,032,312	1,548,602,942
	7,916,792,730	6,748,349,330
b) Supplementary Capital (Tier-II):		
i) General Provision {Note 13.1(b+c)}	1,266,479,000	998,479,000
	1,266,479,000	998,479,000
c) Total Equity (a +b)	9,183,271,730	7,746,828,330
d) Total Risk Weighted Assets	80,526,800,000	76,882,300,000
e) Required Capital (10% of risk weighted assets; 9% for 2010)	8,052,680,000	6,919,407,000
f) Total Capital Surplus (c-e)	1,130,591,730	827,421,330
	Position of capital adequacy are given below:- a) Core Capital (Tier -I): i) Paid-up Capital ii) Statutory Reserve (Note # 16) iii) Retained Earnings (Note # 17) b) Supplementary Capital (Tier-II): i) General Provision {Note 13.1(b+c)} c) Total Equity (a +b) d) Total Risk Weighted Assets e) Required Capital (10% of risk weighted assets; 9% for 2010)	Taka Capital Adequacy: Position of capital adequacy are given below:- a) Core Capital (Tier -I): i) Paid-up Capital ii) Statutory Reserve (Note # 16) iii) Retained Earnings (Note # 17)

Capital Adequacy Ratio:

Particulars	2011		20)10
	Requirement	Maintained	Requirement	Maintained
Core Capital	5.00%	9.83%	4.50%	8.78%
Supplementary Capital		1.57%		1.30%
Total	5.00%	11.40%	4.50%	10.08%

	2011 <u>Taka</u>	2010 <u>Taka</u>
Risk Weighted Assets (RWA) for		

15.4

Total Risk Weighted Assets (i+ii+iii)	80,526,800,000	76,882,300,000
iii. Operational Risk	6,241,500,000	5,649,600,000
ii. Market Risk	2,330,600,000	1,196,900,000
Off-Balance Sheet	9,197,300,000	9,530,800,000
On-Balance Sheet	62,757,400,000	60,505,000,000
i. Investment (Credit) Risk		

				<u>Taka</u>	<u>Taka</u>
5.5(a)	Consolidated Capital Adequacy:				
	Position of capital adequacy are giv	en below:-			
	<u>a) Core Capital (Tier -I):</u>				
	i) Paid-up Capital			4,452,655,350	3,425,119,500
	ii) Statutory Reserve (Note # 16)			2,252,105,068	1,774,626,888
	iii) Retained Earnings (Note # 17a)			1,212,241,262	1,548,602,942
	iv) Non-controlling Interest			225,024,550	225,000,000
				8,142,026,230	6,973,349,330
	b) Supplementary Capital (Tier-II):	\ <u>\</u>		1 266 170 000	000 470 000
	i) General Provision (Note 13.1(b+c)}		1,266,479,000	998,479,000
				1,266,479,000	998,479,000
	c) Total Equity (a +b)			9,408,505,230	7,971,828,330
	d) Total Risk Weighted Assets			81,391,000,000	76,949,100,000
	e) Required Capital (10% of risk we	ighted assets; 9% for	r 2010)	8,139,100,000	6,925,419,000
	f) Total Capital Surplus (c-e)			1,269,405,230	1,046,409,330
	Consolidated Capital Adequacy R	tatio:			
	Particulars 2011			2010	
		Requirement	Maintained	Requirement	Maintained
	Core Capital	5.00%	10.00%	4.50%	9.06%
	Supplementary Capital		1.56%		1.30%
	Total	5.00%	11.56%	4.50%	10.36%
				2011 Taka	2010 Taka
				14114	<u></u>
15.6(a)	Consolidated Risk Weighted Asset	s (RWA) for			
	i. Investment (Credit) Risk				
	On-Balance Sheet			62,377,800,000	60,571,800,000
	Off-Balance Sheet			9,197,300,000	9,530,800,000
	ii. Market Risk			3,574,400,000	1,196,900,000
	iii. Operational Risk			6,241,500,000	5,649,600,000
	Total Risk Weighted Assets (i+ii+i	ii)		81,391,000,000	76,949,100,000
15.7	Non-controlling Interest				
	Share Capital			225,000,000	225,000,000
	Retained Earnings			24,550	-
	Č			225,024,550	225,000,000
16	Statutory Pocoryo				
16	Statutory Reserve				
	Opening balance			1,774,626,888	1,182,585,039
	Opening balance Add: Addition during the year			1,774,626,888 477,478,180	1,182,585,039 592,041,849

2011

2010

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		2011 <u>Taka</u>	2010 <u>Taka</u>
17	Retained Earnings		
	Opening balance Less: Issue of Bonus shares Add: Transfer from Profit & Loss Account	1,548,602,942 1,027,535,850 690,965,220 1,212,032,312	753,328,328 685,023,900 1,480,298,514 1,548,602,942
17(a)	Consolidated retained Earnings		
	Shahjalal Islami Bank Ltd (note-17) Shahjalal Islami Bank Securities Ltd	1,212,032,312 233,500	1,548,602,942
	Less: Non-controlling Interest	1,212,265,812 24,550	1,548,602,942
		1,212,241,262	1,548,602,942
17(b)	Consolidated Current year retained Earnings		
77 (0)	Shahjalal Islami Bank Ltd (note-17) Shahjalal Islami Bank Securities Ltd	690,965,220 233,500	1,480,298,514 -
	•	691,198,720	1,480,298,514
	Less: Non-Controlling Interst	24,550	
		691,174,170	1,480,298,514
18	Letters of Guarantees		
	Letters of guarantee Less: Margin	4,730,536,545 224,942,456 4,505,594,089	3,525,379,837 192,491,717 3,332,888,120
	a) Claims against the Bank not acknowledged as debts b) Money for which the Bank is contingently liable in respect of guarantees given favoring: Directors or Officers	<u>- 1,1203,132 1,1005</u>	
	Government Banks and other financial institutions	- -	-
	Others	4,730,536,545 4,730,536,545	3,525,379,837
	Less: Margin	224,942,456	3,525,379,837 192,491,717
		4,505,594,089	3,332,888,120
19	Irrevocable Letters of Credit		
	Letter of credit Less: Margin	27,658,918,505 931,130,485	22,928,366,982 764,349,783
		26,727,788,020	22,164,017,199

		2011 <u>Taka</u>	2010 <u>Taka</u>
20	Income Statement		
	Income: Profit on Investment (note-21) Income from Investment in securities (note-23) Dividend income (note-23) Commission, Exchange and Brokerage (Note-24)	10,107,768,588 38,915,000 63,168,860 1,473,366,956	6,416,784,885 487,980,301 10,345,139 1,721,532,422
	Gains less losses arising from dealing securities Gains less losses arising from investment securities Gains less losses arising from dealing in foreign currencies Income from non-banking assets Other operating income (note-25)	10,649,686 - - 312,948,721	606,147,848 - - 266,097,427
	Profit less losses on interest rate changes Nominal value of bonus share received	12,006,817,811	9,508,888,022
	Expenses: Profit paid on Deposits (note-22) Losses on Investment (Loans and Advances)	7,376,422,574	4,657,924,658
	Administrative expenses Other operating expenses Depreciation on banking assets	1,314,625,189 217,369,720 100,509,429	1,002,747,523 252,702,548 66,804,049
	Income over expenditure	9,008,926,912 2,997,890,899	5,980,178,778 3,528,709,244
20(a)	Consolidated Income Statement		
	Income: Profit on Investment (note-21a) Income from Investment in securities Dividend income (note-23) Commission, Exchange and Brokerage (Note-24a)	10,221,849,581 74,221,061 63,168,860 1,583,071,819	6,416,784,885 487,980,301 10,345,139 1,721,532,422
	Gains less losses arising from dealing securities Gains less losses arising from investment securities Gains less losses arising from dealing in foreign currencies Income from non-banking assets Other operating income (note-25a)	10,649,686 - - 380,523,905	- 606,147,848 - - 266,097,427
	Profit less losses on interest rate changes Nominal value of bonus share received	12,333,484,912	9,508,888,022
	Expenses: Profit paid on Deposits (note-22a) Losses on Investment (Loans and Advances)	7,389,308,018	4,657,924,658
	Administrative expenses Other operating expenses Depreciation on banking assets	1,365,971,325 242,780,117 104,185,743 9,102,245,203	1,002,747,523 252,702,548 66,804,049 5,980,178,778
	Income over expenditure	3,231,239,709	3,528,709,244

		2011 <u>Taka</u>	2010 <u>Taka</u>
21	Profit on Investment:		
	Profit on Investment (Note-21.1) Profit on placement with other Banks & Fls	9,503,606,946 604,161,642 10,107,768,588	6,191,392,903 225,391,982 6,416,784,885
21.1	Profit on Investment:		<u> </u>
	Profit on Murabaha Profit on Bi-Muazzal Profit on Hire-Purchase Profit on Ijara Profit on Bi-Salam Profit on Accepted Bill Profit on Uaard Profit on Investment against Letter of Credit Profit on Investment against Staff Profit on Inland Document Bill Purchased Profit on Foreign Document Bill Purchased Profit on Investment against Scheme Deposit Profit on Investment against Mudaraba Term Deposit Profit on Investment against Mudaraba Savings Deposit Profit on Investment against Mudaraba Deposit Scheme Profit on Investment against Financial Institution	1,597,496,268 4,116,297,006 1,904,995,507 206,628,682 128,485,730 6,440,139 12,363,392 9,614,395 28,509,077 1,183,673,295 9,661,037 25,963,286 132,274,369 17,758,349 24,076,729 83,868,041 15,501,644 9,503,606,946	987,756,807 2,884,508,589 1,408,847,935 193,606,221 66,325,188 152,305 18,823,555 6,192,224 25,447,012 435,947,978 2,255,971 27,375,225 85,234,815 26,188,282 15,708,121 4,272,389 2,750,286 6,191,392,903
21.2	Investment income derived from the fund deployed by		
	Inside Bangladesh i) Mudaraba deposits ii) Other deposits/Fund Outside Bangladesh	7,626,956,708 2,480,811,880 10,107,768,588 - 10,107,768,588	4,876,756,513 1,540,028,372 6,416,784,885
21(a)	Consolidated Profit on Investment:		
	Shahjalal Islami Bank Ltd (note-21) Shahjalal Islami Bank Securities Ltd	10,107,768,588 398,793,912	6,416,784,885
	Less: Inter company Transaction	10,506,562,500 284,712,919 10,221,849,581	6,416,784,885 - 6,416,784,885
22	Profit paid on Deposits:		
•	Profit on deposits Profit paid on borrowings	7,264,453,685 111,968,889 7,376,422,574	4,588,421,288 69,503,370 4,657,924,658

		2011 <u>Taka</u>	2010 <u>Taka</u>
22(a)	Consolidated Profit paid on Deposits: Shahjalal Islami Bank Ltd (note- 22) Shahjalal Islami Bank Securities Ltd	7,376,422,574 297,598,363	4,657,924,658 -
	Less: Inter Company Transaction	7,674,020,937 284,712,919	4,657,924,658
		7,389,308,018	4,657,924,658
23	Income from Investment in Securities		
	Income from Investment in Islami Bond (Note-23.1) Income from Investment in Shares (Note-23.2) Gain from sale of Membership of DSE & CSE (Note-23.3) Dividend Income (Note-23.4) Income from Investment in Mudaraba Perpetual Bond (MPB)	32,740,000 10,649,686 - 63,168,860 6,175,000 112,733,546	22,300,000 606,147,848 459,505,301 10,345,139 6,175,000 1,104,473,288
23.1	Profit has been accrued during the year ended 31 December, 2011 from Islam profit rate of 3.25% on avarage Investment based on mudaraba profit sharing product basis.		
23.2	Income from investment in Shares arises through sale of listed shares in the sto	ck Exchange.	
23.3	The membership cost price of both the Stock Exchanges i.e. Dhaka Stock Excha Tk. 4,02,21,999 & Tk. 1,87,72,700 which were sold to Shahjalal Islami Bank Secu Tk. 15,65,00,000 respectively and from which gain arises from DSE Tk. 32,17,78,0	rities Ltd in the year 20	010 at Tk. 36,20,00,000 &
23.4	Dividend income includes Tk. 6,07,50,000 as Interim Cash Dividend from Sh declared on 3rd November 2011 in its Board meeting and the amount was subs		curities Ltd. which was
23(a)	Consolidated Income from Investment in Securities		
	Shahjalal Islami Bank Ltd (note- 23) Shahjalal Islami Bank Securities Ltd	112,733,546 35,306,061 148,039,607	1,104,473,288 - 1,104,473,288
24	Commission, Exchange & Brokerage:		
	Brokerage Commission Other commission Exchange earnings	100,692,923 522,985,634 849,688,399 1,473,366,956	667,052,155 472,753,501 581,726,766 1,721,532,422
24(a)	Consolidated Commission, Exchange & Brokerage:		
	Shahjalal Islami Bank Ltd (note- 24) Shahjalal Islami Bank Securities Ltd	1,473,366,956 109,704,863 1,583,071,819	1,721,532,422
		1,303,071,019	1,/21,732,422

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		2011 <u>Taka</u>	2010 <u>Taka</u>
25	Other Operating Income:		
	Postage, Telex, SWIFT & REUTERS Incidental Charge Supervision & Monitoring Charge Other charges (Note # 25.1)	31,738,703 43,120 17,509,598 263,657,300 312,948,721	31,356,207 6,071,521 26,277,007 202,392,692 266,097,427
25.1	Other Charges		
	Rent receipts Charges on A/C closing Charges on standing order Charges on clearing returned Service charges on ljara Service chares on scheme investment Passport endorsement charge PO/DD Cancellation charge Branch banking services Account maintenance fee Recoveries from cheque issue Income from sale of forms Service charge on SJIBL VISA Card Management Fees Banker to the Issue Commission Notice pay earnings Rebate on Trade Finance Extra ordinary gain due to close of Exchange Equalisation Account Miscellaneous income	866,570 1,469,949 404,520 482,063 1,940,950 6,512,414 82,100 99,095 13,464,531 34,753,165 3,344,969 890,181 2,963,534 7,125,710 919,566 4,210,620 21,351,659 - 162,775,704 263,657,300	524,363 1,172,003 408,360 427,392 1,473,255 9,000,220 69,006 86,615 23,488,556 14,382,769 1,438,597 671,555 2,778,480 918,410 918,193 2,773,488 16,242,270 172,661 125,446,499 202,392,692
25(a)	Consolidated Other Operating Income: Shahjalal Islami Bank Ltd (note- 25) Shahjalal Islami Bank Securities Ltd	312,948,721 67,575,184 380,523,905	266,097,427
26	Calama O Allanana ana		
26	Salary & Allowances:		
	Basic Salary Allowances Bonus Bank's Contribution to Provident fund	386,356,377 294,433,461 230,983,433 31,994,552 943,767,823	271,578,941 195,526,794 211,951,148 22,475,015 701,531,898
26(a)	Consolidated Salary & Allowances:		
	Shahjalal Islami Bank Ltd (note- 26) Shahjalal Islami Bank Securities Ltd	943,767,823 31,926,056 975,693,879	701,531,898 - 701,531,898

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		2011 <u>Taka</u>	2010 <u>Taka</u>
27	Rent, Taxes, Insurance, Electricity etc.:		
	Rent, Rates & Taxes Insurance Electricity & Lighting	134,602,380 49,443,000 28,125,806 212,171,186	114,599,915 35,828,645 23,872,859 174,301,419
2=()			
27(a)	Consolidated Rent, Taxes, Insurance, Electricity etc.: Shahjalal Islami Bank Ltd (note- 27) Shahjalal Islami Bank Securities Ltd	212,171,186	174,301,419
		227,460,511	174,301,419
28	Legal Expenses:		
	Legal Fees & Charge Other Legal Expenses	148,730 733,295	451,402 620,373
28(a)	Consolidated legal Expenses:	<u>882,025</u>	1,071,775
20(u)	Shahjalal Islami Bank Ltd (note- 28) Shahjalal Islami Bank Securities Ltd	882,025 65,000	1,071,775
		947,025	1,071,775
29	Postage, Stamps, Telecommunication etc:		
	Postage Leased line Telegram, Fax, Telex & Internet charge Telephone charges Mobile phone charges	741,479 17,373,894 3,030,123 4,453,581 1,968,066 27,567,143	863,059 8,719,096 1,100,601 3,956,934 1,848,008
29(a)	Consolidated Postage, Stamps, Telecommunication etc: Shahjalal Islami Bank Ltd (note- 29) Shahjalal Islami Bank Securities Ltd	27,567,143 27,567,143 2,570,391	16,487,698
		30,137,534	16,487,698
30	Stationery, Printing, Advertisements etc:		
	Table Stationery Printing Stationery Security Stationery Computer Stationery Advertisement	7,732,670 7,063,367 2,977,202 11,355,200 11,163,249	6,704,378 11,495,249 1,598,811 9,016,036 24,997,214
30(a)	Consolidated Stationery, Printing, Advertisements etc:	40,291,688	53,811,688
JU(U/	Shahjalal Islami Bank Ltd (note- 30) Shahjalal Islami Bank Securities Ltd	40,291,688 1,470,364	53,811,688
		41,762,052	53,811,688

		2011 <u>Taka</u>	2010 <u>Taka</u>
31	Chief Executive's Salary & Fees		
	Basic Salary Allowances Festival Bonus Incentive Bonus	6,000,000 5,400,000 1,000,000 200,000 12,600,000	3,231,183 1,647,204 550,000 1,000,000 6,428,387
32	Directors' Fees & Meeting Expenses:		
	Directors Fee Meeting Expenses	2,790,500 1,305,658 4,096,158	4,600,056 1,868,916 6,468,972
33	Shariah Supervisory Committee's Fees & Expenses		
	Shariah Counsil Meeting Expenses	196,384 196,384	134,600 134,600
34(a)	Consolidated auditors' Fees Shahjalal Islami Bank Ltd Shahjalal Islami Bank Securities Ltd	300,000 25,000 325,000	250,000 - 250,000
35	Depreciation and Repair of Bank's Assets:		
	a) Depreciation of Bank's Assets (Annexure A):		
	Land & Building Furniture & Fixtures Office Appliance & Equipment Vehicles Books	8,292,130 28,738,358 59,254,169 4,172,445 52,327	7,534,141 19,136,669 36,328,551 3,792,269 12,419 66,804,049
	c) Repair on Bank's Assets: Office Premises Office Appliance & Equipment Office Furniture & Fixtures Vehicles Others	3,011,200 5,845,265 586,977 1,164,573 2,915,862 13,523,877	2,490,775 4,176,341 553,850 1,173,612 1,589,105 9,983,683
35(a)	Consolidated depreciation and Repair of Bank's Assets: Shahjalal Islami Bank Ltd (note- 35) Shahjalal Islami Bank Securities Ltd	114,033,306 114,033,306 3,676,314 117,709,620	76,787,732 76,787,732 - 76,787,732

		2011 <u>Taka</u>	2010 <u>Taka</u>
36	Zakat Expenses		
	Zakat Expenses	59,228,905	32,277,403
	Zanat Experises	59,228,905	32,277,403
37	Other Expenses:		
	Petrol, Oil and Lubricants	2 572 421	2042044
	Entertainment	3,572,421 21,226,154	2,942,844 14,491,913
	Donation and Subscription	1,872,460	10,706,780
	Traveling and Conveyance	8,001,836	7,341,539
	Training Expenses	2,469,956	2,157,664
	Car expenses	34,301,808	23,041,391
	Gratuity expenses	60,153,327	34,114,927
	Papers & Periodicals	730,508	680,449
	Utility	1,890,978	1,189,991
	Uniform & Liveries	888,634	617,265
	Bank Charges	1,072,431	673,104
	Business development & Promotion	14,229,984	11,916,152
	Upkeep and cleaning of office premises	4,371,198	3,994,333
	Security Service-Outsourceing	4,987,196	1,012,006
	Branch Opening Expenses	5,219,586	630,508
	Credit Rating Expenses	250,000	405,000
	SJIBL Card expenses	5,008,336	5,683,043
	AGM & Meeting expenses	7,175,102	6,276,391
	Brokerage House expenses	20,496,064	84,852,566
	Capital Enhancement Fees	3,482,608	4,480,810
	Contribution to Social Security Super Annuation Fund	1,000,000	1,000,000
	Miscellaneous Expenses	14,969,133	34,493,872
		217,369,720	252,702,548
37(a)	Consolidated Other Expenses:		
	Shahjalal Islami Bank Ltd (note- 37)	217,369,720	252,702,548
	Shahjalal Islami Bank Securities Ltd	25,410,397	-
	,	242,780,117	252,702,548
38	Provision against Investment, Off-Balance Sheet & Others		
	Provision on unclassified investment	180,000,000	240,000,000
	Provision on classified investment	130,000,000	150,000,000
	Provision on Off-Balance Sheet	63,000,000	130,000,000
	Provisions on Investment in Securities	237,500,000	47,500,000
	Provision on Other Assets	237,300,000	1,000,000
	1 Tovision on other Assets	610,500,000	568,500,000
38(a)	Provision against Investment, Off-Balance Sheet & Others		
	Shahjalal Islami Bank Ltd (note- 38)	610,500,000	568,500,000
	Shahjalal Islami Bank Securities Ltd	52,700,000	
		663,200,000	568,500,000

		2011 <u>Taka</u>	2010 <u>Taka</u>
39	Deferred Tax Expenses		
	Closing deferred tax liability Opening deferred tax liability Deferred tax expense	107,340,666 76,413,085 30,927,581	76,413,085 39,434,092 36,978,993
40	Earnings Per Share (EPS)		
	Calculation of Earnings Per Share (Note # 2.11): Net Profit after Tax Number of Ordinary Shares outstanding (Denominator) Earnings Per Share (EPS) Earnings per share has been calculated in accordance with BAS - 33: "Earning Share of Tk. 6.05 has been adjusted to Tk. 4.65 due to issuance of 10,27,53,585		
40(a)	Consolidated Earnings Per Share (EPS) Calculation of Earnings Per Share (Note # 2.11): Net Profit after net-off non-controlling interest &		<i>3</i> ,
	Proposed interim cash dividend of subsidiary Number of Ordinary Shares outstanding (Denominator)	1,168,652,350 445,265,535	2,072,340,363 445,265,535
	Consolidated Earnings Per Share (EPS)	2.63	4.65
41	Investment Profit receipt		
	Investment Profit receipt (note 21 & 23) Add: Opening profit Receivable (Note-10.2) Less: Closing profit receivable (note-10.2)	10,157,333,274 135,119,818 280,925,402	7,510,913,034 163,567,017 135,119,818
41(a)	Consolidated Investment Profit receipt	10,011,527,690	7,539,360,233
	Shahjalal Islami Bank Ltd (note- 41) Shahjalal Islami Bank Securities Ltd	10,011,527,690 398,793,912	7,539,360,233
42	Profit Paid on Deposits	10,410,321,602	7,539,360,233
	Profit Paid on Deposits (Note-22) Add: Opening profit payable on deposit (Note-13) Less: Closing profit payable on deposit (Note-13)	7,376,422,574 1,125,513,558 1,886,140,531 6,615,795,601	4,657,924,658 716,742,295 1,125,513,558 4,249,153,395
42(a)	Consolidated Profit Paid on Deposits		
	Shahjalal Islami Bank Ltd (note- 42) Shahjalal Islami Bank Securities Ltd	6,615,795,601 10,737,333	4,249,153,395 -
		6,626,532,934	4,249,153,395

		2011 <u>Taka</u>	2010 <u>Taka</u>
43	Cash Receipt from other Operating activities (Note - 25)		
	Postage & Telex Charge Recovery Incidental Charge Supervision & Monitoring Charge Other charges (except income from sale of fixed assets)	31,738,703 43,120 17,509,598 263,657,300 312,948,721	31,356,207 6,071,521 26,277,007 202,392,692 266,097,427
43(a)	Consolidated Cash Receipt from other Operating activities (Note - 25a)		
.,	Shahjalal Islami Bank Ltd (note- 43) Shahjalal Islami Bank Securities Ltd	312,948,721 67,575,184 380,523,905	266,097,427 - 266,097,427
44	Cash Payment for other Operating activities		
44(a)	Rent, Taxes, Insurance, Lighting etc. (Note-27) Legal Expenses (Noe-28) Postage, Stamp, Telegram & Telephone (Note-29) Directors' Fee & Expenses (Note-32) Shariah Supervisory Committee's Fees & Expenses (Note-33) Auditors' Fee Repair, Maintenance of Bank's Assets (Note-35.b) Zakat Expenses (Note-36) Other Expenses (Note-37) Consolidated Cash Payment for other Operating activities Shahjalal Islami Bank Ltd (note-44)	212,171,186 882,025 27,567,143 4,096,158 196,384 300,000 13,523,877 59,228,905 217,369,720 535,335,398	174,301,419 1,071,775 16,487,698 6,468,972 134,600 250,000 9,983,683 32,277,403 252,702,548 493,678,098
	Shahjalal Islami Bank Securities Ltd	43,549,030 578,884,428	493,678,098
45	Cash Increase/ Decrease in Other Assets (Note-10)		
	Stock of Stationery and Stamps Advance deposits and rent Suspense Account Advance Profit paid Other Prepayments Receivable from Shahjalal Islami Bank Securities Limited Advance for new Branches Advance Insurance premium Clearing Adjustment Account Other Receivables	15,153,763 102,777,355 64,602,700 272,823 2,889,752 1,164,364,126 49,911,207 4,724,781 304,950,000 54,670,179 1,764,316,686	17,993,732 109,878,559 136,810,064 378,069 1,913,841 518,500,000 37,169,416 3,628,651 3,955,513 830,227,845
	Cash (Increase)/ Decrease in Other Assets	(934,088,841)	(635,051,433)

		2011 <u>Taka</u>	2010 <u>Taka</u>
45(a)	Cash Increase/ Decrease in Consolidated Other Assets (Note-10a)		
	Shahjalal Islami Bank Ltd (note- 45) Shahjalal Islami Bank Securities Ltd	1,764,316,686 504,281,011	830,227,845 1,099,040
	Less: Cash Increase/ (Decrease) through Inter Company transaction	2,268,597,697 933,930,214	831,326,885 519,599,040
	Cash (Increase)/ Decrease in Other Assets	1,334,667,483 (1,022,939,638)	<u>311,727,845</u> (116,551,433)
46	Cash Increase/ Decrease in Other Liabilities (Note-13)		
	Other Payable Taxation on other income & prior years Adjusting account credit SJIBL General Account Cash Increase/ (Decrease) in Other Liabilities	97,054,432 62,874,638 29,792,671 25,518,018 215,239,759 (37,546,294)	84,142,371 29,766,766 27,056,036 111,820,880 252,786,053 90,855,887
46(a)	Cash Increase/ Decrease in Consolidated Other Liabilities (Note-13a)		
,	Shahjalal Islami Bank Ltd (note- 46) Shahjalal Islami Bank Securities Ltd Less: Cash Increase/ (Decrease) through Inter Company transaction Cash Increase/ (Decrease) in Other Liabilities	215,239,759 918,524,762 1,133,764,521 933,930,214 199,834,307 (52,951,746)	252,786,053 519,599,040 772,385,093 519,599,040 252,786,053 90,855,887
47		(32/331/710)	
47	Cash and Cash Equivalent Cash in Hand Balance with Bangladesh Bank & Sonali Bank Ltd (as agent of Bangladesh Bank) Balance with Other Banks & Financial Institutions	828,581,466 8,670,266,207 1,439,741,899 10,938,589,572	757,585,771 6,442,098,480 1,157,359,246 8,357,043,497
47(a)	Consolidated Cash and Cash Equivalent Shahjalal Islami Bank Ltd (note- 47) Shahjalal Islami Bank Securities Ltd Less: Cash Increase/ (Decrease) through Inter Company transaction	10,938,589,572 947,399,641 11,885,989,213 945,709,199 10,940,280,014	8,357,043,497 450,000,000 8,807,043,497 450,000,000 8,357,043,497
48	Number of Employees		

The number of employees engaged for the whole period or part thereof who received a total remuneration of Tk.36,000 or above were 1,624.

2011	2010
<u>Taka</u>	<u>Taka</u>

49 Audit Committee

a) Particulars of Audit Committee

Pursuant to the BRPD Circular no. 12 dated 23 December, 2002 the Board of Director's of the Bank formed a three members Audit Committee called "Board Audit Committee". The Board of Directors in its Meeting No. 133 held on 19-05-2011 reconstituted the Committee by the following members:-

Name	Status with the Bank	Status with the Committee	Educational Qualification	
Alhaj Syed Nurul Arefeen	Director	Chairman	MBA	
Alhaj Abdul Halim	Director	Member	Bachelor	
Alhaj Nazmul Islam Nuru	Independent Director	Member	Masters	

The members of the Board Audit Committee are all having good exposure in the banking business. They are all playing active role in the Board Meeting.

b) Meeting of Audit Committee

During 1 January to 31 December 2011, the Audit Committee of the Board conducted 14 (Fourteen) meetings in which among others, the following issues were discussed:-

- i) The duties and responsibilities of the Committee as stated in BRPD Circular no. 12 dated 23 December 2002.
- ii) Regular review of the Internal and External (including Bangladesh Bank) Inspection & Audit Report with a view to implementing the suggestion of Internal and External Auditors in respect of Internal Control structure and techniques.
- iii) Minimization of expenditure in all operational activities where possible.
- iv) Reviewing the Accounting procedure with a view to ascertain that the International Financial Reporting Standard (IFRS) has been applied in maintaining books and records of the Bank.

c) Internal Control & Compliance:

The following steps have been taken for implementation of Internal Control Procedure of the Bank:

- i) Internal Control & Compliance Division of the Bank carried out Internal Audit with a view to enrich the compliance culture and full control on the exertion of the Banking Operations. The division directly report simultaneously to the Board Audit Committee and Managing Director. The Board also formed an Audit Team and they directly report to the Board Audit Committee. Sometimes internal audit team and board audit team conduct surprise visit to the branches. The above procedures and practice ensure internal compliance of the Bank.
- ii) Regular monitoring has been done for the effectiveness of the quality control policies and procedures with the effect to evaluate the application of internal Control System and Internal Audit Policy, Policy for financial risk, existing rules and regulations (internal and external), other obligations from controlling Authority, disclosure process of Financial Statements of the Bank.
- iii) To establish Planning, Organizing and Supervising culture and monitoring of Audit and Inspection of the Branches and different divisions of Head Office and surprise inspection of the Branches.

50 Related Party Disclosures:

50.1 Name of the Directors and their interest in different entities:

Alhaj Anwer Hossain Khan	Chairman	 (i) Fareast Finance & Investment Ltd (ii) Takaful Islamic Insurance Ltd (iii) Modern Diagnostic Centre Limited (iv) Anwer Khan Modern Hospital Ltd. (v) Anwer Khan Modern Medical College (vi) Dhaka Telecommunication (vii) Modern Environmental Technologies (viii) Prime University (ix) Hazi Sakawat Anwer Eye Hospital Ltd (x) Modern Diabetic Centre Ltd (xi) Fareast Stocks & Bonds Ltd
Alhaj Md. Harun Miah Represented by Mr. Rukun Uddin Khan as Alternate Director	Vice Chairman	 (i) Kushiara Financial Services Ltd. (UK) (ii) Kushiara Cash & Carry Ltd (UK) (iii) Bangla Frozen (UK) (iv) Holiday Planet (v) Pritom In (Pvt.) Ltd. (vi) Shamsuddin Khan & Harun Miah Ltd.
Alhaj Khandaker Sakib Ahmed	Vice Chairman	(i) Zuiria Trade International.(ii) Z. Agrovet Enterprise.(iii) Five Star Cargo Corporation.
Alhaj Sajjatuz Jumma	Director	 (i) Fresco Flour Industries Ltd. (ii) Farina Industries Ltd. (iii) Desh Electronics Ltd. (iv) Milling Engineers Ltd. (v) Prime University (vi) Prime Foundation
Alhaj Mohammed Faruque Represented by Mr. Md. Masud as Alternate Director	Director	(i) F & T Property Investment Company
Alhaj Tofazzal Hossain	Director	 (i) Everbest Textiles Pvt. Ltd. (ii) Fareast Finance and Investment Ltd (iii) Takaful Islami Insurance Ltd. (iv) Prime University
Alhaj Md. Sanaullah Shahid	Director	(i) Electra International Ltd.
Alhaj Mohammed Farooq	Director	 (i) Famous Perfumery Suppliers (ii) F.S. Printing & Packaging Ltd. (iii) Famous Group of Companies Ltd. (iv) Famous General Agencies Ltd. (v) Famous Printing & Packaging Ltd. (vi) Famous Flavour & Fragrance Ltd. (vii) Matcon Ltd. (viii) Famous Ibercham Flower & Fragrance Ltd.

Alhaj Mohammed Hasan	Director	 (i) Famous Flavour & Fragrance Ltd. (ii) Famous Printing & Packaging Ltd. (iii) Prime Insurance Co. Ltd. (iv) F.S Printing & Packaging Ltd. (v) Famous General Agencies Ltd (vi) Matcon Limited (vii) Eden Multicare Hospital (Pvt) Ltd (viii) Diganta Media Corporation Ltd (ix) Famous Group of Companies Ltd. (x) South East University.
Alhaj Md. Abdul Barek	Director	(i) Arju Electronics (ii) Jony Electronics (iii) Rony Electronics
Alhaj Mohammed Solaiman	Director	 (i) Mercantile Insurance Co. Ltd. (ii) Central Hospital Ltd. (iii) Eden Multicare Hospital Ltd. (iv) Paradise Electronics (v) Paradise Corporation (Pvt.) Ltd. (vi) Hurdco International School
Alhaj Syed Nurul Arefeen	Director	 (i) Solar Trading Co. (ii) Solar Precured Tyre Retreading Ltd (iii) Universal Yarn Dyeing Ltd. (iv) Solar Autos (v) Solar Telecommunications (vi) Solar Transport
Alhaj Abdul Halim	Director	 (i) Abdul Halim & Brothers (ii) Motor Cycle Bitan (iii) Karnafuli Motors (iv) Pacific Automobilies (v) Fair Car (vi) Bangladesh Motor Cycle Association (vii) Islami Insurance Bangladesh Ltd.
Alhaj Mohiuddin Ahmed	Director	 (i) Mohiuddin Auto House (ii) Rupsha Trading Corporation (iii) Pacific Automobile (iv) Southeast University (v) Islami Insurance Co. Ltd (vi) Bangladesh Chamber of Commerce & Ind.
Alhaj Akkas Uddin Mollah	Director	 (i) Russel Spinning Mills Ltd. (ii) Russel Garments (iii) Russel Knitting (iv) Shahan Colors Limited (v) Ekram Sweaters Ltd. (vi) Tania Cotton Mills Limited (vii) Russel Washing Plant

Alhaj Engr.Md. Towhidur Rahman	Director	 (i) Fresh Foods Ltd. (ii) Sea Fresh Ltd. (iii) Libas Textile (iv) Euro Trend (v) Fresh Trading (vi) Takaful Islami Insurance Co. Ltd. (vii) Prime University
Alhaj A.K. Azad	Director	 i. Ha-Meem Fashion Ltd. ii. Ha-Meem Apparels Ltd. iii. Ha-Meem Washing Ltd. iv. Ha-Meem Design Ltd. v. Ha-Meem Denim Ltd. vi. That's It Packaging Ltd. vii. That's It Sportswear Ltd. viii. That's It Fashions Ltd. ix. That's It Garments Ltd. x. That's It Knit Ltd. xi. New Modern Garments Ltd. xii. Modern Washing & Dyeing Ind. Ltd. xiii. Asha Fashions Ltd. xiv. Sajid Apparels Ltd. xv. Sajid Washing & Dyeing Ltd. xvi. Nishat Jute Mills Ltd. xvii. Rifat Garments Itd. xviii. Refat Sports Wear Ltd. xix. Sakib Poly Industries Ltd. xx. Sonar Bangla Insurance Ltd. xxi. Ecochem Bangladesh (Pvt) Ltd. xxiii. Enzyme Bangladesh Ltd. xxiiii. Federation of Bangladesh Chamber of Commerce & Ind.
Alhaj Mohammed Younus	Director	 i. Ananta Paper Mills Limited ii. Quality Accessories Limited iii. Sharif Cold Storage Limited iv. Sobhan Ice & Cold Storage Ltd. v. Sonali Papers and Board Mills Ltd. vi. Universal Paper & Board Mills Ltd. vii. Younus Cold Storage Limited viii. Younus Filament Industries Ltd. ix. Younus Fine Paper Mills Ltd. x. Younus Newsprint Paper Mills Ltd. xi. Younus Paper Mills Ltd. xii. Younus Paper Mills Ltd. xiii. Younus Plastic Industries Limited xiv. Younus Security Force Service Ltd. xv. Younus Specialized Cold Storage Ltd. xvi. Younus Spinning Mills Limited xvii. Long Lasting Coating Industries xviii. Meghna Pipe Factory

Alhaj Nazmul Islam Nuru	Independent Director	 i. Viceroy Group of Restaurant ii. Property Management Ltd. iii. Lotus (Windsor) Ltd. iv. Fair View Enterprise Ltd. v. Al Jalal (F.S.M. Ltd) vi. Monica Enterprise Ltd. vii. British Bangladesh Chamber of Commerce
Md. Abdur Rahman Sarker	Managing Director	-

50.2	Significant Contracts where Bank is a pa	rty and wherein Directors have interest:
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50.3 Shares issued to Directors & Executives without consideration or exercise at discount: Nil

Landing Policies to related parties: 50.4

Landing to related parties is effected as per requirements of Section 27(1) of the Bank Company Act, 1991

50.5 Investment (Loan and Advances) to Directors and their related Concern (Note # 8.4):

<u>Nar</u>	ne of the Party	Related By	Nature of Investfment	Amount in Tk.	<u>Status</u>
ii)	Solar Trading Co.	Alhaj Syed Nurul Arefeen	Bai-Muajjal	58,707,000	Regular
iii) iv)	Personal M/s. Rupsha	Alhaj Tofazzal Hossain	HPSM-Real Estate	15,134,000	Regular
,	Trading Corporation	Alhaj Md. Mohiuddin Ahmed	Bai-Muajjal	33,665,000	Regular
				107,506,000	

50.6 Business other than Banking business with any related concern of the Directors as per Section 18 (2) of the Bank Company Act 1991

NIL

50.7 Investments in Securities of Directors and their related concern:

NIL

Nil

51 **Events After Balance Sheet Date:**

The Board of Directors of the Bank has recommended 25% Stock Dividend for the year 2011.

Director

Managing Director

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INVESTMENT IN SHARES & SECURITIES (LISTED WITH STOCK EXCHANGES)

AS AT DECEMBER 31, 2011

ANNEXURE-A

SI No	Name of Company	No. of Shares/Securities	Market price per share	Market value Dec 31, 2011	Cost price Dec 31, 2011	Unrealised Gain/(loss)
1	Makson Spinning Mills Ltd.	993,000	35.00	34,755,000	63,955,630	(29,200,630)
2	Metro Spinning Mills Limited	935,615	37.30	34,898,440	65,855,505	(30,957,066)
3	Beacon Pharmaceuticles Limited	901,950	31.00	27,960,450	39,266,541	(11,306,091)
4	Eastern Housing Limited.	1,497,500	71.10	106,472,250	166,063,283	(59,591,033)
5	Fine Foods Limited.	1,597,750	54.40	86,917,600	128,856,417	(41,938,817)
6	Quasem Drycells Limited.	1,103,400	67.40	74,369,160	94,697,283	(20,328,123)
7	Goldenson Limited.	511,500	61.10	31,252,650	34,037,668	(2,785,018)
8	EXIM Bank Limited	2,639,440	27.80	73,376,432	83,736,584	(10,360,152)
9	RAK Ceramics (Bangladesh) Limited	184,269	78.40	14,446,690	12,657,026	1,789,664
10	The Dacca Dyeing & Mfg. Co. Ltd.	2,269,702	54.70	124,152,699	125,617,315	(1,464,616)
11	Jamuna Oil Company Ltd.	150,780	179.20	27,019,776	37,401,731	(10,381,955)
12	Beximco Pharmaceuticls Limited	379,602	93.60	35,530,747	36,947,126	(1,416,379)
13	Beximco Limited	85,950	113.00	9,712,350	17,965,408	(8,253,058)
14	Al-Arafah Islami Bank Limited	1,598,250	37.80	60,413,850	55,810,411	4,603,439
15	Islami Bank Bangladesh Limited	1,670,100	54.50	91,020,450	89,815,541	1,204,909
16	Social Islami Bank Limited	1,665,750	26.20	43,642,650	43,233,244	409,406
17	First Security Islami Bank Ltd.	530,000	26.30	13,939,000	14,916,315	(977,315)
18	M.I. Cement Factory Ltd	405,400	110.50	44,796,700	46,491,938	(1,695,238)
19	MJL Bangladesh Ltd	702,650	99.90	70,194,735	84,498,640	(14,303,905)
20	Square Pharmaceuticls	61,300	237.10	14,534,230	15,991,829	(1,457,599)
21	United Airways (BD) Ltd	468,990	23.90	11,208,861	14,552,950	(3,344,089)
22	AIBL 1st Islamic Mutual Fund	5,000,000	8.40	42,000,000	50,000,000	(8,000,000)
23	IBBL Mudaraba Perpetual Bond	50,000	1,005.75	50,287,500	47,550,542	2,736,958
	Total			1,122,902,220	1,369,918,927	(247,016,707)

Note:	<u> така</u>
Provision requirement (equivalent to unrealized loss) Provision maintained: {refer to note .13.1(e)}	247,016,707
Previous year balance	62,500,000
Transfer	(50,000,000)
Provided in current year	237,500,000
Total Provision maintained	250,000,000
Provision surplus	2,983,293

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED 31 DECEMBER 2011

ANNEXURE-B

Particulars		СО	ST		Rate of		DEPREC	IATION		Written Down	Written Down
	Balance as on 1 Jan 2011	Additions during the year	Disposal/Transfer during the year	Balance at 31 Dec 2011	Deprec- iation	Balance as on 1 Jan 2011	Transfer/Adjustment during the year	Charge for the year	Balance at 31 Dec 2011	Value at 31 Dec 2011	Value at 31 Dec 2010
Land & Building	1,016,204,958	10,034,972	-	1,026,239,930	2.25%	12,384,721	-	8,292,130	20,676,851	1,005,563,079	1,003,820,237
Furniture & Fixtures	310,024,167	61,326,797	15,946,358	355,404,606	10%-20%	67,512,242	1,152,378	28,738,358	95,098,222	260,306,384	242,511,925
Office Equipment	331,028,250	108,220,679	21,947,996	417,300,933	20%	114,853,279	4,697,246	59,254,169	169,410,202	247,890,731	216,174,971
Vehicles	20,185,838	5,359,285	-	25,545,123	20%	10,302,887	-	4,172,445	14,475,332	11,069,791	9,882,951
Books	211,434	378,092	-	589,526	20%	99,433	-	52,327	151,760	437,766	112,001
Total	1,677,654,647	185,319,825	37,894,354	1,825,080,118		205,152,562	5,849,624	100,509,429	299,812,367	1,525,267,751	1,472,502,085

BALANCE WITH OTHER BANKS IN FOREIGN CURRENCY

[REFERRED TO NOTE 5.2 OF THESE FINANCIAL STATEMENTS]

ANNEXURE-C

				2011			2010	
SL No.	Name of the Banks	Currency Name	Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT.	Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT. 449,883.11 158,071.51 15,063,563.76 5,520,626.20 85,706,197.89 56,922,674.27 67,499.86 109,344.28 6,772.08 356,932.61 333,965.01 56,141,911.87 110,072,891.34 11,177,888.30 8,468.77 15,737,879.27 7,216,706.61 21,456,270.75 1,482,245.72 33,989,926.08 20,574,400.94 108,708.76 18,901,333.29 3,135,655.26 282,797.21 1,871,862.56 2,124,854.17 3,308,722.01
1	Standard Chartered Bank, London, UK	GBP	8,638.65	126.6979	1,094,498.81	4,097.52	109.7940	449,883.11
2	Standard Chartered Bank Ltd, Tokyo	JPY	212,183.00	1.0524	223,301.39	182,236.00	0.8674	158,071.51
3	American Express Bank Ltd, Frankfurt	EUR	386.77	106.0940	41,033.98	160,822.11	93.6660	15,063,563.76
4	AB Bank Ltd, Mumbai	ACU	46,925.15	81.9892	3,847,355.51	77,941.59	70.8303	5,520,626.20
5	Standard Chartered Bank, New York	USD	1,147,646.47	81.9892	94,094,615.96	1,210,021.67	70.8303	85,706,197.89
6	Mashreq Bank p.s.c. New York, U.S.A	USD	720,677.30	81.9892	59,087,755.29	803,648.64	70.8303	56,922,674.27
7	IFIC Bank Ltd. Karachi, Pakistan	ACU	952.98	81.9892	78,134.07	952.98	70.8303	67,499.86
8	Nepal Bangladesh Bank, Nepal	ACU	20,263.75	81.9892	1,661,408.65	1,543.75	70.8303	109,344.28
9	Standard Chartered Bank, Colombo	ACU	2,156.21	81.9892	176,785.93	95.61	70.8303	6,772.08
10	HSBC Ltd, Sydney, Australia	AUD	922.15	82.7517	76,309.48	4,949.19	72.1194	356,932.61
11	BCP - Geneva, Switzerland	CHF	4,374.90	86.9820	380,537.55	4,460.39	74.8735	333,965.01
12	CITIBANK N.A., New York, USA	USD	1,174,012.15	81.9892	96,256,316.97	792,625.64	70.8303	56,141,911.87
13	HSBC Ltd, New York, USA	USD	929,957.57	81.9892	76,246,477.20	1,554,036.78	70.8303	110,072,891.34
14	HSBC Ltd, Mumbai, India	ACU	64,948.71	81.9892	5,325,092.77	157,812.24	70.8303	:
15	SCOTIA, Toranto, Canada	CAD	3,008.60	80.0598	240,867.91	119.60	70.8091	8,468.77
16	Standard Chartered Bank, Mumbai	USD	222,191.34	81.9892	18,217,290.21	222,191.34	70.8303	15,737,879.27
17	ICICI, Mumbai, India	ACU	366,986.42	81.9892	30,088,922.99	101,887.28	70.8303	7,216,706.61
18	HSBC, Karachi, Pakistan	ACU	308,863.77	81.9892	25,323,493.41	302,925.03	70.8303	21,456,270.75
19	Bayerische Hypo-Und Vereinbank	EUR	8,836.02	106.0940	937,448.71	15,824.80	93.6660	1,482,245.72
20	Habib American Bank USA	USD	45,478.88	81.9892	3,728,776.99	479,878.33	70.8303	33,989,926.08
21	ICICI Bank, Hong kong	USD	17,384.58	81.9892	1,425,347.81	290,474.57	70.8303	20,574,400.94
22	Unicredito Italanio SPA	EUR	590.60	106.0940	62,659.12	1,160.60	93.6660	108,708.76
23	Wachovia Bank, NY, USA	USD	2,702,579.62	81.9892	221,582,340.98	266,853.78	70.8303	18,901,333.29
24	UBAF Hong Kong Ltd.	USD	41,102.34	81.9892	3,369,947.97	44,269.97	70.8303	:
25	Habib Bank AG Zurich	CHF	5,986.43	86.9820	520,711.65	3,777.00	74.8735	282,797.21
26	COMMERZBANK AG	EUR	1,115.35	106.0940	118,331.94	19,984.44	93.6660	1,871,862.56
27	The National Comm. Bank, KSA	SAR	112,494.00	21.8644	2,459,613.81	112,494.00	18.8886	2,124,854.17
28	Standard Chartered Bank, Mumbai	ACU	73,377.08	81.9892	6,016,128.09	46,713.37	70.8303	
29	Mashreq Bank, London	EUR	69.47	106.0940	7,370.35	_	-	-
30	JPMORGAN CHASE BANK, N.A.	USD	134,465.96	81.9892	11,024,756.49	_	-	-
31	COMMERZBANK AG Frankfrut	USD	33,598.36	81.9892	2,754,702.66	_	-	-
32	Wells Fargo Bank, N. A. London, UK	EUR	12,746.17	106.0940	1,352,292.16	_	-	-
33	Standard Chartered Bank, London, UK	EUR				7,837.12	93.6660	734,071.68
	Total				667,820,626.81			473,022,125.15

DETAILS OF INFORMATION ON INVESTMENT MORE THAN 10% OF BANKS TOTAL CAPITAL

(FUNDED & NON-FUNDED)

ANNEXURE-D

(Tk. In lac)

SL. No.	Name of client		Outstanding			% of Investments to Total Capital		
		Funded	Non- funded	Total	Funded	Non- funded	Total Total	
1	Reedisha Knitex Ltd.	101.43	5,119.45	5,220.88				
	Reedisha Textrip Ltd.	3,723.82	-	3,723.82				
	Reedisha Trading & Distribution Co.	1,370.78	671.33	2,042.11				
	Group-total	5,196.03	5,790.78	10,986.81	5.66%	6.31%	11.96%	
2	City Group	8,420.65	5,817.30	14,237.95	9.17%	6.33%	15.50%	
3	Tafrid Enterprise	4,871.31	9,725.96	14,597.27	5.30%	10.59%	15.90%	
4	Meghna Group	-	16,209.84	16,209.84		17.65%	17.65%	
5	Moonlight Garments Ltd.	-	1,765.28	1,765.28				
	Ehsan Garments Ltd.	-	937.79	937.79				
	Nourish Poultry & Hatchery Ltd.	4,986.19	133.31	5,119.50				
	Nourish Agro Ltd.	3,389.38	954.97	4,344.35				
	Telnet Communication Ltd.	415.67	0.39	416.06				
	Group-total	8,791.24	3,791.74	12,582.98	9.57%	4.13%	13.70%	
6	Talha Spinning Ltd.	3,210.48	3,572.26	6,782.74				
	Talha Texpro Ltd	1,688.10	2,000.00	3,688.10				
	Sufia Cotton Mills Ltd	7,693.54	4,998.89	12,692.43				
	Group-total	12,592.12	10,571.15	23,163.27	13.71%	11.51%	25.22%	
7	Aswad Composite Mills Ltd.	5,148.81	11,548.71	16,697.52	5.61%	12.58%	18.189	
8	Engr. Khandker Badrul Hasan	9,413.77	-	9,413.77	10.25%	0.00%	10.25%	
9	Chittagong Denim Mills Ltd.	973.05	5,910.37	6,883.42				
	Smart Jeans Ltd.	1,024.72	8,127.44	9,152.16				
	Group-total	1,997.77	14,037.81	16,035.58	2.18%	15.29%	17.46%	
10	Nassa Basics Ltd.	8,383.31	6,640.45	15,023.76				
	Nassa Basic Wash Ltd.	715.71	-	715.71				
	Nassa Spinning Ltd.	2,330.42	-	2,330.42				
	Group-total	11,429.44	6,640.45	18,069.89	12.45%	7.23%	19.68%	
11	Bashundhara Paper Mills Ltd., Shahjalal							
	News Print & Meghna Cement	9,562.20	2,552.91	12,115.11	10.41%	2.78%	13.19%	
12	Partex Denim Ltd.	2,871.27	8,489.59	11,360.86				
	Partex Rotor Spinning Mills Ltd.	1,176.08	-	1,176.08				
	Partex Spinning Mills Ltd.	-	130.90	130.90				
	Partex Plastic Ltd.	705.31	676.04	1,381.35				
	Partex Denim Mills Ltd.	145.01	-	145.01				
	Amber Cotton Mills Ltd.	3,732.46	1,275.08	5,007.54				
	Partex Rotor Mills Ltd.	3,906.48	152.38	4,058.86				
	Group-total	12,536.61	10,723.99	23,260.60	13.65%	11.68%	25.33%	
13	Mahmud Indigo Ltd.	5,753.85	3,527.05	9,280.90				
	Mahmud Denims Ltd.	6,014.25	58.78	6,073.03				
	Mahmud Trading Corporation Ltd.	288.70	1,948.55	2,237.25				
	Group-total	12,056.80	5,534.38	17,591.18	13.13%	6.03%	19.16%	
14	Alim Knit (BD) Ltd	1,948.98	5,337.18	7,286.16				
	Mondol Apparels Ltd	58.49	1,702.57	1,761.06				
	Mondol Knit Textile Ltd	77.95	729.26	807.21				
	Group-total	2,085.42	7,769.01	9,854.43	2.27%	8.46%	10.73%	
15	Incepta Pharmacuticals Ltd.	9,406.37	2,878.93	12,285.30	10.24%	3.13%	13.38%	
16	Bangladesh Steel Re-Rolling Mills &							
	Its sister Concerns.	8,762.98	8,117.75	16,880.73	9.54%	8.84%	18.38%	
	Total	122,271.52	121,710.71	243,982.23				

Bank's total Capital as on 31 December 2011 is Tk. 91,832.72 lac

HIGHLIGHTS OF PERFORMANCE OF BANK

<u>SL</u>	<u>PARTICULARS</u>	<u>2011</u>	<u>2010</u>
1	Paid up Capital	4,452,655,350	3,425,119,500
2	Total Capital (Core + Supplementary)	9,183,271,730	7,746,828,330
3	Capital Surplus	1,130,591,730	827,421,330
4	Total Assets	107,228,861,656	78,800,401,984
5	Total Deposit	83,350,050,881	62,964,948,065
6	Total Investment (Loans & Advance)	80,592,461,683	61,440,075,905
7	Total Contingent Liabilities and Commitment	34,083,119,359	27,665,046,113
8	Investment Deposit Ratio (%)	93.00%	96.34%
9	Percentage of Classified Investment against total Investments	1.89%	1.91%
10	Profit after Tax and Provision	1,168,443,400	2,072,340,363
11	Amount of Classified Investment	1,522,507,000	1,173,125,000
12	Provisions kept against classified Investment	423,009,403	268,009,403
13	Provisions surplus	126,759,499	88,682,388
14	Cost of Fund	10.98%	10.15%
15	Profit Earning Assets	92,568,665,848	67,139,471,931
16	Non-Profit Earning Assets	14,660,195,808	11,660,930,053
17	Return on Investment in Securities (ROI)	3.00%	38.67%
18	Return on Assets (ROA)	1.26%	3.01%
19	Income from Investment in Securities	112,733,546	1,104,473,288
20	Earning Per Share (Annualized)	2.62	4.65
21	Net Income Per Share(Annualized)	2.62	4.65
22	Price Earning Ratio (Times)	12.38	17.04

OFF-SHORE BANKING UNIT

BALANCE SHEET

AS AT 31 DECEMBER 2011

	Note		2011
		<u>USD</u>	<u>Taka</u>
PROPERTY AND ASSETS			
Cash			
Cash in hand (Including Foreign Currencies)		-	-
Balance with Bangladesh Bank & Sonali Bank Ltd.			
(Including Foreign Currencies)			
Balance with other Banks and Financial Institutions			
Inside Bangladesh		20,429.07	1,674,963
Outside Bangladesh			<u> </u>
	3	20,429.07	1,674,963
Investments			
General Investment etc.		-	-
Bills Purchased and Discounted		2,075,835.47	170,196,090
	4	2,075,835.47	170,196,090
Fixed Assets Including Premises		-	-
Other Assets		-	-
Non Banking Assets			
Total Assets		2,096,264.54	171,871,053
LIABILITIES AND CAPITAL			
Liabilities			
Placement from other Banks & Financial Institutions	5	2,077,000.00	170,291,568
Deposits and Other Accounts			
Mudaraba Savings Deposits		-	-
Mudaraba Term Deposits		-	-
Other Mudaraba Deposits		-	-
Al-Wadeeah Current & Other Deposit Accounts		-	-
Bills Payable		-	-
Other Liabilities		-	-
Other Liabilities		2 077 000 00	170,291,568
Capital/Shareholders' Equity		2,077,000.00	1/0,291,300
Paid-up Capital			
Statutory Reserve			_
Retained Earnings	6	19,264.54	1,579,484
Total Shareholders' Equity	U	19,264.54	1,579,484
Total Liabilities & Shareholders' Equity		2,096,264.54	171,871,053
		=======================================	

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OFF-SHORE BANKING UNIT

OFF-BALANCE SHEET ITEMS

AS AT 31 DECEMBER 2011

	Note		2011
		<u>USD</u>	<u>Taka</u>
CONTINGENT LIABILITIES			
Acceptances and Endorsements		-	-
Letters of Guarantee		-	-
Irrevocable Letters of Credit (including Back to Back Bills)		-	-
Bills for Collection		-	-
Other Contingent Liabilities		-	-
Total		-	-
OTHER COMMITMENTS			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other			
commitments		-	-
Total		-	-
TOTAL OFF BALANCE SHEET ITEMS INCLUDING			
CONTINGENT LIABILITIES		-	

Accompanying notes form an integral part of these financial statements

Chairman

Director

Director

Managing Director

Signed as per our annexed report of even date

Dhaka:10 May 2012.

Hoda Vasi Chowdhury & Co **Chartered Accountants**

Hodalasi Chowdhunga

OFF-SHORE BANKING UNIT

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	201	1
		<u>USD</u>	<u>Taka</u>
Investment Income	7	20,835.47	1,708,284
Less: Profit paid on Deposits		-	-
Net Investment Income		20,835.47	1,708,284
Commission, Exchange and Brokerage	8	8.60	705
Other Operating Income	9	50.00	4,099
		58.60	4,805
Total Operating Income		20,894.07	1,713,088
Salaries and Allowances	10	1,431.26	117,348
Rent, Taxes, Insurances, Electricity etc.	11	179.69	14,733
Legal Expenses		-	-
Postage, Stamps, Telecommunication etc.	12	12.38	1,015
Stationery, Printings, Advertisements etc.		-	-
Auditors' Fees		-	-
Depreciation & Repairs of Bank's Assets		-	-
Other Expenses	13	6.20	508
Total Operating Expenses		1,629.53	133,604
Profit before Provision		19,264.54	1,579,484
Specific provisions for Classified Investment		-	-
General Provisions for Unclassified Investment		-	-
Provisions for Other Assets		-	-
Total Provision		-	-
Total Profit before Provisions for Taxation		19,264.54	1,579,484
Deferred Tax Expenses		-	-
Current Tax Expenses		-	-
Net Profit after Taxation		19,264.54	1,579,484

Accompanying notes form an integral part of these financial statements

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Chairman

Director

Director

Managing Director

Signed as per our annexed report of even date

Dhaka:10 May 2012.

Hoda Vasi Chowdhury & Co Chartered Accountants

OFF-SHORE BANKING UNIT

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2011

	2	2011	
	<u>USD</u>	<u>Taka</u>	
Cash Flow from Operating Activities			
Investment Income receipt in cash	20,835.47	1,708,284	
Profit Paid on Deposits	-	-	
Fees & Commission receipt in cash	8.60	705	
Cash Payments to Employees	(1,431.26)	(117,348)	
Cash Payments to Suppliers	-	-	
Receipts from other Operating activities	50.00	4,099	
Payments for other Operating activities	(198.27)	(16,256)	
Operating Profit before changes in Operating Assets	19,264.54	1,579,484	
Changes in Operating Assets and Liabilities			
Investment to Customers	(2,075,835.47)	(170,196,090)	
Other Assets	-	-	
Deposits from other Banks	-	-	
Deposits received from Customers	-	-	
Other liabilities on account of customers	-	-	
Other Liabilities	-	-	
Sub Total	(2,075,835.47)	(170,196,090)	
A) Net Cash from Operating Activities	(2,056,570.93)	(168,616,605)	
Cash flows from Investing Activities			
Proceeds from Sale of fixed assets	-	-	
Purchases of Property, Plant & Equipments	-	-	
B) Net Cash from Investing Activities	-	-	
Cash flows from Financing Activities	2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	170 001 740	
Borrowing from Shahjalal Islami Bank Ltd	2,077,000.00	170,291,568	
C) Net Cash from Financing Activities	2,077,000.00	170,291,568	
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	20,429.07	1,674,963	
E) Cash and cash equivalents at the beginning of the year	<u> </u>		
F) Cash and cash equivalents at the end of the year (D+E)	20,429.07	1,674,963	

Accompanying notes form an integral part of these financial statements

Chairman

Director

Managing Director

OFF-SHORE BANKING UNIT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

1. Status of the Unit

Off-shore Banking Unit 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 40/5, North Avenue, Gulshan-2, Dhaka-1212. The Off-shore Banking Unit is governed under the rules and guidelines of Bangladesh Bank.

1.1 Nature of Business

The principal activities of the OBU are to provide commercial banking services through its Unit within the rules & regulations and guidelines applicable for the Off-shore Banking Units.

2. Significant Accounting Policies

2.1 Basis of accounting

The accounting records of the unit are maintains in USD forms and the financial statements are prepared under the historical cost convention and in accordance with first schedule of Bank Companies Act 1991 as amended by Bangladesh Bank BRPD Circular No.14 dated 25 June 2003, other Bangladesh Bank circulars, International Financial Reporting Standard adopted as Bangladesh Accounting Standards (BAS), the Companies Act 1994, the listing Regulations of the Stock Exchanges, the Securities and Exchange Rule 1987 and other laws and rules applicable in Bangladesh on a going concern basis.

2.2 Common expense

- a. Expenditure for audit fees has not been separately accounted for in the Financial Statements.
- b. Provision for taxation, loans & advances and off-Balance Sheet items have not been separately accounted for in these Financial Statements. These are accounted for in the central account of Shahajalal Islami Bank Limited.

2.3 General

- a) These Financial Statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- b) Assets and liabilities & income and expenses have been converted to Taka currency @ US\$1= Taka 81.9892 (weighted average rate as at 31st December 2011)

			2011
		<u>USD</u>	<u>Taka</u>
3	Balance with Other Banks and Financial Institutions		
	(Other than mudaraba Fund) Inside Bangladesh (Note - 3.1) Outside Bangladesh	20,429.07	1,674,963
3.1	Inside Bangladesh	20,429.07	1,674,963
3.1	Shahjalal Islami Bank Ltd	20,429.07 20,429.07	1,674,963 1,674,963
4	Investments (Loans and Advances)		
	Country-wise Classification of Investments: Inside Bangladesh Gross Murabaha, Bai-Muajjal etc		_
	Less: Profit receivable on Murabaha, Bai-Muajjal etc		
	Net Murabaha, Bai-Muajjal etc Bills purchased and discounted-net (Note- 4.1) Out side Bangladesh	2,075,835.47 -	170,196,090 -
		2,075,835.47	170,196,090

OFF-SHORE BANKING UNIT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

		20	2011	
		<u>USD</u>	<u>Taka</u>	
4.1	Bills Purchased and Discounted :			
	Payable inside Bangladesh	-	-	
	Payable outside Bangladesh	2,107,231.25	172,770,204	
	Gross Bills Purchased and Discounted	2,107,231.25	172,770,204	
	Less: Profit receivable on Bills Purchased and Discounted	31,395.78	2,574,115	
	Net Bills Purchased and Discounted	2,075,835.47	170,196,090	
5	Placement from other Banks & Financial Institutions			
	Borrowing from Shahjalal Islami Bank Ltd	2,077,000.00	170,291,568	
		2,077,000.00	170,291,568	
6	Retained Earnings			
	Opening balance	-	-	
	Add: Transfer from Profit & Loss Account	19,265.54	1,579,484	
		19,265.54	1,579,484	
7	Profit on Investment:			
	Profit received from Foreign Document Bill Purchased	20,835.47	1,708,284	
		20,835.47	1,708,284	
8	Commission, Exchange & Brokerage:			
	Commission from LC	8.60	705	
		8.60	705	
9	Other Operating Income:			
	SWIFT & REUTERS	50.00	4,099	
		50.00	4,099	
10	Salary & Allowances:			
	Basic Salary	728.94	59,765	
	Allowances	629.43	51,606	
	Bank's Contribution to Provident fund	72.89	5,976	
		1,431.26	117,348	
11	Rent, Taxes, Insurance, Electricity etc.:			
	Rent, Rates & Taxes	136.32	11,177	
	Electricity & Lighting	43.37	3,556	
		179.69	14,733	

SHAHJALAL ISLAMI BANK LIMITED

OFF-SHORE BANKING UNIT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

		201	1
		<u>USD</u>	<u>Taka</u>
12	Postage, Stamps, Telecommunication etc:		
	Telephone charges	12.38 12.38	1,015 1,015
13	Other Expenses:		
	Utility	6.20 6.20	508 508

Chairman

Director

Managing Director

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AUDITOR'S REPORT

TO THE SHAREHOLDERS OF SHAHJALAL ISLAMI BANK SECURITIES LIMITED

We have audited the accompanying financial statements of SHAHJALAL ISLAMI BANK SECURITIES LIMITED, which comprise the statement of financial position as at December 31, 2011, the statement of comprehensive income, for the period from May 25 to December 31, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management of SHAHJALAL ISLAMI BANK SECURITIES LIMITED is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements, prepared in accordance with Bangladesh Financial Reporting Standard (BFRS), give a true and fair view of the financial position as at December 31,2011 and its financial performance for the period from May 25, 2011 to December 31, 2011 and its cash flows for the year then ended and comply with the Companies Act 1994,the Securities and Exchange Act 1993, the Securities and Exchange Rules 1987, conditions and regulations issued by the Securities and Exchange Commission and other applicable laws and regulations.

We also report that:

- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- (c) the company's statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account; and
- (d) the expenditure incurred and payments made were for the purpose of the company's business for the year then ended.

Dhaka, Bangladesh Date: March 05, 2012 K. M. HASAN & CO. Chartered Accountants

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STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2011

Amount in Taka

Chairman 1 375

	<u>Notes</u>	<u>2011</u>	<u>2010</u>
ASSETS			
Non-current assets			
Property, plant and equipment	4	42,734,823	-
Investment in membership	5	518,500,000	518,500,000
		561,234,823	518,500,000
Current assets			
Investment to clients		4,056,308,040	-
Investment in securities through dealer account		593,118,807	-
Advances, deposits & prepayments	6	47,982,158	1,099,040
Accounts receivable	7	520,362,343	-
Cash and cash equivalents	8	947,399,641	450,000,000
		6,165,170,989	451,099,040
Total assets		6,726,405,812	969,599,040
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	9	2,140,000,000	450,000,000
Retained earnings		233,500	-
		2,140,233,500	450,000,000
Current liabilities			
Short term borrowings	10	2,791,104,913	-
Accounts payable	11	1,555,006,584	519,599,040
Other liabilities	12	6,945,505	-
Interim cash dividend payable		121,500,000	-
Provision for investments in securities		52,700,000	-
Provision for income tax		58,915,310	-
		4,586,172,312	519,599,040
Total equity and liabilities		6,726,405,812	969,599,040

(The annexed notes form an integral part of these financial statements)

For Shahjalal Islami Bank Securities Limited

Chief Executive Officer

Dhaka, Bangladesh

Date: March 05, 2012

Signed in terms of our report of even date annexed.

K. M. HASAN & CO.

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K. M. HASAN & CO. Chartered Accountants

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM MAY 25 TO DECEMBER 31, 2011

Amount in Taka

	<u>Notes</u>	<u>2011</u>	<u>2010</u>
Brokerage commission	13	109,704,863	-
Investment income		398,793,912	-
Other operating income	14	35,306,061	-
Operating income		543,804,836	-
Less: Operating expenses	15	47,876,789	-
Net income from operation		495,928,047	-
Add: Other income	16	67,575,184	-
Total income		563,503,231	
Less: Office and administrative expenses	17	32,556,058	-
Profit before financial expenses		530,947,173	-
Less: Financial expenses	18	297,598,363	-
		233,348,810	
Less: Provision for investments in securities		52,700,000	-
Net profit before tax		180,648,810	-
Less: Provision for income tax		58,915,310	-
Net profit after tax transferred to retained earnings	121,733,500	-	
Earnings per share (EPS)		0.57	

(The annexed notes form an integral part of these financial statements)

For Shahjalal Islami Bank Securities Limited

Chief Executive Officer

Dhaka, Bangladesh

Date: March 05, 2012

Signed in terms of our report of even date annexed.

K. M. HASAN & CO. Chartered Accountants

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SHAHJALAL ISLAMI BANK SECURITIES LIMITED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2011

(Amounts in Taka)

Particulars	Share capital	Retained earnings	Total
Balance as at January 01 , 2011	450,000,000	-	450,000,000
Issue of share	1,690,000,000	-	1,690,000,000
Net profit after tax	-	121,733,500	121,733,500
Interim cash dividend	-	(121,500,000)	(121,500,000)
Balance as at December 31, 2011	2,140,000,000	233,500	2,140,233,500
Balance as at December 31, 2010	450,000,000	-	450,000,000

For Shahjalal Islami Bank Securities Limited

Chief Executive Officer

Director

Chairman

Signed in terms of our report of even date annexed.

Dhaka , Bangladesh Date: March 05, 2012 K. M. HASAN & CO. Chartered Accountants

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STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2011

(Amount in Taka)

		<u>2011</u>	<u>2010</u>
A.	Cash flows from operating activities		
	Cash received for commission & others	422,801,851	-
	Payment for operating expenses & others	(69,650,407)	(1,099,040)
	Payment of Tax	(28,757,429)	-
	Payment of Profit	(10,737,333)	-
	Investment to client	(3,958,221,395)	-
	Net Cash used in operating activities	(3,644,564,713)	(1,099,040)
В.	Cash flow from investing activities		
	Payment for purchase of securities	(334,639,155)	(518,500,000)
	Purchase of property, plant & equipment	(4,501,404)	-
	Net Cash used in investing activities	(339,140,559)	(518,500,000)
ς.	Cash flow from financing activities		
	Receipts against short term borrowings	2,791,104,913	-
	Receipts from Shahjalal Islami Bank Ltd	· · · · · · · -	519,599,040
	Receipts from issue of share capital	1,690,000,000	450,000,000
	Net cash from financing activities	4,481,104,913	969,599,040
	Increase/(decrease) in cash and cash equivalents (A+B+C)	497,399,641	450,000,000
	Opening cash and cash equivalents	450,000,000	-
	Closing cash and cash equivalents	947,399,641	450,000,000

For Shahjalal Islami Bank Securities Limited

Chief Executive Officer

• Director

Signed in terms of our report of even date annexed.

Dhaka , Bangladesh Date: March 05, 2012 K. M. HASAN & CO. Chartered Accountants

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

1 Introduction

1.1 Legal status of the company

SHAHJALAL ISLAMI BANK SECURITIES LIMITED has been incorporated as a public limited company under the Companies Act 1994 vide certification of incorporation no. C - 86917/10 dated September 06, 2010 and commenced its operation on the 25th day of May 2011. Presently the company is operating its business through Head Office with one extension office and 08 (Eight) branches with 110 employees all over Bangladesh. It has corporate membership of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

1.2 Address of registered office and principal place of business

Its corporate head office and principal place of business is at Jiban Bima Bhaban, 10 Dilkusha C/A, Dhaka-1000.

2 Nature of business activities

The principal objectives of the company are to carry on the business of stock brokers/stock dealers and other related business in connection with the dealings of listed securities. Other objectives of the company are to buy, sell, hold shares, stocks and fixed income securities or otherwise acquire or invest the capital of the company in the same and other services as mentioned in the Memorandum and Articles of Association of the Company.

3 Significant accounting policies

3.1 Basis for preparation of financial statements

The financial statements have been prepared on a going concern concept basis under historical cost convention in accordance with the Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), Companies Act 1994 and other applicable laws and regulations.

3.2 Liabilities, provisions and disclosures

There are no other material liabilities or gains or loss contingencies that are required to be accrued or disclosed, other than those accrued or disclosed in the financial statements, nor there are any accruals for loss contingencies included in the statement of financial position that are not in conformity with the Company's existing practices.

3.3 Property, plant and equipment

- i) All property, plant and equipment are stated at cost less accumulated depreciation as per BAS -16 " Property, plant and equipment".
- ii) For addition the depreciation has been charged for the remaining days of the accounting year and for disposal depreciation charged up to the date of disposal.
- iii) Depreciation has been charged under reducing balance method at the followings rates:

Asset Category	Rate (%)
Furniture and fixtures	10-20
Office equipments	20

iv) Fixed assets transferred from Shahjalal Islami Bank Limited at written down value of Tk. 4,17,20,816 during the period has been included in the addition of assets.

3.4 Investments to clients

Investments to clients include investment to margin customers and receivable there from.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

3.5 Corporate income tax

Income tax withheld from the transactions of traded securities @ 0.10% and 0.05% is the final tax liability of the company under section 82C of Income Tax Ordinance 1984. Income tax provision is made on capital gains on sale of shares of listed securities @ 10% as per SRO No. 269/Law/Income Tax/2010 dated 1 July 2010 whereas it is to pay @37.5% on other income as per income tax law.

3.6 Revenue recognition

Revenue is recognised only when it is probable that the economic benefits associated with the transaction will flow to the company and the amount of revenue can be measured reliably.

Revenue recognition policy on specific item is described as under:

- (i) Brokerage commission is recognised as income when selling or buying order is executed.
- (ii) Income from profit bearing Bank Account is recognized on accrual basis.
- (iii) Capital gains on sale of securities are recognised when these are realised.

3.7 Statement of cash flows

Statement of cash flows is prepared principally in accordance with BAS -7 " Statement of Cash Flows" and cash flows from operating activities have been presented under direct method.

3.8 General

- (i) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- (ii) The figures in the financial statements represent Bangladesh currency (Taka), which have been rounded off to the nearest Taka.

4. Property, plant and equipment

Amount in Taka

		COST				DEPRICIATION				Written
Particulars	Balance as on 01.01.11	Additions	Sales/ Adjustment	Balance as on 31.12.11	Rate (%)	Balance as on 01.01.11	Charged for the period	Adjus- tment	Balance as on 31.12.11	Down value as on 31.12.11
Furniture and fixtures	-	22,386,352	-	22,386,352	10%-20%	_	1,158,364	_	1,158,364	21,227,988
Office equipment	-	23,835,868		23,835,868	20%	-	2,329,033	-	2,329,033	21,506,835
Total at December 31, 2011	-	46,222,220	-	46,222,220		-	3,487,397	-	3,487,397	42,734,823
Total at December 31, 2010	-	-	-	-		-	-	-	-	-

2011	2010
<u>Taka</u>	<u>Taka</u>

5 Investment in membership

Membership license-DSE Membership license-CSE

518,500,000	518,500,000
156,500,000	156,500,000
362,000,000	362,000,000

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

Advances, deposits & prepayments Advance office rent Advance commission for bank guarantee Advance income tax Pre- incorporation expenses (6.1) Prepaid expenses Consent fee-SEC Registration and other fee- RJSC Audit fee Profit receivable (7.1) Receivable from Sale of securities through delar account Receivable from DSE Receivable from DSE Receivable from DSE Receivable from CSE Advance office rent 16,445,775 958,331 16,945,77429 11,099,040 11,099,040 11,099,040 11,099,040 12,000 130,000 14,099,040 15,203 152,306,061 16,445,775 16,445,775 16,445,775 16,445,775 16,499,040 17,982,158 18,000 19,990,040 19,990,040 10,990,	2010 <u>Taka</u>
Advance commission for bank guarantee 958,331 Advance income tax 28,757,429 Pre- incorporation expenses (6.1) 1,099,040 Prepaid expenses 721,583 47,982,158 6.1 Pre- incorporation expenses Consent fee-SEC 130,000 Registration and other fee- RJSC 949,040 Audit fee 20,000 Audit fee 20,000 1,099,040 7 Accounts receivable Profit receivable (7.1) 460,159,623 Receivable from sale of securities through delar account 35,306,061 Receivable from Shahjalal Islami Bank Limited 22,350,957 Receivable from DSE 552,620 Receivable from CSE 1,993,082	
Advance commission for bank guarantee 958,331 Advance income tax 28,757,429 Pre- incorporation expenses (6.1) 1,099,040 Prepaid expenses 721,583 47,982,158 6.1 Pre- incorporation expenses Consent fee-SEC 130,000 Registration and other fee- RJSC 949,040 Audit fee 20,000 Audit fee 20,000 1,099,040 7 Accounts receivable Profit receivable (7.1) 460,159,623 Receivable from sale of securities through delar account 35,306,061 Receivable from Shahjalal Islami Bank Limited 22,350,957 Receivable from DSE 552,620 Receivable from CSE 1,993,082	-
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6.1 Pre- incorporation expenses Consent fee-SEC Registration and other fee- RJSC Audit fee 7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE Receivable from CSE	1,099,040
6.1 Pre- incorporation expenses Consent fee-SEC Registration and other fee- RJSC Audit fee 7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE 8 130,000 949,040 1,099,040 1,099,040 460,159,623 35,306,061 22,350,957 852,620 1,993,082	-
Consent fee-SEC Registration and other fee- RJSC Audit fee 7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE Receivable from CSE 130,000 949,040 1,099,040 460,159,623 35,306,061 22,350,957 552,620 1,993,082	1,099,040
Consent fee-SEC Registration and other fee- RJSC Audit fee 7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE Receivable from CSE 130,000 949,040 1,099,040 460,159,623 35,306,061 22,350,957 552,620 1,993,082	
Audit fee 20,000 1,099,040 7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE 20,000 1,099,040 460,159,623 35,306,061 22,350,957 852,620 1,993,082	130,000
7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE 1,993,082	949,040
7 Accounts receivable Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE 460,159,623 35,306,061 22,350,957 552,620 1,993,082	20,000
Profit receivable (7.1) Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited Receivable from DSE Receivable from CSE 460,159,623 35,306,061 22,350,957 552,620 1,993,082	1,099,040
Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited 22,350,957 Receivable from DSE 552,620 Receivable from CSE 1,993,082	
Receivable from sale of securities through delar account Receivable from Shahjalal Islami Bank Limited 22,350,957 Receivable from DSE 552,620 Receivable from CSE 1,993,082	-
Receivable from Shahjalal Islami Bank Limited 22,350,957 Receivable from DSE 552,620 Receivable from CSE 1,993,082	-
Receivable from DSE 552,620 Receivable from CSE 1,993,082	-
	-
	_
	-
7.1 Profit receivable	
Profit accrued on mudaraba term deposits 4,806,858	-
Profit from margin investment 455,352,765	-
460,159,623	-
8 Cash and cash equivalents	
Cash in hand	
Cash at bank (8.1) 947,399,641	450,000,000
947,399,641	450,000,000
8.1 Cash at bank Shahjalal islami bank limited 945,709,199	450,000,000
One bank limited 943,709,199 1,688,619	- -
Al-arafah islami bank limited 1,823	_
947,399,641	450,000,000

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

			2011 <u>Taka</u>	2010 <u>Taka</u>
Share	capital			
	rised 10,000 ordinary shares of Tk. 10 each I, Subscribed and Paid up:		5,000,000,000	2,000,000,000
	10,000 ordinary shares of Tk. 10 each		2,140,000,000	450,000,000
SI. No.	Name of Shareholders	No. of Shares 2011		
1	Shahjalal Islami Bank Limited	191,500,000	1,915,000,000	225,000,000
2	Alhaj Sajjatuz Jumma	1,250,000	12,500,000	12,500,000
3	Alhaj Anwer Hossain Khan	1,250,000	12,500,000	12,500,000
4	Alhaj Mohammed Faruque	1,250,000	12,500,000	12,500,000
5	Alhaj Tofazzal Hossain	1,250,000	12,500,000	12,500,000
6	Electra International Ltd.	1,250,000	12,500,000	12,500,000
	(Represented by : Alhaj Md. Sanaullah Shahio	d)		
7	Shams Uddin Khan And Harun Miah Ltd.	1,250,000	12,500,000	12,500,000
	(Represented by : Alhaj Shams Uddin Khan)			
8	Alhaj Mohammed Farooq	1,250,000	12,500,000	12,500,000
9	Alhaj Mohammed Hasan	1,250,000	12,500,000	12,500,000
10	Alhaj Md. Abdul Barek	1,250,000	12,500,000	12,500,000
11	Alhaj Mohammed Solaiman	1,250,000	12,500,000	12,500,000
12	Alhaj Syed Nurul Arefeen	1,250,000	12,500,000	12,500,000
13	Alhaj Abdul Halim	1,250,000	12,500,000	12,500,000
14	Alhaj Mohiuddin Ahmed	1,250,000	12,500,000	12,500,000
15	Alhaj Akkas Uddin Mollah	1,250,000	12,500,000	12,500,000
16	Alhaj Khandoker Sakib Ahmed	1,250,000	12,500,000	12,500,000
17	Alhaj Engr.Md.Towhidur Rahman	1,250,000	12,500,000	12,500,000
18	Alhaj A. K. Azad	1,250,000	12,500,000	12,500,000
19	Alhaj Mohammed Younus	1,250,000	12,500,000	12,500,000
		214,000,000	2,140,000,000	450,000,000

N.B: Paid-up capital has been increased amounting Tk. 1,690,000,000 during this year since Shahjalal Islami Bank Ltd. has acquired 169,000,000 ordinary shares. All other shareholders are at the same position as at 31 December 2011 comparing with the year ended on 31 December 2010.

10 Short term borrowings

Payable to Shahjalal islami bank ltd.- bai-muajjal margin investment Payable to al-arafah islami bank ltd.- bai-muajjal investment

2,791,104,913	
700,000,000	
2,091,104,913	-

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

		2011 <u>Taka</u>	2010 <u>Taka</u>
11	Accounts payable		
	Payable to client Payable to DSE Payable to CSE Payable to Shahjalal Islami Bank Limited (11.1) Other payable (11.2)	98,086,645 257,245,036 1,234,616 1,185,554,843 12,885,444 1,555,006,584	519,599,040 - 519,599,040
11.1	Payable to Shahjalal Islami Bank Limited Payable for others {11.1 (a)} Profit Payable for margin investment	911,579,257 273,975,586 1,185,554,843	519,599,040 - 519,599,040
11.1(a)	Payable for others Furniture & fixture Office equipment Other expenditure Pre-incorporation expenditure Profit before commencement of business Membership purchase (DSE & CSE) Advance office rent	20,922,248 20,798,568 51,084 1,099,040 331,784,174 518,500,000 18,424,143 911,579,257	1,099,040 - 518,500,000 - 519,599,040
11.2	Other payable Profit payable to al-arafah islami bank ltd bai-muajjal investment	12,885,444	<u>-</u>
12	Other liabilities		
	Accrued expenses VAT payable Tax payable Auditors' fee Incentive bonus payable	1,691,115 149,067 80,323 25,000 5,000,000 6,945,505	- - - - -
13	Brokerage commission		
	Commission income through DSE Commission income through CSE	107,315,208 2,389,655 109,704,863	- - -
14	Other operating income		
	Income from Investment in securities Dividend income	34,808,061 498,000 35,306,061	- - -

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

		2011 <u>Taka</u>	2010 <u>Taka</u>
15	Operating expenses		
	Rent, taxes, insurance, electricity etc (15.1) Legal expenses (15.2) Postage, stamp, telecommunication etc (15.3) Stationery, printing & advertisement etc (15.4) Depreciation, repairs & maintenance (15.5) Other operating expenses (15.6)	15,289,325 65,000 2,570,391 1,470,364 3,676,314 24,805,395 47,876,789	- - - - - -
15.1	Rent, taxes, insurance, electricity etc Office rent Electricity & generator	13,960,900 1,328,425 15,289,325	- - -
15.2	Legal & professional expenses	65,000	-
15.3	Postage, stamp, telecommunication etc Revenue stamp Telephone & mobile Networking	43,823 470,443 2,056,125 2,570,391	- - - -
15.4	Stationery, printing & advertisement etc Office stationery Other stationery Paper expenses Advertisement Printing	168,092 669,450 134,250 460,072 38,500	- - - - -
15.5	Depreciation, repairs & maintenance Depreciation Repair & maintenance	3,487,397 188,917 3,676,314	- - -

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

		2011 <u>Taka</u>	2010 <u>Taka</u>
15.6	Other expenses		
	Commission expenses	1,341,669	-
	Conveyance	71,685	-
	Conference expenses	70,037	-
	Travelling and conveyance	24,790	-
	Uniform	21,500	-
	Water bill	132,251	-
	Consent fee	378,000	-
	Trade license renewal fee	16,000	-
	Training expense	42,000	-
	Bank charge	92,058	-
	Excise duty	127,000	-
	Entertainment	1,044,349	-
	Capital issue expenses	1,355,000	-
	Howla charge	1,077,180	-
	Laga charge	5,500,112	-
	Audit fee	25,000	-
	BO A/C maintenance fee	2,317,200	-
	Gratuity expenses	3,501,890	-
	CDBL transaction fee	7,628,644	-
	Miscellaneous expenses	39,030	-
		24,805,395	-
16	Other income		
	Marsin documentation for	454,000	
	Margin documentation fee	454,000 386,000	-
	BO account opening fee Income from CDBL		-
	Cheque dishonour fee	1,830,383 41,000	-
	•		-
	BO account maintenance charge	2,896,500 150,508	-
	BO account closing fee	49,976,761	-
	Profit on mudaraba term deposit		-
	Profit on special notice deposit	11,840,032	
		67,575,184	
17	Office and administrative expenses		
	Basic salary	13,250,673	-
	Allowance	9,771,179	-
	Bonus	8,142,050	-
	Contribution to provident fund	729,654	-
	Holiday allowance	32,500	-
	Office maintenance	630,002	-
		32,556,058	
18	Financial expenses		
	Profit paid on bai-muazzal (margin)	273,975,586	_
	Profit paid on bai-muazzal (FO)	10,737,333	- -
	Profit paid on bai-muazzal (PO) Profit paid on bai muazzal (revolving)	12,885,444	-
	r rollt paid off barfildazzar (revolvilly)	297,598,363	

Notice of the 11th Annual General Meeting

SHAHJALAL ISLAMI BANK LIMITED

REGISTERED OFFICE:

Uday Sanz, Plot No-SE(A), 2/B Gulshan South Avenue Gulshan-1, Dhaka-1212

Notice is hereby given to all shareholders of Shahjalal Islami Bank Limited that the 11th Annual General Meeting of the company will be held on Tuesday, the 19th June, 2012 at 10.00 am at the Hall of Fame of Bangabandhu International Conference Centre, Sher-E-Bangla Nagar, Agargoan, Dhaka-1207 to transact the following business:

AGENDA

- 1. To receive, consider and adopt the Audited Balance Sheet and Profit and Loss Account of the Company for the period ended on 31st December 2011 along with Auditor's Report and Director's Report.
- 2. To approve Dividend for the year ended 31st December 2011 as recommended by the Board of Directors.
- 3. To elect/reelect Directors in accordance with the provisions of the Articles of Association of the Company.
- 4. To appoint Auditors of the Company for the term till the next Annual General Meeting and fix their remuneration.

By the order of the Board of Directors

sd/-

Emran Hossain EVP & Company Secretary

Dated: 17.05.2012

NOTES:

- The Record Date is 24.05.2012. Trading of the Company's shares in the Stock Exchanges will remain suspended on the Record Date.
- The Board of Directors has recommended 25% Stock Dividend (Bonus Share) for the year ended 31st December 2011. The Shareholders whose name will appear in the CDS/Company's Register on the Record Date will be entitled to attend the meeting and receive the Stock Dividend.
- Any Member of the Company entitled to attend and vote at the Meeting may appoint a Proxy on his/her behalf. The instrument appointing a proxy duly signed by the Member and stamped must be submitted at the Registered Office of the Company at least 72 (Seventy two) hours before the meeting.
- 4. The existing Auditors M/s. Hoda Vasi Chowdhury & Co., Chartered Accountants being eligible applied for re-appointment.

- As per provision of the Article of Association of the Company, the Directors who shall retire at the meeting, being eligible, offered themselves for re-election.
- 6. Annual Report, Attendance Slip and Proxy Form along with the notice will be sent to the shareholders' Addresses by post/courier.
- Change of address, if any, should be notified to their Depository Participant.
- 8. Attendance Slip (duly signed) must be submitted to the Registration Counter at the time of entrance.
- 9. Registration Counter shall remain open from 8.00 am to 10.00 am
- 10. Without any registration none will be allowed to attend the meeting.

228 Shahjalal Islami Bank Limited

DHAKA ZONE

DHAKA MAIN BRANCH

58 Dilkusha C/A, Dhaka-1000. Phone: 02-9570795-8, 9570804, 9570805, Fax: 02-9556011

e-mail: sblmain@shahjalalbank.com.bd

DHANMONDI BRANCH

Momtaz Plaza (1st floor) House # 07, Road # 04, Dhanmondi R/A, Dhaka-1205.

Phone: 02-9665766-7, Fax: 02-9665768 e-mail: sbldhan@shahjalalbank.com.bd

FOREIGN EXCHANGE BRANCH

Modern Mansion (1st & 2nd floor), 53 Motijheel C/A, Dhaka-1000

Phone: 02-7160332-3, 7160330, Fax: 02-7160331

e-mail: sblfex@shahjalalbank.com.bd

KAWRAN BAZAR BRANCH

T K Bhaban, 13 Kazi Nazrul Islam Avenue,

Kawran Bazar, Dhaka

Phone: 02-9114044, 9122396, Fax: 02-9126604 e-mail: sblkawran@shahjalalbank.com.bd

BANGSHAL BRANCH

215/1, Bangshal Road, Dhaka-1100 Phone: 02-9552922, Fax: 02-7172910 e-mail: sblbangshal@shahjalalbank.com.bd

NARAYANGANJ BRANCH

Osman Tower

56/1 S. M. Maleh Road, Narayanganj Phone: 02-7635172-3, Fax: 02-7635173 e-mail: sblngonj@shahjalalbank.com.bd

BANANI BRANCH

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Fax: 02-7315534

e-mail: sblmford@shahjalalbank.com.bd

GULSHAN BRANCH

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Phone: 02-9890520-1, 9893454, 9890322

Fax: 02-9893008

e-mail: sblgul@shahjalalbank.com.bd

JOYDEVPUR CHOWRASTA BRANCH

Khaleque Complex (1st floor), Joydevpur Chowrasta, Gazipur Phone: 02-9262393-4, Fax: 02-9262393

e-mail: sbljcb@shahjalalbank.com.bd

UTTARA BRANCH

Anwar Complex (1st floor), House# 12,

Road # 14/C, Sector # 4,

Uttara Model Town, Dhaka-1230

Phone: 02-8932084, 02-8953553, 02-7912660

Fax: 02-8953586

e-mail: sbluttara@shahjalalbank.com.bd

BAIPAIL (DHAKA EPZ) BRANCH

Swapneel Tower (1st fl¬oor)

Baipail, DEPZ Savar, Dhaka.

Phone: 02-7702517 , Fax: 7702517 e-mail: sblbaipail@shahjalalbank.com.bd

SATMASJID ROAD BRANCH

Khuda Buksh Foundation (1st floor), Road # 11/A, House#99, Dhanmondi, Dhaka-1209.

Phone: 02-9129848, 02-9127931

Fax: 02-9129848

e-mail: sblsmr@shahjalalbank.com.bd

MOTIJHEEL BRANCH

Karim Chamber (Ground & 1st fl¬oor) 99, Motijheel C/A, Dhaka-1000 Phone: 02-9563156, 0-9562763

Fax: 02-9560249

e-mail: sblmjheel@shahjalalbank.com.bd

SAVAR BRANCH

Bismillah Super Market (1st floor) B-71/1 & B-72/1 Bazar Road,

Savar, Dhaka

Phone: 02-7742894-5, Fax: 02-7742893 e-mail: sblsavar@shahjalalbank.com.bd

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311 Progoti Sarani (1st fl-oor), Nayanogor,

Baridhara, Badda, Dhaka Phone: 02-8412672 Fax: 02-8412649

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COLLEGE GATE BRANCH

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Mirpur Road, Dhaka.

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MADHABDI BRANCH

Jalpotti Road, Vill: Choto Madhabdi,

Pauroshava & P. S.: Madhabdi, Dist: Norsingdi. Phone: 02-9446017, 02-9446166, Fax: 02-9446167 e-mail: sblmadhabdi@shahjalalbank.com.bd

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BIJOYNAGAR BRANCH

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BARUAKHALI BRANCH

Baruakhali High School Market (1st floor), P.S.:Nababganj, P.O.: Baruakhali, Dhaka. Phone: 01755556136, 01755556236

Fax: 038945-52598

e-mail: sblbaruakhali@shahjalalbank.com.bd

BARACHOWNA BRANCH

Barachowna Bazar, P.S.: Shakhipur,

Dist: Tangail.

Phone: 01755556145

e-mail: sblbarachowna@shahjalalbank.com.bd

GULSHAN SOUTH AVENUE BRANCH

Uday Sanz, Plot No. SE (A), 2/B Gulshan South Avenue, Gulshan-1, Dhaka Phone: 02-8819029 PABX: 8827427

Fax- 02-8827406

e-mail: sblgsa@shahjalalbank.com.bd

BHALUKA SME/AGRI BRANCH

Masud Market (1st floor), Holding No. 58 Bhaluka, Mymensingh Phone: 09022-56175

Fax- 09022-56237

e-mail: sblbhaluka@shahjalalbank.com.bd

MAWNA BRANCH

N.S. Bhaban (1st floor), Mawna Chowrasta, Sreepur, Gazipur Phone: PABX: 06825-52906 Direct: 06825-52907 Fax: 06825-52908 e-mail: sblmawna@shahjalalbank.com.bd

TANGAIL BRANCH

Nirala Complex (1st & 2nd floor), Nirala More, Main Road, Tangail Phone: 0921-62434 Fax- 0921-62435 e-mail: sbltangail@shahjalalbank.com.bd

MOHAKHALI BRANCH

Ismail Mansion (Ground floor), 32 Mohakhali C/A

Wireless Gate, Dhaka-1212

Phone: 9884782, 9884784, Fax: 88-02-9881103 e-mail: sblmohakhali@shahjalalbank.com.bd

UTTARA LADIES BRANCH

Solar Trade Center (1st & 2nd floor), Plot #16, Sector #11, Garib-E-Newaz Avenue, Uttara

Dhaka-1230, Phone: 8991901-2

e-mail: uttaraladies@shahjalalbank.com.bd

ASHKONA BRANCH

City Port, 398 Ashkona Bazar Road

(Haji Camp), Dhaka.

Phone: 02-8956762, Fax: 02-7911606 e-mail: sblashkona@shahjalalbank.com.bd

SHAFIPUR BRANCH

A-62 Haji Osman Market, Shafipur Bazar,

Kaliakair, Gazipur.

Phone: 06822-51864-6 Fax- 06822-51867 e-mail: sblshafipur@shahjalalbank.com.bd

TONGI SME/AGRI BRANCH

Rupali Plaza (1st floor), Holding No. 24, Anarkoli Road, Tongi Bazar, Tongi, Gazipur

Phone: 9817393, PABX: 9817391-2

Fax: 02-9817394

e-mail: sbltongi@shahjalalbank.com.bd

ESKATON BRANCH

Eskaton Fantasia (1st floor)

Holding No. 122 & 123, New Eskaton, Dhaka Phone: 02-9355681, 8316973, Fax: 02-9355672 e-mail: sbleskaton@shahjalalbank.com.bd

FARIDPUR BRANCH

110, Thana Road (1st & 2nd floor), Faridpur Phone: 0631-67156, PABX: 0631-67155

Fax: 0631-67154

e-mail: sblfaridpur@shahjalalbank.com.bd

SHIKARPUR NIMTOLA BRANCH

Eajuddin Mollah Super Market (1st floor) 573 Shirajdikhan, Keyan, Munshigonj. Cell: 01755556165, 01755556265 e-mail: sblnimtola@shahjalalbank.com.bd

NAWABPUR ROAD BRANCH

Fazlur Rahman Plaza (1st floor) 218 Nawabpur Road, Dhaka.

Phone: 7125943, 7125947, Fax: 88-02-7125982 e-mail: sblnawabpur@shahjalalbank.com.bd

CHITTAGONG ZONE

AGRABAD BRANCH

Delwar Building 104, Agrabad C/A, Chittagong. Phone: 031-2523050-3

Fax: 031-716960

e-mail: sblagra@shahjalalbank.com.bd

JUBILEE ROAD BRANCH

Haque Tower (1st fl¬oor), 610/11 Jubilee Road, Chittagong.

Phone: 031-2853151-2 Fax- 88-031-2853153 e-mail: sbljubilee@shahjalalbank.com.bd

COMILLA BRANCH

Salahuddin Complex (1st & 2nd floor), Monohorpur, Chowmuhoni, Laksam Road, Comilla, Phone: 081-61655, Fax: 081-61545. e-mail: sblcomilla@shahjalalbank.com.bd

NAZIRHAT BRANCH

B. A. Center (1st floor), Nazirhat, Fatikchhari, Chittagong. Cell: 01755556147, 01755556247

e-mail: sblnazirhat@shahjalalbank.com.bd

RAMGONJ BRANCH

Islam Plaza (1st floor), 85, Sonapur Bazar,

Ramgonj, Laksmipur.

Phone: 0382-475405, Fax: 0382-475079 e-mail: sblramgonj@shahjalalbank.com.bd

BRAHMANBARIA BRANCH

City Center Shopping Complex (2nd floor), 1072 Court Road, Brahmanbaria Phone: 0851-61170, Fax: 0851-61370 e-mail: sblbbaria@shahjalalbank.com.bd

CHOWMUHANI BRANCH

Ali Bhaban (1st & 2nd floor), 1523 Karimpur Road, Chowmuhani, Begumganj, Noakhali

KHATUNGANJ BRANCH

398/A, Khatunganj (1st & 2nd floor), Chittagong.

Phone: 031-637256, 637275, 637257

Fax: 031-637281

e-mail: sblkhatun@shahjalalbank.com.bd

MURADPUR BRANCH

Shiraj Shopping Complex (1st floor)

85, Muradpur, Chittagong

Phone: 031-2552589-91 Fax- 031-2552592 e-mail: sblmuradpur@shahjalalbank.com.bd

ASHUGONJ BRANCH

Doctor Plaza (1st floor), Kachari Road, Ashugonj.

Phone: 08528-74103 Fax- 08528-74104 e-mail: sblashugonj@shahjalalbank.com.bd

CHAWKBAZAR BRANCH

2 Chawkbazar, kapashgola Road, Chittagong Phone: 0312-865281-2 Fax- 0312-865284 e-mail: sblchawkbazar@shahjalalbank.com.bd

COX'S BAZAR BRANCH

A. B. Super Market (1st floor) 145 Laldighirpar, Cox's Bazar.

Phone: 0341-52031 Fax- 0341-52032

e-mail: sblcox'sbazar@shahjalalbank.com.bd

BANDARTILA BRANCH

Zalal Plaza (1st floor), 311 Bandartila,

Sailor's Colony, Chittagong

Phone: 031-741174, 031-741203, 031-741214

Fax: 031-741195

e-mail: sblbandartila@shahjalalbank.com.bd

HAJIGONJ BRANCH

Maa Mansion (1st & 2nd floor), 622 Hajigonj, Chandpur.

Phone: 08424-75138, Fax: 08424-75139 e-mail: sblhajigonj@shahjalalbank.com.bd

Phone: 0321-56646 Fax- 0321-56645

e-mail: sblchowmuhani@shahjalalbank.com.bd

LAXMIPUR BRANCH

Haider Shopping Complex (2nd floor), 339 Hospital Road,

Laxmipur Sadar, Laxmipur.

Phone: 0381-55308, Fax: 0381-55360 e-mail: sbllaxmipur@shahjalalbank.com.bd

MADUNAGHAT BRANCH:

Abul Farah Market (1st floor), Madunaghat Bazar Road,

Madarsha, Hathazari, Chittagong.

Phone: 031-2573261-2, Fax: 031-2573264 e-mail: sblmodunaghat@shahjalalbank.com.bd

FENI BRANCH

295-2 & 202 S. S. K. Road (1st & 2nd floor)

Feni Sadar, Feni.

Phone: 0331-69021-2, Fax: 0331-73372 e-mail: sblfeni@shahjalalbank.com.bd

WASA MOOR BRANCH:

Mim Hasnat Tower (1st floor), 88 High Level Road,

Wasa Moor, Lalkhan Bazar, Chittagong.

Phone: 031-633060-1 Fax: 031-633062

e-mail: sblwmoor@shahjalalbank.com.bd

KHULNA ZONE

KHULNA BRANCH

04 KDA Avenue, Khulna Phone: 041-2830458-60

Fax: 041-2830457

e-mail: sblkhulna@shahjalalbank.com.bd

KALIGONJ BRANCH

Munsur Plaza (1st floor),

162 Madhugonj Bazar, Kaligonj, Jhenaidah.

Phone: 04523-56677, 01755-556149, Fax: 04523-56678

e-mail: sblkaligonj@shahjalalbank.com.bd

JESSORE BRANCH

Sadhinata Castle (1st & 2nd floor) 91, M.K. Road. Kotowali, Jessore.

Phone: 0421-64641, 0421-65385, Fax-0421-65386 e-mail: sbljessore@shahjalalbank.com.bd

KUSHTIA BRANCH

7 N. S. Road (1st & 2nd floor)

Kushtia Sadar, Kushtia.

Phone: 071-63094, 071-63103, Fax: 071-63095 e-mail: sblkustia@shahjalalbank.com.bd

SYLHET ZONE

BEANI BAZAR BRANCH

City Centre Bhaban (1st floor) Beanibazar Market, Beanibazar, Sylhet

Phone: 08223-56134, Fax: 08223-56134 e-mail: sblbeani@shahjalalbank.com.bd

SYLHET BRANCH

Al-Falah Tower (1st floor),

Dhupadighir Purbopar, Kotowali, Sylhet.

Phone: 0821-725115, 0821-725798, Fax: 0821-725225

e-mail: sblsylhet@shahjalalbank.com.bd

SYLHET ZONE

DARGAH GATE BRANCH

297 Amberkhana, Dargah Gate, Airport Road, Sylhet

Phone: 01755-556112, Fax 0821-727239 e-mail: sbldargah@shahjalalbank.com.bd

GOALABAZAR BRANCH

Afzal Mansion (1st floor), Goala Bazar P. O.: Goala Bazar, P.S.: Osmani Nagor, Sylhet. Phone: 08242-56307, Fax: 08242-56238. e-mail: sblgoalabazar@shahjalalbank.com.bd

MOULVIBAZAR BRANCH

286/300 Ahmed Mansion (1st fl¬oor), Saifur Rahman Road, Moulvibazar-3200. Phone: 0861-62874-6 Fax- 0861-62875 e-mail: sblmoulvi@shahjalalbank.com.bd

RAJSHAHI ZONE

SAIDPUR BRANCH

Saidpur Plaza(1st floor), Sher-e-Bangla Road Saidpur, Nilphamari

Phone: 05526-73025 Fax: 05526-73027 e-mail: sblsaidpur@shahjalalbank.com.bd

BOGRA BRANCH

Nurul Hoque Tower (1st floor) 357/395, Boro Gola More, Bogra.

Phone: 051-67206, 051-67646, Fax: 051-67205 e-mail: sblbogra@shahjalalbank.com.bd

DINAJPUR BRANCH

Holding No. 887/848 (1st floor), Gonesh Tola, Kotowali, Dinajpur Phone: 0531-52052-3, Fax- 0531-52054 e-mail: sbldinajpur@shahjalalbank.com.bd

RAJSHAHI BRANCH

Habib Plaza (1st floor), 111 Shaheb Bazar, Zero Point, Rajshahi. Phone:0721-772402, Fax: 0721-772427 e-mail: sblrajshahi@shahjalalbank.com.bd

NAOGAON BRANCH

Holding no. 3366 (1st floor) Naogaon Main Road, Chawkdev, Naogaon. Phone: 0741-61496, 0741-62174, Fax: 0741-61496 e-mail: sblnaogaon@shahjalalbank.com.bd

RANGPUR BRANCH

M.H. Rashid Shopping Complex (1st & 2nd floor), 88 Station Road, Rangpur Phone: 0521-63012, Fax-0521-63082 e-mail: sblrangpur@shahjalalbank.com.bd

BARISAL ZONE

KHEPUPARA BRANCH

116, Oil Mill Road, Khepupara, Patuakhali. Phone: 04425-56507, Fax: 04425-56508 e-mail: sblkhepupara@shahjalalbank.com.bd

BARISAL BRANCH

Hawladar Plaza, 475 K. B. Hemayet Uddin Road (1st & 2nd floor), Barisal.

Phone: 0431-2177505, 62138, Fax: 0431-62262 e-mail: sblbarisal@shahjalalbank.com.bd

SME SERVICE CENTRES

JATRABARI SME SERVICE CENTRE

Nowab Stone Tower Holding no. 33/2, North Jatrabari, Dhaka. Cell: 01919-801419

MOULVIBAZAR SME SERVICE CENTRE

2 Moulvibazar Road, Imamgonj, Lalbag, Dhaka-1211, Cell: 01552-323313 Mirpur-1 SME Service Centre Hajrat Shah Ali School & College Shopping Complex, Mirpur-1, Dhaka.

PATUATULI SME SERVICE CENTRE

Nurul Haque Tower (2nd Floor) 21 & 22 Patuatuli Road, Dhaka-1100. Cell: 01726-111222

MOUCHAK SME SERVICE CENTRE

240 Outer Circular Road (2nd Floor) Mouchak, Malibag, Dhaka-1217. Cell: 01716-240151

KAMAL BAZAR SME SERVICE CENTRE

Kabir Tower, Holding No.2908/2959 Kalur Ghat, Arkan Road, Mohara, Chittagong City Corporation Chittagong. Cell: 01190-755127

OFF-SHORE BANKING UNIT

40/5, North Avenue, Gulshan-2, Dhaka-1212. Phone: 02-9890520-1, 9893454 Fax: 02-9893008.

SHAHJALAL ISLAMI BANK SECURITIES LIMITED

MAIN OFFICE

Jiban Bima Bhaban Front Block (4th floor) 10, Dilkusha Commercial Area, Dhaka-1000 Phone: 7163253, 7118425, Fax: 02-7161877

EXTENSION OF MAIN OFFICE

Karim Chamber, (1st floor) 99, Motijheel C/A, Dhaka 1000 Phone: 7160755, 7164923 Fax: 02-7161877

BRANCHES DHAKA ZONE

GULSHAN UNIT

Jabber Tower (4th floor) Holding no. 42, Road no. 135 Gulshan-1, Dhaka-1212

Phone: 9860423, 9861338, 9860950, Fax: 9860423

SAVAR UNIT

Bismillah Super Market 71/1 & 72/1, Bazar Road, Savar, Dhaka Phone: 7744108, 7744109

Fax: 7744107

MOUCHAK UNIT

240 Outer Circular Road (3rd Floor) Malibag, Mouchak, Dhaka

Phone: 8331973-74, Fax: 02-8322696

COLLEGE GATE UNIT

Union Center (1st Floor) 1/5, Mohammadpur Housing Estate Mirpur Road, Dhaka

Phone: 8156267, 9146597, Fax: 02-9146621

UTTARA UNIT

NZ Center (1st Floor) Plot # 05, Road # 12 Sector # 06, Uttara, Dhaka Phone: 8963046, 8963276

CHITTAGONG ZONE

AGRABAD UNIT

Delwar Building 104 Agrabad C/A Chittagong, Tel: 031-2528350

Fax: 031-2528352

CHAWKBAZAR UNIT

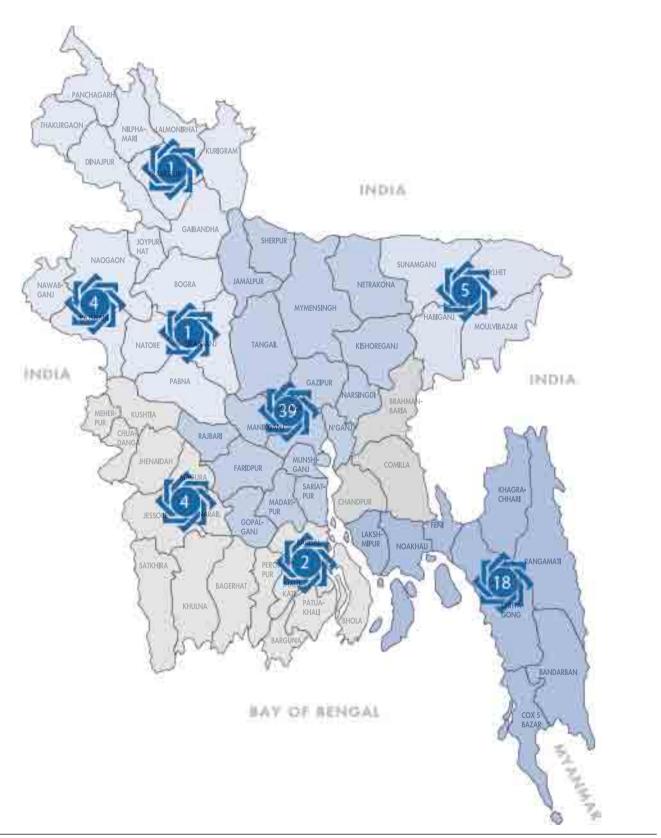
2 No. Chawkbazar (2nd Floor) Kapasgola Road Phone: 031-626403 (PABX) 031-626402, 626404

SYLHET ZONE

SYLHET UNIT

Al-Falah Tower (1st Floor) Dhopa Dighir Purbopar, Sylhet Phone: 0821-720966 Fax: 0821-720711

Branch Network in Map



ATM Location

Dhaka Zone

Dhaka Main ATM

58 Dilkusha C/A, Dhaka - 1000.

Motijheel ATM

Karim Chamber, 99, Motijheel C/A, Dhaka-1000

Dhanmondi ATM

Momtaz Plaza, House-07, Road-04, Dhanmondi R/A, Dhaka- 1205

Anwer Khan Modern Hospital & College ATM

House# 17, Road# 08, Dhanmondi R/A, Dhaka-1205.

Gulshan ATM

40/5, North Avenue, Gulshan-2, Dhaka-1212

Gulshan South Avenue ATM

UDAY SANZ, 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212

Chittagong Zone

Agrabad ATM

104 Agrabad C/A, Chittagong

Chawkbazar ATM

2 Chawkbazar, Kapashgola Road, Chittagong

Sylhet Zone

Station Club Building ATM

Sylhet Station Club Building, Shahjalal Road, Bandar Bazar, Sylhet

Sylhet ATM

Al-Falah Tower (1st floor), Dhupadighir puropar, Kotowali, Sylhet,

Dargahgate ATM

397, Amberkhna, Dargah Gate, Airport Road, Kotowali, Sylhet.

Khulna Zone

Khulna ATM

Moon Mansion, Moylapota More, 10 KDA Avenue, Khulna

Jessore Zone

Jessore ATM

Sadhinata Bhaban (1st Floor) Holding no: 91, M.K. Road. Kotawaly, Jessore

Bogra Zone

Bogra ATM

Nurul Hoque Tower, 357/395 Boro Gola Mor, Bogra

Tangail Zone

Tangail ATM

Nirala Complex, Par Dihgulia, Tangail



SHAHJALAL ISLAMI BANK LIMITED

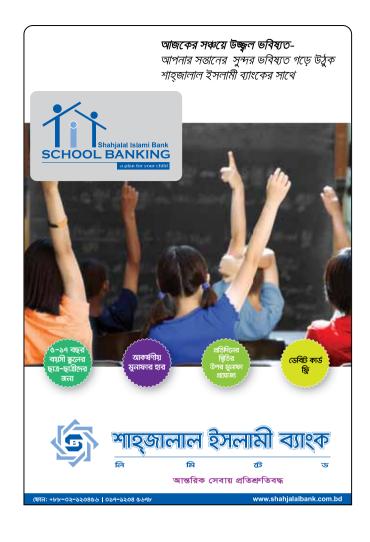
Registered Office: Uday Sanz, 2/B Gulshan South Avenue Gulshan-1, Dhaka-1212

PROXY FORM

do hereby appoint Mr./Ms. as my/our proxy on n General Meeting to be held on Tuesday the 19th June 2012 at 10.00 am at the Ha Sher-E-Bangla Nagar, Agargaon, Dhaka-1207 or at any adjournment thereof. Signed this	ny/our all of Fa	behalf ame of	to atto	end an abandle ture of the hares between time of	d vote hu Inte	for me ernation	(addres /us at the C	s) the 11th	h Anne Cent
as my/our proxy on normal degree of the Proxy and the Proxy on the Proxy of the Pro	ny/our all of Fa	behalf ame of (f Bang (Signat	ture of the	d vote hu Inte	for me	/us at the C	n date)	h Ann
General Meeting to be held on Tuesday the 19th June 2012 at 10.00 am at the Hasser-E-Bangla Nagar, Agargaon, Dhaka-1207 or at any adjournment thereof. Signed this	rs befo	((Signat	ture of the nares between	the Sha	areholde	er(s) with	n date)	······································
Sher-E-Bangla Nagar, Agargaon, Dhaka-1207 or at any adjournment thereof. Signed this	rs befo	 (No	(Signat	ture of the area between time of	the Sha	areholde	er(s) with	n date)	 y's Sha
Revenue Stamp Tk. 10.00 NOTE: This Proxy Form, duly completed, must be deposited at least 72 (seventy two) hou Department. Proxy shall be invalid if not signed and stamped as explained above.		No	(Signat	nares b	eing he	eld	er(s) with	ompany	 y's Sha
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Department. Proxy shall be invalid if not signed and stamped as explained above									
SHAHJALAL ISLAMI BA									
Registered Office: Uday Sanz, 2/B Gulshan South	Avenue	e Gulsh	nan-1, I	Dhaka-	1212				
PROXY/ATTENDA	NC	CE S	SLI	P					
do hereby record my attendance at the the 11th Annual General Meeting of the Cothe Hall of Fame of Bangabandhu International Conference Centre, Sher-E-Bang							une 201	2 at 10.	00 am
BO ID of Member:									
Name of the member/Proxy (in Block Letter)						 			
No. of Shares on record date									

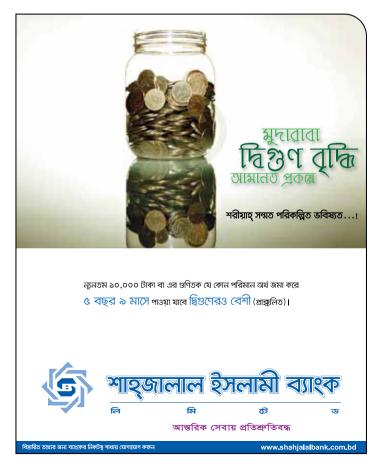
NOTE:

Shareholders attending the meeting in person or by proxy are requested to complete the attendance slip and deposit the same at the entrance of the meeting hall. Any friend or children accompanying with the honorable Shareholder/Proxy will not be allowed to attend the meeting.











Head Office

Uday Sanz. 2/B Gulshan South Avenue, Gulshan-1 Dhaka-1212.

Phone No. : 88-02-8825457, 8824736

Fax No. : 88-02-8827607

E-mail : sblho@shahjalalbank.com.bd