



Shahjalal Islami Bank

L I M I T E D

FINANCIAL STATEMENTS 2011

For the year ended December 31, 2011

AUDITOR'S REPORT TO THE SHAREHOLDERS OF SHAHJALAL ISLAMI BANK LIMITED

We 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.

We also report that:

- 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;
- 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;
- 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;
- the expenditure incurred was for the purpose of the Bank's operations;
- 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;
- 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;
- adequate provisions have been made for Investment, (advances) and other assets which are in our opinion, doubtful of recovery;
- 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;
- 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;
- 80% of the risk weighted assets have been reviewed by us spending over 3,120 man hours;
- Capital Adequacy Ratio (CAR) as required by the Bangladesh Bank has been maintained adequately during the year.

Hoda Vasi Chowdhury
Hoda vasi Chowdhury & Co
Chartered Accountants

Dhaka :10 May 2012.

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2011

	Note	2011 Taka	2010 Taka
PROPERTY AND ASSETS			
Cash			
Cash in hand (Including Foreign Currencies)	3(a)	828,581,466	757,585,771
Balance with Bangladesh Bank & Sonali Bank Ltd (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		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			
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			
Other Assets	9(a)	1,568,002,574	1,472,502,085
Non Banking Assets	10(a)	1,344,930,789	446,847,663
		-	-
Total Assets		107,734,797,556	78,575,401,984
LIABILITIES AND CAPITAL			
Liabilities			
Placement from other Banks & Financial Institutions			
Deposits and Other Accounts	11(a)	11,470,000,000	5,732,190,000
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		570,242,984	527,518,236
	12(a)	82,404,341,682	62,514,948,065
Other Liabilities			
Deferred Tax 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

	Note	2011 Taka	2010 Taka
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

Hoda Vasi Chowdhury
Chairman

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Managing Director

Signed as per our annexed report of even date

Hoda Vasi Chowdhury
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka :10 May 2012.

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 Taka	2010 Taka
Investment Income			
Less: Profit paid on Deposits	21(a)	10,221,849,581	6,416,784,885
	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			
Commission, Exchange and Brokerage	23(a)	148,039,607	1,104,473,288
	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			
Rent, Taxes, Insurances, Electricity etc.	26(a)	975,693,879	701,531,898
Legal Expenses	27(a)	227,460,511	174,301,419
Postage, Stamps, Telecommunication etc.	28(a)	947,025	1,071,775
Stationery, Printings, Advertisements etc.	29(a)	30,137,534	16,487,698
Chief Executive's Salary & Fees	30(a)	41,762,052	53,811,688
Directors' Fees & Expenses	31	12,600,000	6,428,387
Shariah Supervisory Committee's Fees & Expenses	32	4,096,158	6,468,972
Auditors' Fees	33	196,384	134,600
Depreciation & Repairs of Bank's Assets	34(a)	325,000	250,000
Zakat Expenses	35(a)	117,709,620	76,787,732
Other Expenses	36	59,228,905	32,277,403
	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 diminution 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
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		1,290,176,900	2,072,340,363
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

Hoda Vasi Chowdhury
Chairman

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Managing Director

Signed as per our annexed report of even date

Hoda Vasi Chowdhury
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka :10 May 2012.

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011 Taka	2010 Taka
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		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 Changes in Operating Assets and Liabilities		3,437,461,327	3,368,072,714
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		19,969,419	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 Investing Activities		1,251,430,715	944,825,505
Cash flows from Financing 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		-	-
Continue to next column >>			

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)	10,940,280,014	8,357,043,497

Accompanying notes form an integral part of these financial statements

Hoda Vasi Chowdhury
Chairman

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
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	-	477,478,180	-	691,174,170	1,168,652,350
Total Shareholders' Equity as at 31 Dec'11	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	925,479,000
Add: General Provision for Off-Balance Sheet Items				341,000,000	341,000,000
Total Equity as at 31 December 2011					9,408,505,230

Accompanying notes form an integral part of these financial statements

Hoda Vasi Chowdhury
Chairman

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Director

Hoda Vasi Chowdhury
Managing Director

BALANCE SHEET AS AT 31 DECEMBER 2011

	Note	2011 Taka	2010 Taka
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
		9,498,847,673	7,199,684,251
Balance with other Banks and Financial Institutions			
Inside Bangladesh		771,921,272	684,337,121
Outside Bangladesh		667,820,627	473,022,125
		1,439,741,899	1,157,359,246
Placement with other Banks & Financial Institutions	6	6,835,381,635	4,336,581,235
Investments in Shares & Securities			
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			
Other Assets	9	1,525,267,751	1,472,502,085
	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			
Deposits and Other Accounts	11	10,770,000,000	5,732,190,000
Mudrabha Savings Deposits		4,299,417,084	3,861,423,717
Mudrabha Term Deposits		54,508,485,456	38,104,072,325
Other Mudrabha 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		570,242,984	527,518,236
	12	83,350,050,881	62,964,948,065
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			
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	1,212,032,312	1,548,602,942
Total Shareholders' Equity		7,916,792,730	6,748,349,330
Total Liabilities & Shareholders' Equity		107,228,861,656	78,800,401,984



Shahjalal Islami Bank

L I M I T E D

FINANCIAL STATEMENTS 2011

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2011

Note	2011 Taka	2010 Taka
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	34 300,000	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	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 demerution in value of Investments in Shares	(237,500,000)	(47,500,000)
Provision for Other Assets	-	(1,000,000)
Total Provision	(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
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 Director Director Managing Director

Signed as per our annexed report of even date

Hoda Vasi Chowdhury & Co

Dhaka :10 May 2012.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2011

Note	2011 Taka	2010 Taka
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 and Liabilities	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	(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	(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 period (D+E)	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 Sheets				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 Taka	01-03 Months Taka	03-12 Months Taka	01-05 Years Taka	More than 05 years Taka	Total 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 as at and 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'-'SJBL') 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.

- Income from Investments has been accounted for on accrual basis.
- Income from Investment in Securities is recognized at the time of sale.
- Dividend income on Investment is Subsidiary is accounted for when the right to receive payment is established.
- Profit on Investment in Bangladesh Government Islamic Investment Bond (Islamic Bond) is recognized on accrual basis.
- Income from bills purchased and discounted is recognized at the time of realization.
- Fees and commission income are recognized when earned.
- 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.
- 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	@	2%
(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 (Islamic Bond)

Investment in Bangladesh Government Islamic Investment Bond (Islamic 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

- All Fixed Assets are stated at cost less accumulated depreciation as per BAS-16 "Property, Plant and Equipment".
- 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
- 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.
- 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 Earning 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

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 Employees' 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 ward/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 49.00.

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 there-fore, 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 Assets	BDT 1,07,229 million
Total Investments	BDT 80,592 million
Classified Investments	BDT 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 complied with all related accounting standards adopted by the Institute of Chartered Accountants of Bangladesh.

2.35 General Information

- Figures appearing in these Financial Statements have been rounded off to the nearest Taka.
- Figures of previous year have been rearranged whenever necessary to conform to current Period's presentation.

	2011 Taka	2010 Taka
3 Cash in hand (Including foreign currencies)		
In local currency	816,572,021	753,315,197
In foreign currencies (Note-3.1)	12,009,445	4,270,574
	828,581,466	757,585,771

3.1 In Foreign Currency

Foreign Currency	Amount in FC	Exchange Rate		
US Dollar	130,952.05	81.9892	10,736,654	2,430,633
Great Britain Pound	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	

3(a) Consolidated Cash in hand (Including foreign currencies)

Shahjalal Islami Bank Ltd (note-3)	828,581,466	757,585,771
Shahjalal Islami Bank Securities Ltd	-	-
	828,581,466	757,585,771

4 Balance with Bangladesh Bank (Including foreign currencies)

In local currency	6,518,115,652	4,970,566,874
In foreign currencies	2,056,860,852	1,328,902,356
	8,574,976,504	6,299,469,230

Balance with Sonali Bank Ltd as agent of Bangladesh Bank	95,289,703	142,629,250
In local currency	-	-
In foreign currencies	95,289,703	142,629,250
	8,670,266,207	6,442,098,480

4.1 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)

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 Demand and Time Liabilities

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

4.4 Held for Statutory Liquidity Ratio

Cash in hand (Note- 3)	828,581,466	757,585,771
Balance with Bangladesh Bank and its agent Bank (Note- 4)	8,670,266,207	6,442,098,480
Bangladesh Bank Islami Investment Bond (Note- 7)	2,000,000,000	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	32,174	10,032,174
Standard Chartered Bank, Motijheel Branch	4,967,443	1,107,667
Islami Bank Bangladesh Limited	16,163	10,029,492
	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
	255,933,824	116,815,504

Saving Deposit

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	2,867,299	8,434,208
First Security Islami Bank Limited	1,821,323	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	Currency	F.C. Amount	Rate	Taka
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, Toronto, 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
Unicredit Italiano 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 Frankfurt	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:

Foreign Currency	BDT	Composition
USD/ACU	660,305,650	98.87%
EUR	2,519,136	0.38%
GBP	1,094,499	0.16%
JPY	223,301	0.03%
AUD	76,309	0.01%
CAD	240,868	0.036%
CHF	901,249	0.13%
SAR	2,459,614	0.37%
	667,820,627	100%

For details comparative statement of 2011 & 2010 of foreign currency amount and rate thereof see "Annexure-C

5.3 In accordance to Bangladesh Bank Foreign Exchange Policy Department, Circular FEPD (DEMO/01/2005-677) dated 13-09-2005, 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 entries are given below:

	Amount in US\$			
	As per Bank's Book		As per Correspondents' Book	
	Debit entries	Credit entries	Debit entries	Credit entries
	No.	Amount	No.	Amount
Up to 3 months	14	1,317,069.11	87	3,725,661.73
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

	2011 Taka	2010 Taka
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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
	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	-	-
	667,820,627	473,022,125
	1,441,432,341	1,157,359,246

6 Placement with other Banks & Financial Institutions

Placement with other Banks (Note-6.1)	5,075,381,635	3,676,581,235
Placement with Financial Institutions (Note-6.2)	1,760,000,000	660,000,000
	6,835,381,635	4,336,581,235



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7(a) Consolidated Investment in Securities		
Government		
Shahjalal Islami Bank Ltd (note-7)	2,000,000,000	1,400,000,000
Shahjalal Islami Bank Securities Ltd	-	-
	<u>2,000,000,000</u>	<u>1,400,000,000</u>
Others		
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
	<u>4,403,537,734</u>	<u>1,347,351,599</u>
Less: Inter Company Transaction (Investment in capital of Subsidiary)	1,915,000,000	225,000,000
	<u>2,488,537,734</u>	<u>1,122,351,599</u>
	<u>4,488,537,734</u>	<u>2,522,351,599</u>

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 (Mark-up profit on unearned income)	3,735,020,232	2,164,789,557
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	-	-
	<u>80,592,461,683</u>	<u>61,440,075,905</u>

8.1 Maturity wise Classification of Investments:		
With a residual maturity of		
Re-payable on Demand	1,048,299,487	799,176,482
Not more than 3 months	19,694,257,631	15,014,018,166
Over 3 months but not more than 1 year	29,385,509,543	22,402,193,693
Over 1 year but not more than 5 years	19,379,990,512	14,774,435,018
Over 5 years	11,084,404,511	8,450,252,546
	<u>80,592,461,683</u>	<u>61,440,075,905</u>

8.2 Bills Purchased and Discounted :		
Payable inside Bangladesh	12,352,603,840	7,350,057,566
Payable outside Bangladesh	458,708,206	254,512,934
Gross Bills Purchased and Discounted	12,811,312,046	7,604,570,500
Less: Profit receivable on Bills Purchased and Discounted	1,014,328,309	459,568,237
Net Bills Purchased and Discounted	<u>11,796,983,737</u>	<u>7,145,002,263</u>

8.3 Maturity wise Classification of Bills Purchased and Discounted:		
Re-payable:-		
Within 1 month	1,693,968,590	989,518,691
Over 1 month but less than 3 months	5,558,671,728	3,307,525,905
Over 3 months but less than 6 months	3,705,781,152	2,205,017,270
6 months or more	838,562,267	642,940,398
	<u>11,796,983,737</u>	<u>7,145,002,263</u>

8.4 Investments on the basis of significant concentration:		
Investments to allied concern of Directors (Note # 50.5)	107,506,000	93,095,000
Investments to Executives/Officers	494,081,231	481,778,511
Investments to Customer Groups	34,434,173,989	28,918,880,341
Industrial Investment	35,945,000,112	25,222,010,532
Others	9,611,700,351	6,724,311,521
	<u>80,592,461,683</u>	<u>61,440,075,905</u>

Investments allowed to individual customer exceeding 10% of Bank's total capital:

Total outstanding amount to such customers at end of the year	24,398.22 million	17,229.90 million
Number of such types of customers	16	13
Amount of Classified Investments thereon	Nil	Nil
Measures taken for recovery	Not applicable	Not applicable

The amount represents the sum of total Investments (both Funded and Non-Funded) to each customer exceeding Tk. 918.33 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	2011		2010	
	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:				
Area	2011		2010	
	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				
Division	2011		2010	
	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%

8.7 Grouping of Investments as per Classification Rules of Bangladesh Bank:				
Status	2011		2010	
	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 Taka	2010 Taka
8.8 Particulars of provision for Investments:				
Status	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
			<u>866,295,004</u>	<u>689,326,815</u>
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
			<u>355,433,900</u>	<u>210,479,200</u>
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			<u>126,759,499</u>	<u>88,682,388</u>

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.

	2011 Taka	2010 Taka
8.9 Particulars of provision for Off-Balance Sheet		
Status	Rate	Basis for Provision
Off-Balance Sheet Items	1%	34,083,119,359
Required provision for		340,831,194
Off Balance Sheet Items		340,831,194
Provision maintained (Note # 13.1(c))		341,000,000
Surplus Provision	<u>168,806</u>	<u>1,349,539</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	-	-
	<u>80,592,461,683</u>	<u>61,440,075,905</u>
(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 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:	<u>1,890,638,000</u>	<u>1,394,385,000</u>
a. Movement of Classified Investments:		
Opening Balance	1,173,125,000	413,234,220
Increase/ (Decrease) during the year	349,382,000	759,890,780
	<u>1,522,507,000</u>	<u>1,173,125,000</u>
b. 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	-
	<u>72,851,785,986</u>	<u>54,295,073,642</u>
Less: Inter Company Transaction (Investment: loans & advances)	2,091,104,913	-
	<u>70,760,681,073</u>	<u>54,295,073,642</u>
Bills Purchased and Discounted :		
Shahjalal Islami Bank Ltd (note-8)	11,796,983,737	7,145,002,263
Shahjalal Islami Bank Securities Ltd	-	-
	<u>11,796,983,737</u>	<u>7,145,002,263</u>
	<u>82,557,664,810</u>	<u>61,440,075,905</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	<u>1,825,080,118</u>	<u>1,677,654,647</u>
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	<u>299,812,367</u>	<u>205,152,562</u>
Carrying value	<u>1,525,267,751</u>	<u>1,472,502,085</u>
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 Securities Ltd	46,222,220	-
	<u>1,871,302,338</u>	<u>1,677,654,647</u>
Accumulated Depreciation:		
Shahjalal Islami Bank Ltd (note-9)	299,812,367	205,152,562
Shahjalal Islami Bank Securities Ltd	3,487,397	-
	<u>303,299,764</u>	<u>205,152,562</u>
Carrying value	<u>1,568,002,574</u>	<u>1,472,502,085</u>

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
Clearing Adjustment Account (Note # 10.3)	304,950,000	-
Other Receivables	54,670,179	3,955,513
	<u>2,045,242,088</u>	<u>965,347,663</u>

10.1 Suspense Account:		
Sundry Debtors	44,344,896	52,124,391
Excise duty on MTRD	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
	<u>64,602,700</u>	<u>136,810,064</u>

The detail breakup of unadjusted suspense accounts are given below:

SI	Breakup	(Amount in '000)				
		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	521	311	181	50



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13.1 Provision 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	-
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	988,488,403
(c) General Provision on Off-Balance Sheet items:		
Provision held at the beginning of the year	278,000,000	148,000,000
Addition during the year	63,000,000	130,000,000
Balance at the end of the year	341,000,000	278,000,000
Total Provision for Investments & Off-Balance Sheet (a+b+c)	1,689,488,403	1,266,488,403
(d) Provision for other Assets:		
Provision held at the beginning of the year	6,500,000	5,500,000
Addition during the year	-	1,000,000
Balance at the end of the year	6,500,000	6,500,000
(e) Provision for Investment in Securities:		
Provision held at the beginning of the year	62,500,000	15,000,000
Provision transferred to provision on Unclassified Investment	25,000,000	-
Provision transferred to provision on Classified Investment	25,000,000	-
Addition during the year	237,500,000	47,500,000
Balance at the end of the year	250,000,000	62,500,000
(f) Profit Suspend & 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	35,848,727
Amount recovered from suspense account during the year	54,967,596	7,301,768
Amount written off/ waived during the year	-	-
Balance at the end of the year	98,892,837	78,923,422
13.2 Provision for Taxation		
Provision for Current tax		
Balance at the beginning of the year	3,068,352,797	2,202,720,861
Add: Provision made during the year	1,188,019,918	850,889,888
Add: Provision made on other income during the year (Shariah non-allowable)	33,107,872	14,742,048
	4,289,480,587	3,068,352,797
Advance tax		
Balance at the beginning of the year	2,552,795,963	1,888,136,922
Paid during the year	735,394,137	664,659,041
	3,288,190,100	2,552,795,963
Balance at the end of the year	1,001,290,487	515,556,834
13.2(a) Consolidated Provision for Taxation		
Provision for Current tax		
Shahjalal Islami Bank Ltd (note-13)	4,289,480,587	3,068,352,797
Shahjalal Islami Bank Securities Ltd	58,915,310	-
	4,348,395,897	3,068,352,797
Advance tax		
Shahjalal Islami Bank Ltd (note-13)	3,288,190,100	2,552,795,963
Shahjalal Islami Bank Securities Ltd	28,757,429	-
	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) Conolided current tax expenses		
Shahjalal Islami Bank Ltd (note-13)	1,188,019,918	850,889,888
Shahjalal Islami Bank Securities Ltd	58,915,310	-
	1,246,935,228	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
13.3 SJBL 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 SJBL general account are given below:		
	Debit	Credit
	No. of entry	No. of entry
	Amount	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	-	-
	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 Taka	2010 Taka
13(a) Consolidated Other Liabilities		
Shahjalal Islami Bank Ltd (note-13)	5,084,677,379	3,278,501,504
Shahjalal Islami Bank Securities Limited	1,795,067,399	519,599,040
	6,879,744,778	3,798,100,544
Less: Inter Company transaction	1,268,655,800	519,599,040
	5,611,088,978	3,278,501,504
14 Deferred Tax Liability		
Balance at the beginning of the year	76,413,085	39,434,092
Add: Provision made during the year	30,927,581	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)	107,340,666	76,413,085
Shahjalal Islami Bank Securities Limited	-	-
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
15.2 Issued, Subscribed and Paid up Capital:		
The Paid-up Capital of the Bank is 4,452,655,350 divided into 445,265,535 Ordinary Shares of Tk 10 each	4,452,655,350	3,425,119,500
Issued for cash: shares of Tk. 10 each	1,846,025,000	1,846,025,000
Issued other than cash: bonus shares of Tk 10 each	2,606,630,350	1,579,094,500
	4,452,655,350	3,425,119,500
Holding		
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
	4,452,655,350	3,425,119,500

	2011 Taka	2010 Taka		
15.3 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		
Capital Adequacy Ratio:				
Particulars	2011		2010	
	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 Taka	2010 Taka		
15.4 Risk Weighted Assets (RWA) for				
i. Investment (Credit) Risk				
On-Balance Sheet	62,757,400,000	60,505,000,000		
Off-Balance Sheet	9,197,300,000	9,530,800,000		
ii. Market Risk	2,330,600,000	1,196,900,000		
iii. Operational Risk	6,241,500,000	5,649,600,000		
Total Risk Weighted Assets (i+ii+iii)	80,526,800,000	76,882,300,000		
15.5(a) Consolidated 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 # 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):				
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 weighted assets; 9% for 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 Ratio:				
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		
15.6(a) Consolidated Risk Weighted Assets (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+iii)	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	-		
	225,024,550	225,000,000		
16 Statutory Reserve				
Opening balance	1,774,626,888	1,182,585,039		
Add: Addition during the year	477,478,180	592,041,849		
	2,252,105,068	1,774,626,888		
17 Retained Earnings				
Opening balance	1,548,602,942	753,328,328		
Less: Issue of Bonus shares	1,027,535,850	685,023,900		
Add: Transfer from Profit & Loss Account	690,965,220	1,480,298,514		
	1,212,032,312	1,548,602,942		
17(a) Consolidated retained Earnings				
Shahjalal Islami Bank Ltd (note-17)	1,212,032,312	1,548,602,942		
Shahjalal Islami Bank Securities Ltd	233,500	-		
	1,212,265,812	1,548,602,942		
Less: Non-controlling Interest	24,550	-		
	1,212,241,262	1,548,602,942		
17(b) Consolidated Current year retained Earnings				
Shahjalal Islami Bank Ltd (note-17)	690,965,220	1,480,298,514		
Shahjalal Islami Bank Securities Ltd	233,500	-		
	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	4,730,536,545	3,525,379,837		
Less: Margin	224,942,456	192,491,717		
	4,505,594,089	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	-	-		
Government	-	-		
Banks and other financial institutions	-	-		
Others	4,730,536,545	3,525,379,837		
	4,730,536,545	3,525,379,837		
Less: Margin	224,942,456	192,491,717		
	4,505,594,089	3,332,888,120		
19 Irrevocable Letters of Credit				
Letter of credit	27,658,918,505	22,928,366,982		
Less: Margin	931,130,485	764,349,783		
	26,727,788,020	22,164,017,199		
20 Income Statement				
Income:				
Profit on Investment (note-21)	10,107,768,588	6,416,784,885		
Income from Investment in securities (note-23)	38,915,000	487,980,301		
Dividend income (note-23)	63,168,860	10,345,139		
Commission, Exchange and Brokerage (Note-24)	1,473,366,956	1,721,532,422		
Gains less losses arising from dealing securities	-	-		
Gains less losses arising from investment securities	10,649,686	606,147,848		
Gains less losses arising from dealing in foreign currencies	-	-		
Income from non-banking assets	-	-		
Other operating income (note-25)	312,948,721	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)	7,376,422,574	4,657,924,658		
Losses on Investment (Loans and Advances)	-	-		
Administrative expenses	1,314,625,189	1,002,747,523		
Other operating expenses	217,369,720	252,702,548		
Depreciation on banking assets	100,509,429	66,804,049		
	9,008,926,912	5,980,178,778		
Income over expenditure	2,997,890,899	3,528,709,244		

	2011 Taka	2010 Taka
20(a) Consolidated Income Statement		
Income:		
Profit on Investment (note-21a)	10,221,849,581	6,416,784,885
Income from Investment in securities	74,221,061	487,980,301
Dividend income (note-23)	63,168,860	10,345,139
Commission, Exchange and Brokerage (Note-24a)	1,583,071,819	1,721,532,422
Gains less losses arising from dealing securities	-	-
Gains less losses arising from investment securities	10,649,686	606,147,848
Gains less losses arising from dealing in foreign currencies	-	-
Income from non-banking assets	-	-
Other operating income (note-25a)	380,523,905	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)	7,389,308,018	4,657,924,658
Losses on Investment (Loans and Advances)	-	-
Administrative expenses	1,365,971,325	1,002,747,523
Other operating expenses	242,780,117	252,702,548
Depreciation on banking assets	104,185,743	66,804,049
	9,102,245,203	5,980,178,778
Income over expenditure	3,231,239,709	3,528,709,244
21 Profit on Investment:		
Profit on Investment (Note-21.1)	9,503,606,946	6,191,392,903
Profit on placement with other Banks & FIs	604,161,642	225,391,982
	10,107,768,588	6,416,784,885
21.1 Profit on Investment:		
Profit on Murabaha	1,597,496,268	987,756,807
Profit on Bi-Muazzal	4,116,297,006	2,884,508,589
Profit on Hire-Purchase	1,904,995,507	1,408,847,935
Profit on Ijara	206,628,682	193,606,221
Profit on Bi-Salam	128,485,730	66,325,188
Profit on Accepted Bill	6,440,139	152,305
Profit on Quard	12,363,392	18,823,555
Profit on Investment against Letter of Credit	9,614,395	6,192,224
Profit on Investment against Staff	28,509,077	25,447,012
Profit on Inland Document Bill Purchased	1,183,673,295	435,947,978
Profit on Foreign Document Bill Purchased	9,661,037	2,255,971
Profit on Investment against Scheme Deposit	25,963,286	27,375,225
Profit on Investment against Mudaraba Term Deposit	132,274,369	85,234,815
Profit on Investment against Mudaraba Savings Deposit	17,758,349	26,188,282
Profit on Investment against Mudaraba Deposit Scheme	24,076,729	15,708,121
Profit on Investment against Monthly Income Scheme	83,868,041	4,272,389
Profit on Investment against Financial Institution	15,501,644	2,570,286
	9,503,606,946	6,191,392,903
21.2 Investment income derived from the fund deployed by		
Inside Bangladesh		
i) Mudaraba deposits	7,626,956,708	4,876,756,513
ii) Other deposits/Fund	2,480,811,880	1,540,028,372
	10,107,768,588	6,416,784,885
Outside Bangladesh	-	-
	10,107,768,588	6,416,784,885
21(a) Consolidated Profit on Investment:		
Shahjalal Islami Bank Ltd (note-21)	10,107,768,588	6,416,784,885
Shahjalal Islami Bank Securities Ltd	398,793,912	-
	10,506,562,500	6,416,784,885
Less: Inter company Transaction	284,712,919	-
	10,221,849,581	6,416,784,885
22 Profit paid on Deposits:		
Profit on deposits	7,264,453,685	4,588,421,288
Profit paid on borrowings	111,968,889	69,503,370
	7,376,422,574	4,657,924,658
22(a) Consolidated Profit paid on Deposits:		
Shahjalal Islami Bank Ltd (note- 22)	7,376,422,574	4,657,924,658
Shahjalal Islami Bank Securities Ltd	297,598,363	-
	7,674,020,937	4,657,924,658
Less: Inter Company Transaction	284,712,919	-
	7,389,308,018	4,657,924,658
23 Income from Investment in Securities		
Income from Investment in Islami Bond (Note-23.1)	32,740,000	22,300,000
Income from Investment in Shares (Note-23.2)	10,649,686	606,147,848
Gain from sale of Membership of DSE & CSE (Note-23.3)	-	459,505,301
Dividend Income (Note-23.4)	63,168,860	10,345,139
Income from Investment in Mudaraba Perpetual Bond (MPB)	6,175,000	6,175,000
	112,733,546	1,104,473,288
23.1 Profit has been accrued during the year ended 31 December, 2011 from Islamic Investment Bond at an expected provisional profit rate of 3.25% on average Investment based on mudaraba profit sharing principle to the Islami Investment Bond on a daily product basis.		
23.2 Income from investment in Shares arises through sale of listed shares in the stock Exchange.		
23.3 The membership cost price of both the Stock Exchanges i.e. Dhaka Stock Exchange Ltd & Chittagang Stock Exchange Ltd were Tk. 4,02,21,999 & Tk. 1,87,72,700 which were sold to Shahjalal Islami Bank Securities Ltd in the year 2010 at Tk. 36,20,00,000 & Tk. 15,65,00,000 respectively and from which gain arises from DSE Tk. 32,17,78,001 & CSE Tk. 13,77,27,300. total Tk. 45,95,05,301		
23.4 Dividend income includes Tk. 6,07,50,000 as Interim Cash Dividend from Shahjalal Islami Bank Securities Ltd. which was declared on 3rd November 2011 in its Board meeting and the amount was subsequently realized.		
23(a) Consolidated Income from Investment in Securities		
Shahjalal Islami Bank Ltd (note- 23)	112,733,546	1,104,473,288
Shahjalal Islami Bank Securities Ltd	35,306,061	-
	148,039,607	1,104,473,288
24 Commission, Exchange & Brokerage:		
Brokerage Commission	100,692,923	667,052,155
Other commission	522,985,634	472,753,501
Exchange earnings	849,688,399	581,726,766
	1,473,366,956	1,721,532,422
24(a) Consolidated Commission, Exchange & Brokerage:		
Shahjalal Islami Bank Ltd (note- 24)	1,473,366,956	1,721,532,422
Shahjalal Islami Bank Securities Ltd	109,704,863	-
	1,583,071,819	1,721,532,422
25 Other Operating Income:		
Postage, Telex, SWIFT & REUTERS	31,738,703	31,356,207
Incidental Charge	43,120	6,071,521
Supervision & Monitoring Charge	17,509,598	26,277,007
Other charges (Note # 25.1)	263,657,300	202,392,692
	312,948,721	266,097,427
25.1 Other Charges		
Rent receipts	866,570	524,363
Charges on A/C closing	1,469,949	1,172,003
Charges on standing order	404,520	408,360
Charges on clearing returned	482,063	427,392
Service charges on Ijara	1,940,950	1,473,255
Service shares on scheme investment	6,512,414	9,000,220
Passport endorsement charge	82,100	69,006
PO/DD Cancellation charge	99,095	86,615
Branch banking services	13,464,531	23,488,556
Account maintenance fee	34,753,165	14,382,769
Recoveries from cheque issue	3,444,969	1,438,555



Shahjalal Islami Bank

L I M I T E D

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	2011 Taka	2010 Taka
26 Salary & Allowances:		
Basic Salary	386,356,377	271,578,941
Allowances	294,433,461	195,526,794
Bonus	230,983,433	211,951,148
Bank's Contribution to Provident fund	31,994,552	22,475,015
	943,767,823	701,531,898
26(a) Consolidated Salary & Allowances:		
Shahjalal Islami Bank Ltd (note- 26)	943,767,823	701,531,898
Shahjalal Islami Bank Securities Ltd	31,926,056	-
	975,693,879	701,531,898
27 Rent, Taxes, Insurance, Electricity etc.:		
Rent, Rates & Taxes	134,602,380	114,599,915
Insurance	49,443,000	35,828,645
Electricity & Lighting	28,125,806	23,872,859
	212,171,186	174,301,419
27(a) Consolidated Rent, Taxes, Insurance, Electricity etc.:		
Shahjalal Islami Bank Ltd (note- 27)	212,171,186	174,301,419
Shahjalal Islami Bank Securities Ltd	15,289,325	-
	227,460,511	174,301,419
28 Legal Expenses:		
Legal Fees & Charge	148,730	451,402
Other Legal Expenses	733,295	620,373
	882,025	1,071,775
28(a) Consolidated legal Expenses:		
Shahjalal Islami Bank Ltd (note- 28)	882,025	1,071,775
Shahjalal Islami Bank Securities Ltd	65,000	-
	947,025	1,071,775
29 Postage, Stamps, Telecommunication etc:		
Postage	741,479	863,059
Leased line	17,373,894	8,719,096
Telegram, Fax, Telex & Internet charge	3,030,123	1,100,601
Telephone charges	4,453,581	3,956,934
Mobile phone charges	1,968,066	1,848,008
	27,567,143	16,487,698
29(a) Consolidated Postage, Stamps, Telecommunication etc.:		
Shahjalal Islami Bank Ltd (note- 29)	27,567,143	16,487,698
Shahjalal Islami Bank Securities Ltd	2,570,391	-
	30,137,534	16,487,698
30 Stationery, Printing, Advertisements etc:		
Table Stationery	7,732,670	6,704,378
Printing Stationery	7,063,367	11,495,249
Security Stationery	2,977,202	1,598,811
Computer Stationery	11,355,200	9,016,036
Advertisement	11,163,249	24,997,214
	40,291,688	53,811,688
30(a) Consolidated Stationery, Printing, Advertisements etc:		
Shahjalal Islami Bank Ltd (note- 30)	40,291,688	53,811,688
Shahjalal Islami Bank Securities Ltd	1,470,364	-
	41,762,052	53,811,688
31 Chief Executive's Salary & Fees		
Basic Salary	6,000,000	3,231,183
Allowances	5,400,000	1,647,204
Festival Bonus	1,000,000	550,000
Incentive Bonus	200,000	1,000,000
	12,600,000	6,428,387
32 Directors' Fees & Meeting Expenses:		
Directors Fee	2,790,500	4,600,056
Meeting Expenses	1,305,658	1,868,916
	4,096,158	6,468,972
33 Shariah Supervisory Committee's Fees & Expenses		
Shariah Counsil Meeting Expenses	196,384	134,600
	196,384	134,600
34(a) Consolidated auditors' Fees		
Shahjalal Islami Bank Ltd	300,000	250,000
Shahjalal Islami Bank Securities Ltd	25,000	-
	325,000	250,000
35 Depreciation and Repair of Bank's Assets:		
a) Depreciation of Bank's Assets (Annexure A):		
Land & Building	8,292,130	7,534,141
Furniture & Fixtures	28,738,358	19,136,669
Office Appliance & Equipment	59,254,169	36,328,551
Vehicles	4,172,445	3,792,269
Books	52,327	12,419
	100,509,429	66,804,049
c) Repair on Bank's Assets:		
Office Premises	3,011,200	2,490,775
Office Appliance & Equipment	5,845,265	4,176,341
Office Furniture & Fixtures	586,977	553,850
Vehicles	1,164,573	1,173,612
Others	2,915,862	1,589,105
	13,523,877	9,983,683
	114,033,306	76,787,732
35(a) Consolidated depreciation and Repair of Bank's Assets:		
Shahjalal Islami Bank Ltd (note- 35)	114,033,306	76,787,732
Shahjalal Islami Bank Securities Ltd	3,676,314	-
	117,709,620	76,787,732
36 Zakat Expenses		
Zakat Expenses	59,228,905	32,277,403
	59,228,905	32,277,403
37 Other Expenses:		
Petrol, Oil and Lubricants	3,572,421	2,942,844
Entertainment	21,226,154	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-Outsourcing	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	-
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	-	1,000,000
	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
39 Deferred Tax Expenses		
Closing deferred tax liability	107,340,666	76,413,085
Opening deferred tax liability	76,413,085	39,434,092
Deferred tax expense	30,927,581	36,978,993

40 Earnings Per Share (EPS)			
Calculation of Earnings Per Share (Note # 2.11):			
Net Profit after Tax	1,168,443,400	2,072,340,363	
Number of Ordinary Shares outstanding (Denominator)	445,265,535	445,265,535	
Earnings Per Share (EPS)	2.62	4.65	
Earnings per share has been calculated in accordance with BAS - 33: "Earnings Per Share (EPS)". Previous year's Earnings per Share of Tk. 6.05 has been adjusted to Tk. 4.65 due to issuance of 10,27,53,585 bonus shares of 2010 during the year-2011.			
40(a) Consolidated Earnings Per Share (EPS)			
Calculation of Earnings Per Share (Note # 2.11):			
Net Profit after net-off non-controlling interest & Proposed interim cash dividend of subsidiary	1,168,652,350	2,072,340,363	
Number of Ordinary Shares outstanding (Denominator)	445,265,535	445,265,535	
Consolidated Earnings Per Share (EPS)	2.63	4.65	
41 Investment Profit receipt			
Investment Profit receipt (note 21 & 23)	10,157,333,274	7,510,913,034	
Add: Opening profit Receivable (Note-10.2)	135,119,818	163,567,017	
Less: Closing profit receivable (note-10.2)	280,925,402	135,119,818	
	10,011,527,690	7,539,360,233	
41(a) Consolidated Investment Profit receipt			
Shahjalal Islami Bank Ltd (note- 41)	10,011,527,690	7,539,360,233	
Shahjalal Islami Bank Securities Ltd	398,793,912	-	
	10,410,321,602	7,539,360,233	
42 Profit Paid on Deposits			
Profit Paid on Deposits (Note-22)	7,376,422,574	4,657,924,658	
Add: Opening profit payable on deposit (Note-13)	1,125,513,558	716,742,295	
Less: Closing profit payable on deposit (Note-13)	1,886,140,531	1,125,513,558	
	6,615,795,601	4,249,153,395	
42(a) Consolidated Profit Paid on Deposits			
Shahjalal Islami Bank Ltd (note- 42)	6,615,795,601	4,249,153,395	
Shahjalal Islami Bank Securities Ltd	10,737,333	-	
	6,626,532,934	4,249,153,395	
43 Cash Receipt from other Operating activities (Note - 25)			
Postage & Telex Charge Recovery	31,738,703	31,356,207	
Incidental Charge	43,120	6,071,521	
Supervision & Monitoring Charge	17,509,598	26,277,007	
Other charges (except income from sale of fixed assets)	263,657,300	202,392,692	
	312,948,721	266,097,427	
43(a) Consolidated Cash Receipt from other Operating activities (Note - 25a)			
Shahjalal Islami Bank Ltd (note- 43)	312,948,721	266,097,427	
Shahjalal Islami Bank Securities Ltd	67,575,184	-	
	380,523,905	266,097,427	
44 Cash Payment for other Operating activities			
Rent, Taxes, Insurance, Lighting etc. (Note-27)	212,171,186	174,301,419	
Legal Expenses (Noe-28)	882,025	1,071,775	
Postage, Stamp, Telegram & Telephone (Note-29)	27,567,143	16,487,698	
Directors' Fee & Expenses (Note-32)	4,096,158	6,468,972	
Shariah Supervisory Committee's Fees & Expenses (Note-33)	196,384	134,600	
Auditors' Fee	300,000	250,000	
Repair, Maintenance of Bank's Assets (Note-35.b)	13,523,877	9,983,683	
Zakat Expenses (Note-36)	59,228,905	32,277,403	
Other Expenses (Note-37)	217,369,720	252,702,548	
	535,335,398	493,678,098	
44(a) Consolidated Cash Payment for other Operating activities			
Shahjalal Islami Bank Ltd (note-44)	535,335,398	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	15,153,763	17,993,732	
Advance deposits and rent	102,777,355	109,878,559	
Suspense Account	64,602,700	136,810,064	
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 for new Branches	49,911,207	37,169,416	
Advance Insurance premium	4,724,781	3,628,651	
Clearing Adjustment Account	304,950,000	-	
Other Receivables	54,670,179	3,955,513	
	1,764,316,686	830,227,845	
	(934,088,841)	(635,051,433)	
Cash (Increase)/ Decrease in Other Assets			
45(a) Cash Increase/ Decrease in Consolidated Other Assets (Note-10a)			
Shahjalal Islami Bank Ltd (note- 45)	1,764,316,686	830,227,845	
Shahjalal Islami Bank Securities Ltd	504,281,011	1,099,040	
	2,268,597,697	831,326,885	
Less: Cash Increase/ (Decrease) through Inter Company transaction	933,930,214	519,599,040	
	1,334,667,483	311,727,845	
	(1,022,939,638)	(116,551,433)	
Cash (Increase)/ Decrease in Other Assets			
46 Cash Increase/ Decrease in Other Liabilities (Note-13)			
Other Payable	97,054,432	84,142,371	
Taxation on other income & prior years	62,874,638	29,766,766	
Adjusting account credit	29,792,671	27,056,036	
SJIBL General Account	25,518,018	111,820,880	
	215,239,759	252,786,053	
Cash Increase/ (Decrease) in Other Liabilities	(37,546,294)	90,855,887	
46(a) Cash Increase/ Decrease in Consolidated Other Liabilities (Note-13a)			
Shahjalal Islami Bank Ltd (note- 46)	215,239,759	252,786,053	
Shahjalal Islami Bank Securities Ltd	918,524,762	519,599,040	
	1,133,764,521	772,385,093	
Less: Cash Increase/ (Decrease) through Inter Company transaction	933,930,214	519,599,040	
	199,834,307	252,786,053	
	(52,951,746)	90,855,887	
Cash Increase/ (Decrease) in Other Liabilities			
47 Cash and Cash Equivalent			
Cash in Hand	828,581,466	757,585,771	
Balance with Bangladesh Bank & Sonali Bank Ltd (as agent of Bangladesh Bank)	8,670,266,207	6,442,098,480	
Balance with Other Banks & Financial Institutions	1,439,741,899	1,157,359,246	
	10,938,589,572	8,357,043,497	
47(a) Consolidated Cash and Cash Equivalent			
Shahjalal Islami Bank Ltd (note- 47)	10,938,589,572	8,357,043,497	
Shahjalal Islami Bank Securities Ltd	947,399,641	450,000,000	
	11,885,989,213	8,807,043,497	
Less: Cash Increase/ (Decrease) through Inter Company transaction	945,709,199	450,000,000	
	10,940,280,014	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.			
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 (Forteen) 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) Zuriia Trade International. (ii) Z. Agrovet Enterprise. (iii) Five Star Cargo Corporation.
Alhaj Sajjatz 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



Shahjalal Islami Bank

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		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 Associated with: xix. Diganta Media Corporation (Daily Naya Diganta, Diganta TV) xx. Express Insurance Ltd. xxi. International Television Channel Ltd. (NTV)
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 party and wherein Directors have interest: Nil

50.3 Shares issued to Directors & Executives without consideration or exercise at discount: Nil

50.4 Landing Policies to related parties:

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):

Name of the Party	Related By	Nature of Investment	Amount in Tk.	Status
ii) Solar Trading Co.	Alhaj Syed Nurul Arefeen	Bai-Muajjal	58,707,000	Regular
iii) Personal	Alhaj Tojazzal Hossain	HPSM-Real Estate	15,134,000	Regular
iv) M/s. Rupsha 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

51 Events After Balance Sheet Date:

The Board of Directors of the Bank has recommended 25% Stock Dividend for the year 2011.

Chairman Director Director Managing Director

ANNEXURE-A

INVESTMENT IN SHARES & SECURITIES (LISTED WITH STOCK EXCHANGES)
AS AT DECEMBER 31, 2011

Sl 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 Pharmaceuticals 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 Pharmaceuticals 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	MIL Bangladesh Ltd	702,650	99.90	70,194,735	84,498,640	(14,303,905)
20	Square Pharmaceuticals	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	AIIB 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:	Taka
Provision requirement (equivalent to unrealized loss)	247,016,707
Provision maintained: (refer to note .13.1(e))	
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

ANNEXURE-D

DETAILS OF INFORMATION ON INVESTMENT MORE THAN 10% OF BANKS TOTAL CAPITAL (FUNDED & NON-FUNDED)

SL. No.	Name of client	Outstanding			% of Investments to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
1	Reedisha Knitex Ltd. Reedisha Textrip Ltd. Reedisha Trading & Distribution Co. Group-total	101.43 3,723.82 1,370.78 5,196.03	5,119.45 - 671.33 5,790.78	5,220.88 3,723.82 2,042.11 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	Tafird 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. Ehsan Garments Ltd. Nourish Poultry & Hatchery Ltd. Nourish Agro Ltd. Telnet Communication Ltd. Group-total	- - 4,986.19 3,389.38 415.67 8,791.24	1,765.28 937.79 133.31 954.97 0.39 3,791.74	1,765.28 937.79 5,119.50 4,344.35 416.06 12,582.98	9.57%	4.13%	13.70%
6	Talha Spinning Ltd. Talha Texpro Ltd Sufia Cotton Mills Ltd Group-total	3,210.48 1,688.10 7,693.54 12,592.12	3,572.26 2,000.00 4,998.89 10,571.15	6,782.74 3,688.10 12,692.43 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%	18.18%
8	Engr. Khandker Badrul Hasan	9,413.77	-	9,413.77	10.25%	0.00%	10.25%
9	Chittagong Denim Mills Ltd. Smart Jeans Ltd. Group-total	973.05 1,024.72 1,997.77	5,910.37 8,127.44 14,037.81	6,883.42 9,152.16 16,035.58	2.18%	15.29%	17.46%
10	Nassa Basics Ltd. Nassa Basic Wash Ltd. Nassa Spinning Ltd. Group-total	8,383.31 715.71 2,330.42 11,429.44	6,640.45 - - 6,640.45	15,023.76 715.71 2,330.42 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. Partex Rotor Spinning Mills Ltd. Partex Spinning Mills Ltd. Partex Plastic Ltd. Partex Denim Mills Ltd. Amber Cotton Mills Ltd. Partex Rotor Mills Ltd. Group-total	2,871.27 1,176.08 - 705.31 145.01 3,732.46 3,906.48 12,536.61	8,489.59 - 130.90 676.04 - 1,275.08 152.38 10,723.99	11,360.86 1,176.08 130.90 1,381.35 145.01 5,007.54 4,058.86 23,260.60	13.65%	11.68%	25.33%
13	Mahmud Indigo Ltd. Mahmud Denims Ltd. Mahmud Trading Corporation Ltd. Group-total	5,753.85 6,014.25 288.70 12,056.80	3,527.05 58.78 1,948.55 5,534.38	9,280.90 6,073.03 2,237.25 17,591.18	13.13%	6.03%	19.16%
14	Alim Knit (BD) Ltd Mondol Apparels Ltd Mondol Knit Textile Ltd Group-total	1,948.98 58.49 77.95 2,085.42	5,337.18 1,702.57 729.26 7,765.01	7,286.16 1,761.06 807.21 9,854.43	2.27%	8.46%	10.73%
15	Incepta Pharmaceuticals 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

SL	PARTICULARS	2011	2010
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	
	USD	Taka
PROPERTY AND ASSETS		
Cash		
Cash in hand (Including Foreign Currencies)	-	-
Balance with Bangladesh Bank & Sonali Bank (Including Foreign Currencies)	-	-
Balance with other Banks and Financial Institutions		
Inside Bangladesh	20,429.07	1,674,963
Outside Bangladesh	-	-
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
Deposits and Other Accounts		
Mudaraba Savings Deposits	-	-
Mudaraba Term Deposits	-	-
Other Mudaraba Deposits	-	-
Al-Wadeeah Current & Other Deposit Accounts	-	-
Bills Payable	-	-
Other Liabilities		
	2,077,000.00	170,291,568
Capital/Shareholders' Equity		
Paid-up Capital	-	-
Statutory Reserve	-	-
Retained Earnings	19,264.54	1,579,484
6	19,264.54	1,579,484
Total Shareholders' Equity	19,264.54	1,579,484
Total Liabilities & Shareholders' Equity	2,096,264.54	171,871,053

Accompanying notes form an integral part of these financial statements

Chairman Director Director Managing Director

Signed as per our annexed report of even date

Hoda Vasi Chowdhury & Co
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka :10 May 2012.

OFF-SHORE BANKING UNIT

OFF- BALANCE SHEET ITEMS

AS AT 31 DECEMBER 2011

Note	2011	
	USD	Taka
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

Hoda Vasi Chowdhury & Co
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka :10 May 2012.

OFF-SHORE BANKING UNIT

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2011

Note	2011	
	USD	Taka
Investment Income	7	20,835.47
Less: Profit paid on Deposits	-	-
Net Investment Income	20,835.47	1,708,284
Commission, Exchange and Brokerage	8	8.60
Other Operating Income	9	50.00
	58.60	4,805
Total Operating Income	20,894.07	1,713,088
Salaries and Allowances	10	1,431.26
Rent, Taxes, Insurances, Electricity etc.	11	179.69
Legal Expenses	-	-
Postage, Stamps, Telecommunication etc.	12	12.38
Stationery, Printings, Advertisements etc.	-	-
Auditors' Fees	-	-
Depreciation & Repairs of Bank's Assets	-	-
Other Expenses	13	6.20
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	19,264.54	1,579,484
Total Profit before Provisions for Taxation	-	-
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

Chairman Director Director Managing Director

Signed as per our annexed report of even date

Hoda Vasi Chowdhury & Co
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka :10 May 2012.

ANNEXURE-B											
SCHEDULE OF FIXED ASSETS											
FOR THE YEAR ENDED 31 DECEMBER 2011											
Particulars	C O S T				Rate of Depreciation	D E P R E C I A T I O N				Written Down Value at 31 Dec 2011	Written Down Value at 31 Dec 2010
	Balance as on 1 Jan 2011	Additions during the year	Disposal/Transfer during the year	Balance at 31 Dec 2011		Balance as on 1 Jan 2011	Transfer/Adjustment during the year	Charge for the year	Balance at 31 Dec 2011		
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



Shahjalal Islami Bank

L I M I T E D

FINANCIAL STATEMENTS 2011

OFF-SHORE BANKING UNIT
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2011

	2011	
	USD	Taka
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		
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	-	-
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 Director Managing Director

Signed as per our annexed report of even date

Hoda Vasi Chowdhury & Co

Chartered Accountants

Dhaka :10 May 2012.

Notes to the financial statements
as at and 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

- Expenditure for audit fees has not been separately accounted for in the Financial Statements.
- 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 Shahjalal Islami Bank Limited.

2.3 General

- 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.
- 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	
	USD	Taka
3 Balance with Other Banks and Financial Institutions		
(Other than mudaraba Fund)		
Inside Bangladesh (Note - 3.1)	20,429.07	1,674,963
Outside Bangladesh	-	-
	20,429.07	1,674,963
3.1 Inside Bangladesh		
Shahjalal Islami Bank Ltd	20,429.07	1,674,963
	20,429.07	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)	2,075,835.47	170,196,090
Out side Bangladesh	-	-
	2,075,835.47	170,196,090

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

12 Postage, Stamps, Telecommunication etc:

Telephone charges	12.38	1,015
	12.38	1,015

13 Other Expenses:

Utility	6.20	508
	6.20	508

Chairman Director Director Managing Director

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:

- 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;
- 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;
- 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
- 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

STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2011

	Notes	As at 31 Dec 2011	As at 31 Dec 2010
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 Director Chairman

Signed in terms of our report of even date annexed.

Dhaka , Bangladesh
Date: March 05, 2012

K. M. HASAN & CO.
Chartered Accountants

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM MAY 25 TO DECEMBER 31, 2011

	Notes	2011	2010
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	-
Earning 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 Director Chairman

Signed in terms of our report of even date annexed.

Dhaka , Bangladesh
Date: March 05, 2012

K. M. HASAN & CO.
Chartered Accountants

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

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2011

	(Amount in Taka)	
	2011	2010
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)
B. 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)
C. 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 Chairman

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

- All property, plant and equipment are stated at cost less accumulated depreciation as per BAS -16 " Property, plant and equipment".
- 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.
- 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.

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.



Shahjalal Islami Bank

L I M I T E D

FINANCIAL STATEMENTS 2011

4. Property, plant and equipment

Particulars	COST				Rate (%)	DEPRICIATION				Amount in Taka	
	Balance as on 01.01.11	Additions	Sales/ Adjustment	Balance as on 31.12.11		Balance as on 01.01.11	Charged for the period	Adjus- tment	Balance as on 31.12.11	Written Down value as on 31.12.14	
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	-	-	-	-		-	-	-	-	-	

5 Investment in membership

	2011 Taka	2010 Taka
Membership license-DSE	362,000,000	362,000,000
Membership license-CSE	156,500,000	156,500,000
	518,500,000	518,500,000

6 Advances, deposits & prepayments

	2011 Taka	2010 Taka
Advance office rent	16,445,775	-
Advance commission for bank guarantee	958,331	-
Advance income tax	28,757,429	-
Pre-incorporation expenses (6.1)	1,099,040	1,099,040
Prepaid expenses	721,583	-
	47,982,158	1,099,040

6.1 Pre-incorporation expenses

	2011 Taka	2010 Taka
Consent fee-SEC	130,000	130,000
Registration and other fee- RJSC	949,040	949,040
Audit fee	20,000	20,000
	1,099,040	1,099,040

7 Accounts receivable

	2011 Taka	2010 Taka
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	-
	520,362,343	-

7.1 Profit receivable

	2011 Taka	2010 Taka
Profit accrued on mudaraba term deposits	4,806,858	-
Profit from margin investment	455,352,765	-
	460,159,623	-

8 Cash and cash equivalents

	2011 Taka	2010 Taka
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

	2011 Taka	2010 Taka
Shahjalal islami bank limited	945,709,199	450,000,000
One bank limited	1,688,619	-
Al-arafah islami bank limited	1,823	-
	947,399,641	450,000,000

9 Share capital

	2011 Taka	2010 Taka
Authorised	5,000,000,000	2,000,000,000
500,000,000 ordinary shares of Tk. 10 each		
Issued, Subscribed and Paid up:	2,140,000,000	450,000,000
214,000,000 ordinary shares of Tk. 10 each		

Sl. No.	Name of Shareholders	No. of Shares 2011	2011 Taka	2010 Taka
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 Shahid)			
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

>> Continue from previous column

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

	2011 Taka	2010 Taka
Payable to Shahjalal islami bank ltd.- bai-muajjal margin investment	2,091,104,913	-
Payable to al-arafah islami bank ltd.- bai-muajjal investment	700,000,000	-
	2,791,104,913	-

11 Accounts payable

	2011 Taka	2010 Taka
Payable to client	98,086,645	-
Payable to DSE	257,245,036	-
Payable to CSE	1,234,616	-
Payable to Shahjalal Islami Bank Limited (11.1)	1,185,554,843	519,599,040
Other payable (11.2)	12,885,444	-
	1,555,006,584	519,599,040

11.1 Payable to Shahjalal Islami Bank Limited

	2011 Taka	2010 Taka
Payable for others (11.1 (a))	911,579,257	519,599,040
Profit Payable for margin investment	273,975,586	-
	1,185,554,843	519,599,040

11.1(a) Payable for others

	2011 Taka	2010 Taka
Furniture & fixture	20,922,248	-
Office equipment	20,798,568	-
Other expenditure	51,084	-
Pre-incorporation expenditure	1,099,040	1,099,040
Profit before commencement of business	331,784,174	-
Membership purchase (DSE & CSE)	518,500,000	518,500,000
Advance office rent	18,424,143	-
	911,579,257	519,599,040

11.2 Other payable

	2011 Taka	2010 Taka
Profit payable to al-arafah islami bank ltd.- bai-muajjal investment	12,885,444	-

12 Other liabilities

	2011 Taka	2010 Taka
Accrued expenses	1,691,115	-
VAT payable	149,067	-
Tax payable	80,323	-
Auditors' fee	25,000	-
Incentive bonus payable	5,000,000	-
	6,945,505	-

13 Brokerage commission

	2011 Taka	2010 Taka
Commission income through DSE	107,315,208	-
Commission income through CSE	2,389,655	-
	109,704,863	-

14 Other operating income

	2011 Taka	2010 Taka
Income from Investment in securities	34,808,061	-
Dividend income	498,000	-
	35,306,061	-

15 Operating expenses

	2011 Taka	2010 Taka
Rent, taxes, insurance, electricity etc (15.1)	15,289,325	-
Legal expenses (15.2)	65,000	-
Postage, stamp, telecommunication etc (15.3)	2,570,391	-
Stationery, printing & advertisement etc (15.4)	1,470,364	-
Depreciation, repairs & maintenance (15.5)	3,676,314	-
Other operating expenses (15.6)	24,805,395	-
	47,876,789	-

15.1 Rent, taxes, insurance, electricity etc

	2011 Taka	2010 Taka
Office rent	13,960,900	-
Electricity & generator	1,328,425	-
	15,289,325	-

15.2 Legal expenses

	2011 Taka	2010 Taka
Legal & professional expenses	65,000	-

15.3 Postage, stamp, telecommunication etc

	2011 Taka	2010 Taka
Revenue stamp	43,823	-
Telephone & mobile	470,443	-
Networking	2,056,125	-
	2,570,391	-

15.4 Stationery, printing & advertisement etc

	2011 Taka	2010 Taka
Office stationery	168,092	-
Other stationery	669,450	-
Paper expenses	134,250	-
Advertisement	460,072	-
Printing	38,500	-
	1,470,364	-

15.5 Depreciation, repairs & maintenance

	2011 Taka	2010 Taka
Depreciation	3,487,397	-
Repair & maintenance	188,917	-
	3,676,314	-

15.6 Other expenses

	2011 Taka	2010 Taka
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

	2011 Taka	2010 Taka
Margin documentation fee	454,000	-
BO account opening fee	386,000	-
Income from CDBL	1,830,383	-
Cheque dishonour fee	41,000	-
BO account maintenance charge	2,896,500	-
BO account closing fee	150,508	-
Profit on mudaraba term deposit	49,976,761	-
Profit on special notice deposit	11,840,032	-
	67,575,184	-

17 Office and administrative expenses

	2011 Taka	2010 Taka
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

	2011 Taka	2010 Taka
Profit paid on bai-muazzal (margin)	273,975,586	-
Profit paid on bai-muazzal (FO)	10,737,333	-
Profit paid on bai muazzal (revolving)	12,885,444	-
	297,598,363	-