

**Shahjalal Islami Bank Limited and its Subsidiary**

**Independent Auditor's Report and  
Audited Consolidated and Separate Financial Statements  
For the year ended 31 December 2021**

## **Independent Auditor's Report To the Shareholders of Shahjalal Islami Bank Limited**

### **Report on the Audit of the Consolidated and Separate Financial Statements**

#### **Opinion**

We have audited the consolidated financial statements of Shahjalal Islami Bank Limited and its subsidiary (the "Group") as well as the separate financial statements of Shahjalal Islami Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2021 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2021, and of its consolidated and separate financial performance, and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note no. 2.1.

#### **Basis for Opinion**

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

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Description of key audit matters	Our response to key audit matters
<b>1. Investments</b>	
Refer to note no. 8 to the consolidated and separate financial statements	
<p>Investments are the main element of financial statements of the Bank. Income of the Bank is mainly dependent on the portfolio of investments. Management performance is highly dependent on the target achievement of investments. Investment disbursement requires robust documentation followed by approval from appropriate level of authority.</p> <p>We have identified investments as key audit matter because there is an inherent risk of fraud in disbursement of investments by management to meet specific targets or expectations.</p> <p>At year end the Group and the Bank reported total gross investments of BDT 219,200 million (2020: BDT 199,137 million) and BDT 216,587 million (2020: BDT 196,513 million) respectively.</p>	<p>We tested the design and operating effectiveness of key controls focusing on credit appraisal, investment disbursement procedures and monitoring process of investments.</p> <p>We have performed procedure to check whether the Bank has ensured appropriate documentation as per Bangladesh Bank regulations and the Bank's policy before disbursement of investments. In addition, we have performed procedure to check whether the investments are recorded completely and accurately and that are existed at the reporting date.</p> <p>Furthermore, we have assessed the appropriateness of disclosure against Bangladesh Bank guidelines.</p>
<b>2. Recognition of income from investments</b>	
Refer to note no. 8 and 23 to the consolidated and separate financial statements	
<p>Recognition of investment income has significant and wide influence on financial statements.</p> <p>Recognition and measurement of investment income has involvement of complex IT environment.</p> <p>We have identified recognition of income from investments as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of income by management to meet specific targets or expectations.</p> <p>For the year ended the Group and the Bank reported total gross income from investments of BDT 13,793 million (2020: BDT 16,987 million) and BDT 13,805 million (2020: BDT 17,034 million) respectively.</p>	<p>We tested the design and operating effectiveness of key controls over recognition and measurement of income from investments.</p> <p>We have performed test of operating effectiveness on automated control in place to measure and recognise investment income.</p> <p>We have also performed substantive procedure to check whether investment income is recognised completely and accurately.</p> <p>We have assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p>
<b>3. Measurement of provision for investment</b>	
Refer to note no. 8, 15a and 40 to the consolidated and separate financial statements	
<p>The process for estimating provision for investments associated with credit risk is judgmental, significant and complex.</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p>





Description of key audit matters	Our response to key audit matters
<p>For the individual analysis, these provisions consider the estimates of future business performance and the market value of collateral provided for credit transactions.</p> <p>For the collective analysis, these provisions are manually processed that deals with voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank issued time to time.</p> <p>While estimating such provision certain judgmental factors need to be considered including:</p> <ul style="list-style-type: none"> <li>• Future business performance of the investment client;</li> <li>• Key assumptions relating to further business performance of the client;</li> <li>• Market value of the collateral;</li> <li>• Ability to repossess collateral; and</li> <li>• Recovery rates.</li> </ul> <p>Due to high level of judgment involved and using some manual process in estimating the provision for investments, we considered this to be a key audit matter.</p> <p>At year end the Group and the Bank reported total provision for investments of BDT 5,738 million (2020: BDT 6,015 million) and BDT 5,494 million (2020: BDT 5,664 million) respectively.</p>	<ul style="list-style-type: none"> <li>• Tested the credit appraisal, investments disbursement procedures, monitoring and provisioning process;</li> <li>• Reviewed identification of loss events, including early warning and default warning indicators; and</li> <li>• Reviewed quarterly Classification of Investments (CL);</li> </ul> <p>Our substantive procedure in relation to the provisions for investments portfolio comprised the following:</p> <ul style="list-style-type: none"> <li>• Reviewed the adequacy of the Group and the Bank's general and specific provisions;</li> <li>• Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; and</li> <li>• Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</li> </ul>
<b>4. Impairment assessment of unquoted shares</b>	
Refer to note no. 7a.5 to the consolidated and separate financial statements	
<p>In the absence of quoted price in an active market, the fair value of unquoted shares and securities, especially any impairment is calculated using valuation techniques which may take into consideration direct or indirect unobservable market data and hence requires an elevated level of judgement and assumption.</p> <p>Due to high level of judgment and assumption involved in evaluating the impairment assessment of unquoted shares, we considered this to be a key audit matter.</p>	<p>We have assessed the process and controls put in place by the Bank to ensure all major investment decisions are undertaken through a proper due diligence process.</p> <p>We have tested a sample of investment valuation as at 31 December 2021 and compared our results to the recorded value.</p> <p>Finally, we have assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>
<b>5. Carrying value of investment in subsidiary by the Bank</b>	
Refer to note no. 10a to the consolidated and separate financial statements	
<p>The Bank has invested in equity shares of its subsidiary namely Shahjalal Islami Bank Securities Limited. As at 31 December 2021 the</p>	<p>We have reviewed management's analysis of impairment assessment and recoverable value calculation of the subsidiary in accordance with</p>



Description of key audit matters	Our response to key audit matters
<p>carrying value of these investments in Shahjalal Islami Bank Securities Limited is BDT 2,515 million (2020: BDT 2,515 million).</p> <p>At the time of conducting our audit of the separate financial statements of the Bank we have considered the recoverable value of the Bank's investments in Shahjalal Islami Bank Securities Limited stated at cost.</p> <p>The Bank is required to perform impairment test of investment in subsidiary when impairment indication exists. The impairment testing is considered to be a key audit matter due to the complexity and judgements required in determining the assumptions to be used to estimate the recoverable amount which is higher of fair value less costs to sell and value in use.</p> <p>Management has conducted impairment assessment and calculated recoverable value of its subsidiary for Shahjalal Islami Bank Securities Limited in accordance with IAS 36.</p>	<p>IAS 36: <i>Impairment of Assets</i>.</p> <p>In particular, our discussion with the management was focused on the continued appropriateness of the value in use model, the key assumption used in the model, the reasonably possible alternative assumptions, particularly where they had the most impact on the value in use calculation.</p>
<b>6. Legal and regulatory matters</b>	
<p>We focused on this area because the Bank and its subsidiary (the "Group") operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Overall, the legal provision represents the Group's best estimation for existing legal matters that have a probable and estimable impact on the Group's financial position.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group and Bank's key controls over the legal provision and contingency processes.</p> <p>We enquired those charged with governance to obtain their views on the status of all significant litigation and regulatory matters.</p> <p>We enquired of the Group and the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports. We also received formal confirmations from external counsel.</p> <p>We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.</p> <p>We also assessed the Group and the Bank's provisions and contingent liabilities disclosure.</p>
<b>7. IT systems and controls</b>	
<p>Our audit procedures have focused on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in</p>	<p>We tested the design and operating effectiveness of the Group and the Bank's IT access controls over the information systems that are critical to financial reporting. We</p>



Description of key audit matters	Our response to key audit matters
<p>numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>Our areas of audit focus included master data management, user access management and developer access to the production environment and changes to the IT environment. Among others, these are key to ensuring operating effectiveness of IT dependent application-based controls.</p>	<p>tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorised.</p> <p>We tested the Group and the Bank's periodic review of access rights. We also inspected requests of changes to systems for appropriate approval and authorisation. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p> <p>Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</p>

### Other Information

Management is responsible for the other information. The other information comprises all of the information included in the Annual Report other than the consolidated and separate financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRSs as explained in note no. 2.1, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Banking Companies Act, 1991 (as amended up to date) and the Bangladesh Bank regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Group and the



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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Bank's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

In accordance with the Companies Act, 1994, the Securities and Exchange Rules, 1987, the Banking Companies Act, 1991 (as amended up to date) and the rules and regulations issued by Bangladesh Bank, we also report that:


- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
  - (a) internal audit, internal control and risk management arrangements of the Group and the Bank as disclosed in the financial statements appeared to be materially adequate;
  - (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entity;



- (iii) financial statements for the year ended 31 December 2021 of subsidiary namely Shahjalal Islami Bank Securities Limited have been audited by M/s. K. M. Hasan & Co., Chartered Accountants and have been properly reflected in the consolidated financial statements;
- (iv) in our opinion, proper books of accounts as required by law have been kept by the Group and Bank so far as it appeared from our examination of those books;
- (v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- (viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- (ix) adequate provisions have been made for investments and other assets which are in our opinion, doubtful of recovery;
- (x) the information and explanations required by us have been received and found satisfactory;
- (xi) we have reviewed over 80% of the risk-weighted assets of the Bank and spent over 4,568 person hours; and
- (xii) Capital to Risk-weighted Assets Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

Dhaka,  
16 March 2022

Signed for & on behalf of  
**ACNABIN**  
**Chartered Accountants**



**Md. Moniruzzaman, FCA**  
**Partner**  
ICAB Enrollment No. 787

DVC: 2203200787AS332767

**Shahjalal Islami Bank Limited and its Subsidiary**  
**Consolidated Balance Sheet**  
**As at 31 December 2021**

	Note	31.12.2021 Taka	31.12.2020 Taka
<b>Property and Assets</b>			
<b>Cash</b>			
Cash in Hand (including Foreign Currencies)	3	1,943,331,636	1,814,745,636
Balance with Bangladesh Bank & Sonali Bank Ltd. (including Foreign Currencies)	4	12,087,735,744	13,351,033,150
		<b>14,031,067,380</b>	<b>15,165,778,786</b>
<b>Balance with Other Banks and Financial Institutions</b>			
Inside Bangladesh		2,067,998,849	2,983,335,984
Outside Bangladesh		1,029,495,149	4,759,516,675
	5	<b>3,097,493,998</b>	<b>7,742,852,659</b>
<b>Placement with Other Banks &amp; Financial Institutions</b>			
	6	<b>18,514,593,291</b>	<b>23,646,670,016</b>
<b>Investments in Shares &amp; Securities</b>			
Government		28,047,670,000	21,695,610,000
Others		10,290,056,403	7,700,804,301
	7	<b>38,337,726,403</b>	<b>29,396,414,301</b>
<b>Investments</b>			
General Investments etc.		201,220,993,015	184,095,800,600
Bills Purchased and Discounted		17,979,284,002	15,041,318,459
	8	<b>219,200,277,017</b>	<b>199,137,119,059</b>
<b>Fixed Assets including Premises, Furniture and Fixtures</b>			
	9	<b>5,226,775,920</b>	<b>4,872,812,072</b>
<b>Other Assets</b>			
	10	<b>18,061,545,248</b>	<b>15,917,222,101</b>
<b>Non-Banking Assets</b>			
	11	<b>88,909,355</b>	<b>88,909,355</b>
<b>Total Property and Assets</b>		<b>316,558,388,612</b>	<b>295,967,778,349</b>
<b>Liabilities and Capital</b>			
<b>Liabilities</b>			
<b>Placement from Other Banks &amp; Financial Institutions</b>			
	12	<b>32,701,012,974</b>	<b>19,856,439,728</b>
<b>Deposits and Other Accounts</b>			
Mudaraba Savings Deposits		36,326,434,041	30,316,556,422
Mudaraba Term Deposits		74,469,380,080	81,508,507,043
Other Mudaraba Deposits		62,818,504,170	67,907,231,368
Al-Wadeeah Current & Other Deposit Accounts		39,179,649,922	34,433,455,394
Bills Payable		4,016,969,162	3,889,060,291
	13	<b>216,810,937,375</b>	<b>218,054,810,518</b>
<b>Mudaraba Bonds</b>			
	14	<b>12,200,000,000</b>	<b>9,200,000,000</b>
<b>Other Liabilities</b>			
	15	<b>34,553,169,294</b>	<b>30,403,236,018</b>
<b>Deferred Tax Liabilities</b>			
	16	<b>235,550,642</b>	<b>256,677,740</b>
<b>Total Liabilities</b>		<b>296,500,670,284</b>	<b>277,771,164,004</b>
<b>Capital/Shareholders' Equity</b>			
Paid-up Capital	17.2	10,290,969,510	9,800,923,350
Statutory Reserve	18	7,927,205,795	6,959,872,664
Capital Reserve		3,449,994	2,878,961
Retained Earnings	19	1,608,652,106	1,206,062,264
<b>Total Shareholders' Equity</b>		<b>19,830,277,405</b>	<b>17,969,737,239</b>
Non-controlling Interest	17.7	227,440,923	226,877,106
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>316,558,388,612</b>	<b>295,967,778,349</b>



**Shahjalal Islami Bank Limited and its Subsidiary**  
**Consolidated Off-balance Sheet Items**  
**As at 31 December 2021**

	Note	31.12.2021 Taka	31.12.2020 Taka
<b>Contingent Liabilities</b>			
Acceptances & endorsements		52,969,323,781	37,961,567,205
Letters of guarantee	20	31,904,128,585	31,092,059,818
Irrevocable letters of credit	21	64,074,742,941	34,857,199,890
Bills for collection		22,275,433,922	16,124,209,575
Other contingent liabilities		-	-
<b>Total</b>		<b>171,223,629,229</b>	<b>120,035,036,488</b>
<b>Other Commitments</b>			
Documentary credits, short-term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>Total off-balance sheet items including contingent liabilities</b>		<b>171,223,629,229</b>	<b>120,035,036,488</b>
<b>Consolidated Net Asset Value per Share [previous year's figure restated]</b>	42(i)	<b>19.27</b>	<b>17.46</b>

The annexed notes from 1 to 54 form an integral part of these consolidated financial statements.

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

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

Dhaka,  
16 March 2022

Signed for & on behalf of  
ACNABIN  
Chartered Accountants

  
Md. Moniruzzaman, FCA  
Partner  
ICAB Enrollment No. 787

DVC: 2203200787AS332767

**Shahjalal Islami Bank Limited and its Subsidiary**  
**Consolidated Profit and Loss Account**  
**For the year ended 31 December 2021**

	Note	2021 Taka	2020 Taka
<b>Operating Income</b>			
Investment Income	23	13,792,776,608	16,986,601,742
Less: Profit paid on Deposits	24	7,397,902,913	11,440,711,730
<b>Net Investment Income</b>		<b>6,394,873,695</b>	<b>5,545,890,012</b>
Income from Investments in Shares & Securities	25	1,218,245,276	722,883,847
Commission, Exchange and Brokerage	26	2,518,174,907	1,857,875,279
Other Operating Income	27	1,056,361,211	818,539,311
		<b>4,792,781,394</b>	<b>3,399,298,436</b>
<b>Total Operating Income</b>		<b>11,187,655,089</b>	<b>8,945,188,449</b>
<b>Operating Expenses</b>			
Salaries and Allowances	28	3,033,864,435	3,031,500,629
Rent, Taxes, Insurances, Electricity etc.	29	340,726,959	438,197,925
Legal Expenses	30	1,039,886	2,109,580
Postage, Stamps, Telecommunication etc.	31	42,604,155	46,959,444
Stationery, Printings, Advertisements etc.	32	99,662,329	84,665,701
Chief Executive's Salary & Fees	33	22,929,970	21,572,700
Directors' Fees & Expenses	34	6,398,484	6,737,530
Sharia'h Supervisory Committee's Fees & Expenses	35	743,851	295,512
Auditors' Fees	36	617,242	540,250
Depreciation & Repairs of Assets	37	557,103,457	408,833,601
Zakat Expenses	38	179,870,407	160,982,542
Other Expenses	39	787,867,429	620,498,003
<b>Total Operating Expenses</b>		<b>5,073,428,603</b>	<b>4,822,893,418</b>
<b>Profit before Provision</b>	22	<b>6,114,226,487</b>	<b>4,122,295,031</b>
Specific Provision for Classified Investments		541,490,000	156,994,000
General Provision for Unclassified Investments		196,038,000	228,500,000
General Provision for Off-balance Sheet Items		421,000,000	65,900,000
Provision for diminution in value of Investments in Shares		16,000,000	-
Provision for Other Assets		10,000,000	-
<b>Total Provision</b>	40	<b>1,184,528,000</b>	<b>451,394,000</b>
<b>Total Profit before Taxes</b>		<b>4,929,698,487</b>	<b>3,670,901,031</b>
<b>Provision for Taxation</b>			
Deferred Tax	41	(21,127,098)	70,354,756
Current Tax	41b	2,338,472,612	1,686,637,361
		<b>2,317,345,515</b>	<b>1,756,992,117</b>
<b>Net Profit after Taxes</b>		<b>2,612,352,972</b>	<b>1,913,908,914</b>
<b>Net Profit after Taxes attributable to:</b>			
Equity holders of SJIBL		2,591,539,155	1,913,440,000
Non-controlling Interest		20,813,816	468,914
		<b>2,612,352,972</b>	<b>1,913,908,914</b>
Retained Earnings from previous year		1,206,062,264	954,727,530
Add: Net Profit after Taxes (attributable to equity holders of SJIBL)		2,591,539,155	1,913,440,000
<b>Profit available for Appropriation</b>		<b>3,797,601,419</b>	<b>2,868,167,530</b>
<b>Appropriation:</b>			
Statutory Reserve	18	967,333,131	728,684,000
Start-up Fund	15a.3	44,934,355	-
Dividend		1,176,110,795	933,421,266
Capital Reserve		571,033	-
Retained Earnings	19	1,608,652,106	1,206,062,264
		<b>3,797,601,419</b>	<b>2,868,167,530</b>
<b>Consolidated Earnings per Share [previous year's figure restated]</b>	42	<b>2.52</b>	<b>1.86</b>

The annexed notes from 1 to 54 form an integral part of these consolidated financial statements.

  
Chairman

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

Dhaka,  
16 March 2022

  
Director

  
Director

  
Managing Director & CEO

Signed for & on behalf of  
ACNABIN  
Chartered Accountants

  
Md. Moniruzzaman, FCA  
Partner  
ICAB Enrollment No. 787

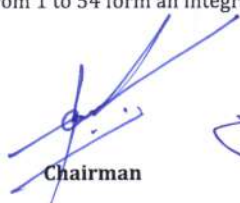


**Shahjalal Islami Bank Limited and its Subsidiary**  
**Consolidated Cash Flow Statement**  
**For the year ended 31 December 2021**

	Note	2021 Taka	2020 Taka
<b>Cash flows from operating activities</b>			
Investment income receipt in cash	43	14,774,368,653	17,801,979,787
Profit paid on deposits	44	(8,273,077,584)	(12,336,325,947)
Dividend receipts		68,927,342	46,331,181
Fees & commission receipt in cash		2,506,847,975	1,855,753,778
Recoveries on investment previously written-off		31,809,277	24,654,765
Cash payments to employees		(3,056,794,405)	(3,053,073,329)
Cash payments to suppliers		(99,662,329)	(84,665,701)
Income tax paid		(1,855,006,719)	(2,185,842,395)
Receipts from other operating activities	45	1,057,282,006	825,332,151
Payments for other operating activities	46	(1,377,027,302)	(1,283,938,535)
<b>(i) Operating profit before changes in operating assets and liabilities</b>		<b>3,777,666,914</b>	<b>1,610,205,756</b>
<b>Changes in operating assets and liabilities</b>			
(Increase)/decrease in investment to customers		(21,001,399,797)	1,162,205,716
(Increase)/decrease in other assets	47	64,438,242	143,745,220
(Increase)/decrease of placement with other banks & financial institutions		5,132,076,725	(11,285,186,850)
Increase/(decrease) in deposits from other banks		5,154,203,653	366,775,113
Increase/(decrease) of placement from other banks & financial institutions		12,832,443,887	8,146,268,450
Increase/(decrease) in deposits received from customers		(5,697,828,226)	15,236,731,886
Increase/(decrease) in other liabilities on account of customers		697,070,407	992,271,283
Increase/(decrease) in other liabilities	48	85,859,272	476,963,050
<b>(ii) Cash flows from operating assets and liabilities</b>		<b>(2,733,135,839)</b>	<b>15,239,773,867</b>
<b>Net cash flow from operating activities (A)=(i+ii)</b>		<b>1,044,531,076</b>	<b>16,849,979,622</b>
<b>Cash flows from investing activities</b>			
Proceeds from sale of securities		2,461,433,041	690,123,080
Payments for purchases of securities		(11,402,745,143)	(12,788,096,201)
Proceeds from sale of fixed assets		2,865,702	5,342,071
Payments for purchases of fixed assets		(191,167,040)	(721,144,515)
<b>Net cash used in investing activities (B)</b>		<b>(9,129,613,440)</b>	<b>(12,813,775,566)</b>
<b>Cash flows from financing activities</b>			
Receipts from issuance of debt instruments		5,000,000,000	-
Payments for redemption of debt instruments		(2,000,000,000)	(800,000,000)
Dividend paid to ordinary shareholders		(706,314,635)	(466,710,636)
<b>Net cash flow from/(used in) financing activities (C)</b>		<b>2,293,685,366</b>	<b>(1,266,710,636)</b>
<b>Net (decrease)/increase in cash and cash equivalents (A+B+C)</b>		<b>(5,791,396,999)</b>	<b>2,769,493,420</b>
Add: Effect of exchange rate changes on cash and cash equivalents		11,326,932	2,121,500
Add: Cash and cash equivalents at the beginning of the year		22,908,631,445	20,137,016,525
<b>Cash and cash equivalents at the end of the year</b>	49	<b>17,128,561,378</b>	<b>22,908,631,445</b>
<b>Consolidated Net Operating Cash Flow per Share (NOCFPS)</b>	42(ii)	<b>1.01</b>	<b>16.37</b>
<b>[previous year's figure restated]</b>			

The annexed notes from 1 to 54 form an integral part of these consolidated financial statements.

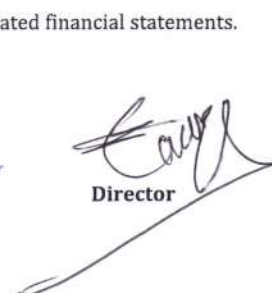
Dhaka,  
16 March 2022



Chairman



Director



Director



Managing Director & CEO

**Shahjalal Islami Bank Limited and its Subsidiary**  
Consolidated Statement of Changes in Equity

For the year ended 31 December 2021						
Particulars	Paid-up Capital	Statutory Reserve	Capital Reserve	Retained Earnings	Non-controlling Interest	Total Capital/Shareholders' Equity
Balance as at 01 January 2021	9,800,923,350	6,959,872,664	2,878,961	1,206,062,264	226,877,106	18,196,614,346
Dividend:						
Stock Dividend	490,046,160	-	-	(490,046,160)	-	-
Cash Dividend Paid	-	-	-	(686,064,635)	(20,250,000)	(706,314,635)
Net profit during the year	-	-	-	2,591,539,155	20,813,816	2,612,352,972
Statutory Reserve	-	967,333,131	-	(967,333,131)	-	-
Start-up Fund	-	-	-	(44,934,355)	-	(44,934,355)
Capital Reserve	-	-	571,033	(571,033)	-	-
<b>Total Shareholders' Equity as at 31 December 2021</b>	<b>10,290,969,510</b>	<b>7,927,205,795</b>	<b>3,449,994</b>	<b>1,608,652,106</b>	<b>227,440,923</b>	<b>20,057,718,328</b>
Add: Mudarabah Perpetual Bond						5,000,000,000
Add: General Provision for Unclassified Investments & Off-balance Sheet Items						3,824,503,735
Add: Mudaraba Subordinated Bond						5,200,000,000
<b>Total Eligible Regulatory Capital as at 31 December 2021</b>						<b>34,082,222,063</b>

For the year ended 31 December 2020						
Particulars	Paid-up Capital	Statutory Reserve	Capital Reserve	Retained Earnings	Non-controlling Interest	Total Capital/Shareholders' Equity
Balance as at 01 January 2020	9,334,212,720	6,231,188,665	2,878,961	954,727,530	226,408,192	16,749,416,068
Dividend for the year 2019:						
Stock Dividend (5%)	466,710,630	-	-	(466,710,630)	-	-
Cash Dividend Paid (5%)	-	-	-	(466,710,636)	-	(466,710,636)
Net profit during the year	-	-	-	1,913,440,000	468,914	1,913,908,914
Statutory Reserve	-	728,684,000	-	(728,684,000)	-	-
<b>Total Shareholders' Equity as at 31 December 2020</b>	<b>9,800,923,350</b>	<b>6,959,872,664</b>	<b>2,878,961</b>	<b>1,206,062,264</b>	<b>226,877,106</b>	<b>18,196,614,346</b>
Add: General Provision for Unclassified Investments & Off-balance Sheet Items						3,207,465,735
Add: Mudaraba Subordinated Bond						7,200,000,000
Less: Shortfall of provision required against investments						329,797,981
<b>Total Eligible Regulatory Capital as at 31 December 2020</b>						<b>28,274,282,100</b>

The annexed notes from 1 to 54 form an integral part of these consolidated financial statements.

Dhaka,  
16 March 2022

Chairman

Director

Managing Director & CEO



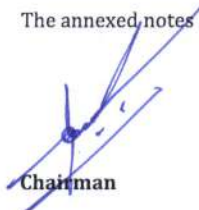
**Shahjalal Islami Bank Limited**  
**Balance Sheet**  
**As at 31 December 2021**

	Note	31.12.2021 Taka	31.12.2020 Taka
<b>Property and Assets</b>			
<b>Cash</b>			
Cash in Hand (including Foreign Currencies)	3a	1,943,331,636	1,814,745,636
Balance with Bangladesh Bank & Sonali Bank Ltd. (including Foreign Currencies)	4a	12,087,735,744	13,351,033,150
		<b>14,031,067,380</b>	<b>15,165,778,786</b>
<b>Balance with Other Banks and Financial Institutions</b>			
Inside Bangladesh		1,993,712,408	2,975,866,157
Outside Bangladesh		1,029,495,149	4,759,516,675
	5a	<b>3,023,207,557</b>	<b>7,735,382,832</b>
<b>Placement with Other Banks &amp; Financial Institutions</b>	6a	<b>18,514,593,291</b>	<b>23,646,670,016</b>
<b>Investments in Shares &amp; Securities</b>			
Government		28,047,670,000	21,695,610,000
Others		8,219,932,088	5,914,149,344
	7a	<b>36,267,602,088</b>	<b>27,609,759,344</b>
<b>Investments</b>			
General Investment etc.		198,607,299,997	181,471,332,782
Bills Purchased and Discounted		17,979,284,002	15,041,318,459
	8a	<b>216,586,583,999</b>	<b>196,512,651,241</b>
<b>Fixed Assets including Premises, Furniture and Fixtures</b>	9a	<b>5,077,326,059</b>	<b>4,740,650,245</b>
<b>Other Assets</b>	10a	<b>20,141,811,136</b>	<b>18,018,050,356</b>
<b>Non-Banking Assets</b>	11	<b>88,909,355</b>	<b>88,909,355</b>
<b>Total Property and Assets</b>		<b>313,731,100,865</b>	<b>293,517,852,175</b>
<b>Liabilities and Capital</b>			
<b>Liabilities</b>			
<b>Placement from Other Banks &amp; Financial Institutions</b>	12a	<b>32,436,452,822</b>	<b>19,730,962,466</b>
<b>Deposits and Other Accounts</b>			
Mudaraba Savings Deposits		36,326,437,165	30,316,566,001
Mudaraba Term Deposits		74,469,380,080	81,508,507,043
Other Mudaraba Deposits		63,296,520,951	68,295,354,091
Al-Wadeeah Current & Other Deposit Accounts		39,179,680,779	34,433,462,289
Bills Payable		4,016,969,162	3,889,060,291
	13a	<b>217,288,988,137</b>	<b>218,442,949,715</b>
<b>Mudaraba Bonds</b>	14	<b>12,200,000,000</b>	<b>9,200,000,000</b>
<b>Other Liabilities</b>	15a	<b>31,765,514,727</b>	<b>27,935,935,686</b>
<b>Deferred Tax Liabilities</b>	16a	<b>237,151,866</b>	<b>259,248,945</b>
<b>Total Liabilities</b>		<b>293,928,107,552</b>	<b>275,569,096,812</b>
<b>Capital/Shareholders' Equity</b>			
Paid-up Capital	17.2	10,290,969,510	9,800,923,350
Statutory Reserve	18	7,927,205,795	6,959,872,664
Retained Earnings	19a	1,584,818,008	1,187,959,349
<b>Total Shareholders' Equity</b>		<b>19,802,993,313</b>	<b>17,948,755,363</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>313,731,100,865</b>	<b>293,517,852,175</b>

**Shahjalal Islami Bank Limited**  
**Off-balance Sheet Items**  
**As at 31 December 2021**

	Note	31.12.2021 Taka	31.12.2020 Taka
<b>Contingent Liabilities</b>			
Acceptances & endorsements		52,969,323,781	37,961,567,205
Letters of guarantee	20	31,904,128,585	31,092,059,818
Irrevocable letters of credit	21	64,074,742,941	34,857,199,890
Bills for collection		22,275,433,922	16,124,209,575
Other contingent liabilities		-	-
<b>Total</b>		<b>171,223,629,229</b>	<b>120,035,036,488</b>
<b>Other Commitments</b>			
Documentary credits, short-term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>Total off-balance sheet items including contingent liabilities</b>		<b>171,223,629,229</b>	<b>120,035,036,488</b>
<b>Net Asset Value per Share [previous year's figure restated]</b>	42(i)	<b>19.24</b>	<b>17.44</b>

The annexed notes from 1 to 54 form an integral part of these financial statements.

  
Chairman

  
Director

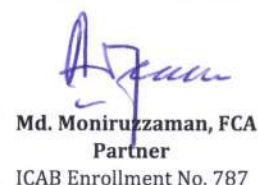
  
Director

  
Managing Director & CEO

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

Dhaka,  
16 March 2022

Signed for & on behalf of  
**ACNABIN**  
Chartered Accountants

  
Md. Moniruzzaman, FCA  
Partner  
ICAB Enrollment No. 787

DVC: 2203200787AS332767



**Shahjalal Islami Bank Limited**  
**Profit and Loss Account**  
**For the year ended 31 December 2021**

	Note	2021 Taka	2020 Taka
<b>Operating Income</b>			
Investment Income	23a	13,805,194,923	17,033,748,679
Less: Profit paid on Deposits	24a	7,381,645,027	11,418,428,603
<b>Net Investment Income</b>		<b>6,423,549,896</b>	<b>5,615,320,076</b>
Income from Investments in Shares & Securities	25a	1,192,319,713	625,322,945
Commission, Exchange and Brokerage	26a	2,239,187,234	1,752,496,265
Other Operating Income	27a	1,045,664,738	812,353,493
		<b>4,477,171,685</b>	<b>3,190,172,702</b>
<b>Total Operating Income</b>		<b>10,900,721,581</b>	<b>8,805,492,779</b>
<b>Operating Expenses</b>			
Salaries and Allowances	28a	2,981,217,178	2,980,281,717
Rent, Taxes, Insurances, Electricity etc.	29a	334,690,238	429,749,211
Legal Expenses	30a	1,011,136	1,235,580
Postage, Stamps, Telecommunication etc.	31a	40,178,463	44,513,612
Stationery, Printings, Advertisements etc.	32a	98,375,319	82,898,124
Chief Executive's Salary & Fees	33	22,929,970	21,572,700
Directors' Fees & Expenses	34	6,398,484	6,737,530
Sharia'h Supervisory Committee's Fees & Expenses	35	743,851	295,512
Auditor's Fees	36a	550,000	500,000
Depreciation & Repairs of Bank's Assets	37a	535,869,372	390,017,716
Zakat Expenses	38	179,870,407	160,982,542
Other Expenses	39a	695,193,509	591,894,537
<b>Total Operating Expenses</b>		<b>4,897,027,926</b>	<b>4,710,678,782</b>
<b>Profit before Provision</b>	22a	<b>6,003,693,656</b>	<b>4,094,813,997</b>
Specific Provision for Classified Investments		541,490,000	156,994,000
General Provision for Unclassified Investments		194,538,000	228,500,000
General Provision for Off-balance Sheet Items		421,000,000	65,900,000
Provision for diminution in value of Investments in Shares		-	-
Provision for Other Assets		10,000,000	-
<b>Total Provision</b>	40a	<b>1,167,028,000</b>	<b>451,394,000</b>
<b>Total Profit before Taxes</b>		<b>4,836,665,656</b>	<b>3,643,419,997</b>
<b>Provision for Taxation</b>			
Deferred Tax	41a	(22,097,080)	71,173,152
Current Tax	41c	2,273,525,795	1,664,048,258
		<b>2,251,428,716</b>	<b>1,735,221,410</b>
<b>Net Profit after Taxes</b>		<b>2,585,236,940</b>	<b>1,908,198,587</b>
Retained Earnings from previous year		1,187,959,349	941,866,028
Add: Net Profit after Taxes		2,585,236,940	1,908,198,587
<b>Profit available for Appropriation</b>		<b>3,773,196,289</b>	<b>2,850,064,615</b>
<b>Appropriation:</b>			
Statutory Reserve	18	967,333,131	728,684,000
Start-up Fund	15a.3	44,934,355	-
Dividend		1,176,110,795	933,421,266
Retained Earnings	19a	1,584,818,008	1,187,959,349
		<b>3,773,196,289</b>	<b>2,850,064,615</b>
<b>Earnings per Share (EPS) [previous year's figure restated]</b>	42a	<b>2.51</b>	<b>1.85</b>

The annexed notes from 1 to 54 form an integral part of these financial statements.

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

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

Dhaka,  
16 March 2022

Signed for & on behalf of  
ACNABIN  
Chartered Accountants

  
Md. Moniruzzaman, FCA  
Partner  
ICAB Enrollment No. 787

**Shahjalal Islami Bank Limited**  
**Cash Flow Statement**  
**For the year ended 31 December 2021**

	Note	2021 Taka	2020 Taka
<b>Cash flows from operating activities</b>			
Investment income receipt in cash	43a	14,348,482,625	17,580,956,079
Profit paid on deposits	44a	(8,081,893,596)	(12,093,678,875)
Dividend receipts		295,277,342	46,331,181
Fees & commission receipt in cash		2,227,860,302	1,750,374,764
Recoveries on investment previously written-off		31,809,277	24,654,765
Cash payments to employees		(3,004,147,148)	(3,001,854,417)
Cash payments to suppliers		(98,375,319)	(82,898,124)
Income tax paid		(1,799,500,546)	(2,156,182,447)
Receipts from other operating activities	45a	1,045,558,852	811,759,372
Payments for other operating activities	46a	(1,279,206,916)	(1,250,116,440)
<b>(i) Operating profit before changes in operating assets and liabilities</b>		<b>3,685,864,873</b>	<b>1,629,345,858</b>
<b>Changes in operating assets and liabilities</b>			
(Increase)/decrease in investment to customers		(21,012,174,597)	773,028,842
(Increase)/decrease in other assets	47a	29,494,436	153,312,500
(Increase)/decrease of placement with other banks & financial institutions		5,132,076,725	(11,285,186,850)
Increase/(decrease) in deposits from other banks		5,154,203,653	366,775,113
Increase/(decrease) of placement from other banks & financial institutions		12,705,490,356	8,348,366,169
Increase/(decrease) in deposits received from customers		(5,607,916,661)	15,478,449,149
Increase/(decrease) in other liabilities on account of customers		697,070,407	992,271,283
Increase/(decrease) in other liabilities	48a	(152,048,146)	161,945,697
<b>(ii) Cash flows from operating assets and liabilities</b>		<b>(3,053,803,828)</b>	<b>14,988,961,902</b>
<b>Net cash flow from operating activities (A)=(i+ii)</b>		<b>632,061,045</b>	<b>16,618,307,760</b>
<b>Cash flows from investing activities</b>			
Proceeds from sale of securities		1,486,453,576	259,379,720
Payments for purchases of securities		(10,144,296,320)	(12,229,721,292)
Proceeds from sale of fixed assets		2,418,502	5,036,971
Payments for purchases of fixed assets		(148,785,781)	(616,932,441)
<b>Net cash used in investing activities (B)</b>		<b>(8,804,210,024)</b>	<b>(12,582,237,042)</b>
<b>Cash flows from financing activities</b>			
Receipts from issuance of debt instruments		5,000,000,000	-
Payments for redemption of debt instruments		(2,000,000,000)	(800,000,000)
Dividend paid to ordinary shareholders		(686,064,635)	(466,710,636)
<b>Net cash flows from/(used in) financing activities (C)</b>		<b>2,313,935,366</b>	<b>(1,266,710,636)</b>
<b>Net (decrease)/increase in cash and cash equivalents (A+B+C)</b>		<b>(5,858,213,613)</b>	<b>2,769,360,082</b>
Add: Effect of exchange rate changes on cash and cash equivalents		11,326,932	2,121,500
Add: Cash and cash equivalents at the beginning of the year		22,901,161,618	20,129,680,036
<b>Cash and cash equivalents at the end of the year</b>	49a	<b>17,054,274,937</b>	<b>22,901,161,618</b>
<b>Net Operating Cash Flow per Share (NOCFPS)</b>	42(ii)	<b>0.61</b>	<b>16.15</b>
<b>[previous year's figure restated]</b>			

The annexed notes from 1 to 54 form an integral part of these financial statements.

Dhaka,  
16 March 2022

  
Chairman

  
Director

  
Director

  
Managing Director & CEO



**Shahjalal Islami Bank Limited**  
Statement of Changes in Equity

**For the year ended 31 December 2021**

Particulars	Paid-up Capital	Statutory Reserve	Retained Earnings	Total Capital/ Shareholders' Equity
Balance as at 01 January 2021	9,800,923,350	6,959,872,664	1,187,959,349	17,948,755,363
Dividend:				
Stock Dividend	490,046,160	-	(490,046,160)	-
Cash Dividend Paid	-	-	(686,064,635)	(686,064,635)
Net profit during the year	-	-	2,585,236,940	2,585,236,940
Statutory Reserve	-	967,333,131	(967,333,131)	-
Start-up Fund	-	-	(44,934,355)	(44,934,355)
<b>Total Shareholders' Equity as at 31 December 2021</b>	<b>10,290,969,510</b>	<b>7,927,205,795</b>	<b>1,584,818,008</b>	<b>19,802,993,313</b>

**Total Equity for the purpose of Capital Adequacy**

<b>Equity as per above</b>	<b>19,802,993,313</b>
Add: Mudarabah Perpetual Bond	5,000,000,000
Add: General Provision for Unclassified Investments & Off-Balance Sheet Items	3,775,038,000
Add: Mudaraba Subordinated Bond	5,200,000,000
<b>Total Eligible Regulatory Capital as at 31 December 2021</b>	<b>33,778,031,313</b>

**For the year ended 31 December 2020**

Particulars	Paid-up Capital	Statutory Reserve	Retained Earnings	Total Capital/ Shareholders' Equity
Balance as at 01 January 2020	9,334,212,720	6,231,188,665	941,866,028	16,507,267,412
Dividend for the year 2019:				
Stock Dividend (5%)	466,710,630	-	(466,710,630)	-
Cash Dividend Paid (5%)	-	-	(466,710,636)	(466,710,636)
Net profit during the year	-	-	1,908,198,587	1,908,198,587
Statutory Reserve	-	728,684,000	(728,684,000)	-
<b>Total Shareholders' Equity as at 31 December 2020</b>	<b>9,800,923,350</b>	<b>6,959,872,664</b>	<b>1,187,959,349</b>	<b>17,948,755,363</b>

**Total Equity for the purpose of Capital Adequacy**

<b>Equity as per above</b>	<b>17,948,755,363</b>
Add: General Provision for Unclassified Investments & Off-Balance Sheet Items	3,159,500,000
Add: Mudaraba Subordinated Bond	7,200,000,000
<b>Total Eligible Regulatory Capital as at 31 December 2020</b>	<b>28,308,255,363</b>

The annexed notes from 1 to 54 form an integral part of these financial statements.

Dhaka,  
16 March 2022

**Chairman**

**Director**

**Managing Director & CEO**



**Shahjalal Islami Bank Limited**  
**Liquidity Statement (Assets & Liabilities Maturity Analysis)**  
**As at 31 December 2021**

(Amount in Taka)

Particulars	Up to 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
<b>Assets</b>						
Cash in Hand	1,943,331,636	-	-	-	-	1,943,331,636
Balance with Other Banks and Financial Institutions	6,426,442,301	-	-	-	8,684,501,000	15,110,943,301
Placement with Other Banks & Financial Institutions	7,583,400,000	10,070,000,000	-	861,193,291	-	18,514,593,291
Investments in Shares & Securities	2,250,000,000	7,000,000,000	9,239,932,088	17,377,670,000	400,000,000	36,267,602,088
Investments	44,341,512,186	61,797,340,036	89,905,880,569	17,142,115,468	3,399,735,740	216,586,583,999
Fixed Assets including Premises, Furniture and Fixtures	30,509,661	61,019,322	274,586,949	1,464,463,728	3,246,746,399	5,077,326,059
Other Assets	278,101,375	702,006,577	13,388,760	16,633,314,423	2,515,000,000	20,141,811,136
Non-Banking Assets	-	-	88,909,355	-	-	88,909,355
<b>Total Assets (i)</b>	<b>62,853,297,159</b>	<b>79,630,365,935</b>	<b>99,522,697,721</b>	<b>53,478,756,911</b>	<b>18,245,983,139</b>	<b>313,731,100,865</b>
<b>Liabilities</b>						
Placement from Other Banks & Financial Institutions	8,865,000,000	14,207,700,000	8,331,200,000	1,032,552,822	-	32,436,452,822
Deposits and Other Accounts	48,068,263,285	64,015,537,503	78,270,034,922	23,073,926,038	3,861,226,389	217,288,988,137
Mudaraba Subordinated Bond	-	-	2,000,000,000	5,200,000,000	5,000,000,000	12,200,000,000
Other Liabilities	218,275,240	108,996,505	5,242,492,299	18,595,080,953	7,600,669,730	31,765,514,727
Deferred Tax Liabilities	-	-	-	-	237,151,866	237,151,866
<b>Total Liabilities (ii)</b>	<b>57,151,538,525</b>	<b>78,332,234,008</b>	<b>93,843,727,221</b>	<b>47,901,559,813</b>	<b>16,699,047,985</b>	<b>293,928,107,552</b>
<b>Net Liquidity Gap (i-ii)</b>	<b>5,701,758,634</b>	<b>1,298,131,928</b>	<b>5,678,970,499</b>	<b>5,577,197,098</b>	<b>1,546,935,154</b>	<b>19,802,993,313</b>

The annexed notes from 1 to 54 form an integral part of these financial statements.

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

Dhaka,  
16 March 2022



**Shahjalal Islami Bank Limited and its Subsidiary**  
**Notes to the Consolidated and Separate Financial Statements**  
**As at and for the year ended 31 December 2021**

**1. Status of the Bank**

**1.1. Legal Form of the Bank**

Shahjalal Islami Bank Limited (hereinafter called the 'Bank' or 'SJIBL') was established as a public limited company (Banking Company) on 01 April 2001 under the Companies Act, 1994 as interest free Islamic Shariah based Commercial Bank and commenced its operation on 10 May 2001 with the permission of Bangladesh Bank. Currently, the Bank is operating its business through head office having 132 (one hundred thirty-two) branches, 118 (one hundred eighteen) ATM booths, 100 (one hundred) agent banking outlets and 2,741 employees all over Bangladesh. The Bank also has a subsidiary Company named 'Shahjalal Islami Bank Securities Limited' and an Offshore 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 Shahjalal Islami Bank Tower, Plot-04, Block-CWN(C), Gulshan Avenue, Gulshan, Dhaka-1212.

**1.2. Nature of Business**

The Bank offers all kinds of Islamic Shari'ah based commercial Banking services to its customers through its branches following the provisions of the Banking Companies Act, 1991 (as amended up to date), Bangladesh Bank's Directives and directives of other regulatory authorities and the principles of the Islamic Shari'ah.

**1.3. Offshore Banking Unit**

Offshore Banking Unit (OBU) is a separate business unit of Shahjalal Islami Bank Limited, governed under the rules and guidelines of Bangladesh Bank. The Bank commenced the operation of its Offshore Banking Unit on 21 December 2008 with the permission from Bangladesh Bank vide letter no. BRPD(P-3)744(99)/2008-2800 dated 24 July 2008. The unit is located at Shahjalal Islami Bank Tower, Plot-04, Block-CWN(C), Gulshan Avenue, Gulshan, Dhaka-1212. Separate Financial Statements of Offshore Banking Unit are also presented.

**1.4. Agent Banking**

Shahjalal Islami Bank Limited obtained permission from Bangladesh Bank on 16 October 2019 vide reference no. BRPD(P-3)745(54)/2019-8354 to commence Agent Banking services and subsequently started commercial operations on 02 January 2020. Till 31 December 2021 there were 100 Agent Banking Outlets in 41 districts and 86 upazillas across the country. Services that are currently being dispensed include account opening i.e., Al-Wadeeah Current A/C, Mudaraba Savings A/C, Mudaraba Scheme Deposit A/C, Mudaraba Term Deposit A/C, cash deposit and withdrawal from agent banking outlets and SJIBL branches, fund transfer (P2P), inward/outward cheque payment, remittance disbursement, balance inquiry, SMS banking, EFTN & RTGS etc.

**1.5. 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 Certificate of Incorporation No. C-86917/10 dated 06 September 2010 and commenced its operation on 25 May 2011. The main objective of the company is to carry on business of stock brokers/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 holds 91.79% shares of Shahjalal Islami Bank Securities Limited.



## 2. Significant Accounting Policies

The accounting policies set out below have been applied consistently to all the periods presented in these financial statements and have been applied consistently by the Bank:

### 2.1. Basis of Preparation of the Financial Statements

The Bank and its subsidiary (the "Group") are being operated in strict compliance with the rules of Islamic Shari'ah. The consolidated financial statements of the Group and separate financial statements the Bank have been prepared under the historical cost convention in accordance with International Financial Reporting Standards (IFRSs).

As Financial Reporting Standards are yet to be issued by FRC, as per the provisions of FRA (Section-69), consolidated and separate financial statements of the Group and the Bank, respectively, have been prepared in accordance with the International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and, in addition to this, the Bank also complied with the requirements of the following laws and regulations from various Government bodies:

- i) The Banking Companies Act, 1991 (as amended up to date);
- ii) The Companies Act, 1994;
- iii) Circulars, Rules and Regulations issued by Bangladesh Bank (BB) time to time;
- iv) Bangladesh Securities and Exchange Ordinance, 1969; Bangladesh Securities and Exchange Rules, 1987; Bangladesh Securities and Exchange Act, 1993 and Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 and amendments thereon;
- v) The Income Tax Ordinance, 1984, and amendments thereon;
- vi) The Value Added Tax and Supplementary Duty Act, 2012, The Value Added Tax Rules, 2016 and amendments thereon;
- vii) Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE) and Central Depository Bangladesh Limited (CDBL) rules and regulations;
- viii) Financial Reporting Act, 2015; and
- ix) Other applicable laws and regulations.

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

As such the Group and the Bank have departed from those which are the requirements of IFRSs and IASs in order to comply with the rules and regulations of Bangladesh Bank are disclosed below:

#### i) Presentation of Financial Statements

**IFRS/IAS:** As per IAS 1: *Presentation of Financial Statements*, a complete set of financial statements comprises a statement of financial position, a statement of profit or loss and other comprehensive income, a statement of changes in equity, a statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparative information. IAS 1 has also stated the entity to disclose assets and liabilities under current and non-current classification separately in its statement of financial position.

**Bangladesh Bank:** A format of financial statements (i.e., balance sheet, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement) is prescribed in the "First Schedule" of Section 38 of the Banking Companies Act, 1991 (as amended up to date) and BRPD circular no. 15 dated 09 November 2009 of Bangladesh Bank. Assets and liabilities are not classified under current and non-current heading in the prescribed format of financial statements.

#### ii) Name of the Financial Statements

**IFRS/IAS:** As per IAS 1, complete set of financial statements consists statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in



equity, statement of cash flows and notes comprising a summary of significant accounting policies and other explanatory information.

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

### iii) Investments in Shares and Securities

**IFRS/IAS:** As per requirements of IFRS 9: *Financial Instruments*, classification and measurement of investments in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit or loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investments; otherwise, investments are recognised at cost.

### iv) Revaluation Gains/Losses on Government Securities

**IFRS/IAS:** As per requirement of IFRS 9, where securities will fall under the category of fair value through profit or loss account and any change in fair value of the asset is recognised through profit or loss account. Held for Trading (HFT), any change in the fair value of held for trading assets is recognised through profit and loss account. Securities designated as amortised cost are measured at effective interest rate method and interest income is recognised through the profit and loss account.

**Bangladesh Bank:** HFT securities are revalued on the basis of mark to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognised in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortised at the year end and gains or losses on amortisation are recognised in other reserve as a part of equity.

### v) Provision on Investments and Off-balance Sheet Items

**IFRS/IAS:** As per IFRS 9, an entity shall recognise an impairment allowance on investments (loans) based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for investments (loans) at an amount equal to the lifetime expected credit losses if the credit risk on these investments has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is forward-looking. For those investments (loans) for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 months' expected credit losses that may result from default events on investments that are possible within 12 months after reporting date.

**Bangladesh Bank:** As per BRPD circular no. 14 (23 September 2012), BRPD circular no. 19 (27 December 2012), BRPD circular no. 05 (29 May 2013), BRPD circular no. 16 (18 November 2014), BRPD circular no. 15 (27 September 2017), BRPD circular no. 01 (20 February 2018), BRPD circular no. 03 (21 April 2019) and BRPD circular no. 07 (19 March 2020), a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also, provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively except (a)



short-term agricultural and micro-credits where 5% for sub-standard and doubtful loans and 100% for bad & loss loans; and (b) cottage micro and small credits where 5% for sub-standard, 20% for doubtful and 100% for bad & loss loans depending on the duration of overdue. Again, as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures except LC issued against Fast Track Electricity Project & Bills for Collection according to BRPD circular letter no. 01 dated 03 January 2018 & BRPD circular no. 07 dated 21 June 2018 respectively. Such provision policies are not specifically in line with those prescribed by IFRS 9.

#### vi) Recognition of Investment Income in Suspense

**IFRS/IAS:** Investments (loans) to customers are generally classified at amortised cost as per IFRS 9 and interest income is recognised by using the effective interest rate method to the gross carrying amount over the term of the loan. Once a loan subsequently becomes credit-impaired, the entity shall apply the effective interest rate to the amortised cost of the investment (loan).

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

#### vii) Other Comprehensive Income

**IFRS/IAS:** As per IAS 1, Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single other comprehensive income statement.

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

#### viii) Financial Instruments - Presentation and Disclosure

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

#### ix) Financial Guarantees

**IFRS/IAS:** As per IFRS 9, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liabilities. The financial guarantee liability is subsequently measured at the higher of the amount of loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet item. No liability is recognised for the guarantee except the cash margin.

#### x) Cash and Cash Equivalents

**IFRS/IAS:** Cash and cash equivalent items should be reported as cash items as per IAS 7: *Statement of Cash Flows*.



**Bangladesh Bank:** Some cash and cash equivalent items such as 'money at call on short notice', treasury bills, Bangladesh Bank bills and prize bond are not shown as cash and cash equivalents. Money at call on short notice is presented on the balance sheet, and treasury bills, prize bonds are shown in investments.

**xi) Non-Banking Assets**

**IFRS/IAS:** No indication of non-banking assets is found in any IFRSs.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, there must exist a face item named Non-Banking Asset.

**xii) Cash Flow Statement**

**IFRS/IAS:** The cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 25 June 2003 and BRPD circular no. 15 dated 09 November 2009, cash flow is the mixture of direct and indirect methods.

**xiii) Balance with Bangladesh Bank (Cash Reserve Requirement)**

**IFRS/IAS:** Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per IAS 7.

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

**xiv) Presentation of Intangible Asset**

**IFRS/IAS:** An intangible asset must be identified and recognised, and the disclosure must be given as per IAS 38: *Intangible Assets*.

**Bangladesh Bank:** There is no regulation for intangible assets in BRPD circular no. 15 dated 09 November 2009.

**xv) Off-balance Sheet Items**

**IFRS/IAS:** There is no concept of off-balance sheet items in any IFRS; hence, there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, off-balance sheet items (e.g., letter of credit, letter of guarantee, etc.) must be disclosed separately on the face of the balance sheet.

**xvi) Disclosure of Appropriation of Profit**

**IFRS/IAS:** There is no requirement to show appropriation of profit in the face of statement of comprehensive income.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, an appropriation of profit should be disclosed in the face of profit and loss account.

**xvii) Investments Net off Provision**

**IFRS/IAS:** Investments/loans and advances should be presented net off provision.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, provisions on investments/loans and advances are presented separately as liability and cannot be net off against investments/loans and advances.

#### xviii) Recovery of Written off Investments/Loans

**IFRS/IAS:** As per IAS 1, an entity shall not offset assets and liabilities or income and expenses, unless required or permitted by any IFRSs. Again, recovery of written off investments/loans should be charged to profit and loss account as per IFRS 15: *Revenue from Contracts with Customers*.

**Bangladesh Bank:** As per BRPD circular no. 15 dated 09 November 2009, recoveries of amount previously written off should be adjusted with the specific provision for investments/loans and advances.

#### xix) Revenue

As per IFRS 15, revenue should be recognised on accrual basis, but due to the unique nature of Islamic Banks, income from investment under Murabaha, Bi-Muazzal, HPSM, Ijarah, Bi-Salam, Quard, IDBP and FDBP modes is accounted for on realization basis as per AAOIFI and Bangladesh Bank guidelines.

Departure from BSEC Directive to comply with the rules and regulations of Bangladesh Bank:

As per BSEC Directive No. BSEC/CMRRCD/2021-386/03 dated 14 January 2021, unclaimed dividend is required to be presented as a separate line item in the statement of financial position but the financial statements of the Bank are prepared as per the "First Schedule" and Section 38 of the Banking Companies Act, 1991 (as amended up to date) and BRPD Circular No. 15 dated 09 November 2009. Therefore, the unclaimed dividend has been presented in the separate note no. 13a.5 under the head of Unclaimed Dividend Account of the financial statements.

### 2.2. Basis of Consolidation

The consolidated Financial Statements include the Financial Statements of Shahjalal Islami Bank Limited including Offshore Banking Unit and the Financial Statements of its subsidiary named Shahjalal Islami Bank Securities Limited made up to the end of the financial year.

The consolidated Financial Statements have been prepared in accordance with IFRS 10: *Consolidated Financial Statements*. The consolidated Financial Statements are prepared to a common financial year ending 31 December 2021.

### 2.3. 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.

### 2.4. Transactions Eliminated on Consolidation

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

### 2.5. Going Concern

The Financial Statements have been prepared on a going concern principle which is the assumption that an entity will remain in business for the foreseeable future. Conversely, the Bank has neither any intention nor any legal or regulatory compulsion to halt operations and liquidate its assets in the near term at what may be very low fire-sale prices. Key financial parameters (including liquidity, profitability, asset quality, provision sufficiency, capital adequacy and credit rating) of the Bank continued to demonstrate a healthy trend for a couple of years. The management is not aware of any material uncertainties that may cause to believe that significant doubt upon the Bank's ability to continue as a going concern.



## 2.6. Significant Accounting Estimates, Judgments and Assumptions

The preparation of Financial Statements requires the Bank to make certain estimates and to form judgments about the application of accounting policies which may affect 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 recognised its effects on present and future financial positions. The most significant areas where estimates and judgments have been made are on:

- provision for investments;
- provision for income taxes (current & deferred);
- gratuity fund;
- lease liabilities; and
- liquidity statement.

## 2.7. Assets and Basis of their Valuation

### 2.7.1 Cash and Cash Equivalents

Cash and cash equivalents include cash in hand and balance with Bangladesh Bank and its agent bank and balances with other banks and financial institutions.

### 2.7.2 Investments in Shares and Securities

#### Islamic Investment Bond

Investment in Bangladesh Government Islamic Investment Bond (BGIIB) is reported at cost price.

#### Bangladesh Government Investment Sukuk

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

#### Mudaraba Perpetual Bond

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

#### Mudaraba Subordinated Bond

Investment in Mudaraba Subordinated Bond is reported at cost price.

#### Investment in Quoted 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. As per Bangladesh Bank DOS circular no. 04 dated 24 November 2011, provision for diminution in value of investments was made by netting off unrealised gain/loss of shares from market price less cost price.

#### Investment in Unquoted Securities

Investment in unlisted securities is reported at cost under cost method. Adjustment is given for any shortage of book value over cost for determining the carrying amount of investment in unlisted securities.

#### Derivative Investments

Derivative is a financial security whose value is derived from the value and characteristics of an underlying security. Option contract, future and swaps are types of derivative.

The Bank has no investments in any derivative investments.

## Investment in Subsidiary

Investment in subsidiary is accounted for under the cost method of accounting in the Bank's financial statements in accordance with the IAS 27: *Separate Financial Statements*, IFRS 3: *Business Combinations*, IAS 36: *Impairment of Assets* and IFRS 10: *Consolidated Financial Statements*.

### 2.7.2.1 Held to Maturity

Held to Maturity Securities are the securities that a firm has intention to hold until maturity. These are reported at amortised cost therefore; they are not affected by swings in the financial markets.

### 2.7.2.2 Held for Trading

Held for trading securities are those which are held with the intention of selling in order to generate profits. Held for trading securities are revalued at market price.

### 2.7.2.3 Investment - Initial Recognition and Subsequent Measurement

Investment Class	Initial Recognition	Measurement after Initial Recognition	Recording of Changes
Govt. Treasury Securities - BGIIB	Cost	Cost	None
Debenture/Bond	Cost	Cost	None
Shares (Quoted)	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealised gain booking
Shares (Un-quoted)	Cost	Lower of cost or Net Asset Value (NAV) of last audited financial statements	Loss to profit and loss account but no unrealised gain booking
Mutual Fund (Open-end)	Cost	If average cost price (CP) > NAVCMP * 0.95, then required provision per unit will be (RP) = CP - NAVCMP * 0.95	Loss (net) to profit and loss account but no unrealised gain booking
Mutual Fund (Closed-end)	Cost	If CP > Market Value (MV) or CP > NAVCMP * 0.85, then required provision (RP) per unit will be: (i) in case of MV ≥ NAVCMP * 0.85, then RP = CP - MV or (ii) in case of MV < NAVCMP * 0.85, then RP = CP - NAVCMP * 0.85	Loss (net) to profit and loss account but no unrealised gain booking

### 2.7.3 General Investments

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

Investments are written off as per guidelines of Bangladesh Bank. These write off however will not undermine/affect the claim amount against the client. Detailed memorandum records for all such write off accounts are meticulously maintained and followed up.

### Provisions

Investments are stated in the Balance Sheet net off unearned income. Provision on Investments (Loans & Advances) is made on the basis of period end review by the management and as per instructions contained in Bangladesh Bank BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 5 dated 29 May 2014, BRPD circular no. 15 dated 27 September 2017, BRPD circular no. 01 dated 20 February 2018, BRPD circular no. 03 dated 21 April 2019, BRPD circular no. 07 dated 19 March 2020, BRPD circular letter no. 52 dated 20 October 2020, BRPD circular letter no. 56 dated 10 December 2020, BRPD circular letter no. 3 dated 31 January 2021,



BRPD circular letter no. 5 dated 24 March 2021, BRPD circular no. 13 dated 27 June 2021, BRPD circular no. 19 dated 26 August 2021, BRPD circular letter no. 45 dated 04 October 2021, BRPD circular letter no. 50 dated 14 December 2021, BRPD circular letter no. 51 & 52 dated 29 December 2021 and BRPD circular letter no. 53 dated 30 December 2021.

The rates of provision are given below:

Particulars		Percentage (%) of Provision Requirement				
		Un-classified		Classified		
		Standard	SMA	SS	DF	BL
Cottage, Micro & Small Investments Under CMSME		0.25%	0.25%	5%	20%	100%
Medium Enterprise Financing under SMEF		0.25%	0.25%	20%	50%	100%
Consumer	Investment to Professional	2%	2%	20%	50%	100%
	Investment for House Building	1%	1%	20%	50%	100%
	Other than House Building & Professional	2%	2%	20%	50%	100%
Short-term Agricultural and Micro-Credits		1%	1%	5%	5%	100%
Investment to Stock Dealers & Stock Broker		2%	2%	20%	50%	100%
Credit Card		2%	2%	20%	50%	100%
All Other Investments		1%	1%	20%	50%	100%
Staff Investment		0%	0%	20%	50%	100%
Off-balance Sheet Exposures		1%	N/A	N/A	N/A	N/A
Special General Provision for COVID-19		1%	BRPD circular letter no. 56; Date: 10 December 2020			
Special General Provision for COVID-19		2%	BRPD circular letter no. 50; Date: 14 December 2021			

#### 2.7.4 Impairment of Financial Assets

An asset is impaired when its carrying value exceeds its recoverable amount as per IAS 36: *Impairment of Assets*. At each balance sheet date, Shahjalal Islami Bank Limited assesses whether there is objective evidence that a financial asset or a group of financial assets, i.e., general investments, off-balance sheet items and investments in shares and securities are impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if-

- there is objective evidence of impairment as a result of a loss event that occurred after the initial recognition of the asset up to the balance sheet date;
- the loss event had an impact on the estimated future cash flows of the financial asset or the group of financial assets; and
- a reliable estimate of the loss amount can be made.

In the event of impairment loss, the Bank reviews whether a further allowance for impairment should be provided in the profit and loss statement in addition to the provision made based on Bangladesh Bank guidelines or other regulatory requirements.

#### 2.7.5 Fixed Assets including Premises, Furniture and Fixtures

##### Recognition and Measurement

All fixed assets including premises, furniture and fixtures are stated at cost less accumulated depreciation as per IAS 16: *Property, Plant and Equipment*. Land is measured at cost.

The cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire an asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the specific requirements of the IAS.



The cost of an item of fixed assets including premises, furniture and fixtures is recognised as an asset if-

- it is probable that future economic benefits associated with the item will flow to the entity; and the cost of the item can be measured reliably.

The cost of an item of fixed assets including premises, furniture and fixtures comprises:

- (a) Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- (b) Any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management;
- (c) The initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purpose other than to produce inventories during that period.

### Subsequent Costs

The cost of replacing part of an item of fixed assets is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day to day servicing of fixed assets are recognised in profit or loss as incurred.

### Depreciation

No depreciation is charged on land. Depreciation is charged on straight-line method. Charging depreciation against fixed assets commences from the date of acquisition and ceases at the date when the assets are disposed. Asset category-wise depreciation rates are as follows:

Name of the Assets	Rates of Dep. (%)	Method of Dep.
Building	2.50	Straight line
Furniture & Fixtures other than residence	10	Straight line
Furniture & Fixtures - residence	20	Straight line
Office Equipment	20	Straight line
Computer & Network Equipment	20	Straight line
Vehicles	20	Straight line
Books	20	Straight line

Gain or loss on sale of fixed assets is recognised in profit and loss statement as per provision of IAS 16.

### Construction Work in Progress/Building under Construction

Building under construction is recognised and reported under Fixed Assets as per IAS 16 as Construction work in progress until the construction work is completed and the asset is ready for intended use. This asset is stated at cost and depreciation of the asset will be charged from the date of its intended use.

### Intangible Assets

#### a. Goodwill

Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. Acquisitions of minority interest (non-controlling interest) are accounted as transactions with equity holders in their capacity as equity holders and therefore no goodwill is recognised as a result of such transactions. Subsequently goodwill is measured at cost less accumulated impairment losses.

#### b. Software

Software acquired by the Bank is stated at cost less accumulated amortisation and accumulated impairment losses.



### c. License

Value of license is recognised at cost and since it has an indefinite useful life it is not amortised. The value of the license is not measured at fair value.

### 2.7.6 IFRS 16: Leases

Shahjalal Islami Bank Limited applied IFRS 16: *Leases* where the Bank measure the lease liability at the present value of the remaining lease payments and recognised a right-of-use asset at the date of the initial application on a lease by lease basis.

According to IFRS 16, a contract is, or contains, a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Control is conveyed where the customer has both the right to direct the identified asset's use and to obtain substantially all the economic benefits from that use.

An asset is typically identified by being explicitly specified in a contract, but an asset can also be identified by being implicitly specified at the time it is made available for use by the customer.

Upon lease commencement, the Bank recognizes a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the lease liability plus any initial direct costs incurred by the Bank. Adjustments may also be required for lease incentives, payments at or prior to commencement and restoration obligations or similar. After lease commencement, the Bank measures the right-of-use asset using a cost model. Under the cost model, a right-of-use asset is measured at cost less accumulated depreciation and accumulated impairment.

The lease liability is initially measured at present value of the future lease payments discounted using the discount rate implicit in the lease. Subsequently, the lease liability is adjusted for interest and lease payments as well as the impact of lease modifications, amongst others.

The Bank has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognising a right-of-use asset and lease liability, the payments in relation to these are recognised as an expense in profit and loss account on a straight-line basis over the lease term.

On the balance sheet, right-of-use assets have been included in fixed assets including premises, furniture and fixtures and lease liabilities have been included in other liabilities.

### 2.7.7 Fair Value of Assets and Liabilities

IFRS 13 refers fair value measurement assumes that the asset or liability is exchanged in an orderly transaction between market participants to sell the asset or transfer the liability at the measurement date under current market conditions.

### 2.7.8 Impairment of Fixed Assets

At each balance sheet date, the Bank assesses whether there is any indication that the carrying amount of an asset exceeds its recoverable amount. An asset is carried at more than its recoverable amount if its carrying amount exceeds the amount to be recovered through use or sale of the asset. If this is the case, the asset is described as impaired and an impairment loss is recognised as an expense in the profit and loss account unless the asset is carried at revalued amount in accordance with IAS 16 in which case any impairment loss of a revalued asset should be treated as a revaluation decrease under that accounting standard. No impairment loss was recognised up to the reporting period as there were no such indications existed as at balance sheet date.

### 2.7.9 Investment Properties

a) Investment property is held to earn rentals or for capital appreciation or both and the future economic benefits that are associated with the investment property but not held for sale in the ordinary course of business.



b) Investment property is accounted for under cost model in the financial statements. Accordingly, after recognition as an asset, the property is carried at its cost less accumulated depreciation and accumulated impairment loss.

#### **2.7.10 Other Assets**

Other assets include all other financial assets and include fees and other unrealised income receivable, advance for operating and capital expenditure and stocks of stationery and stamps.

#### **2.7.11 Inventories**

Inventory is the accounting of items, component parts and raw materials that a company either uses in production or sells. Inventories are measured at the lower of cost and net realisable value.

#### **2.7.12 Trade & Other Receivables**

Trade receivables are amounts accrued by an organization when it delivers goods or renders services to its customers in the ordinary course of business.

### **2.8. Liabilities and Provisions**

#### **2.8.1 Placement from other Banks and Financial Institutions**

Placement from other Banks and Financial Institutions include profit bearing placements and Bangladesh Bank refinance. These items are brought to the financial statements at the gross value of the outstanding balance.

#### **2.8.2 Deposits and Other Accounts**

Deposits and other accounts include non-profit bearing Al-Wadeeah current deposits redeemable at call, bills payable, profit bearing on demand and special notice deposits, Mudaraba savings deposits, Mudaraba term deposits and Mudaraba scheme deposits. These items are brought to the financial statements at the gross value of the outstanding balance.

#### **2.8.3 Mudaraba Perpetual Bond**

With due approval from competent authority, Shahjalal Islami Bank Limited raised Additional Tier-1 Capital through issuance of "SJIBL Mudaraba Perpetual Bond" for BDT 500 crore of which BDT 450 crore raised through private placement and BDT 50 crore raised through public offer in order to strengthen the capital base of the Bank. The average of latest available yearly deposit rate (1 year but < 2 year) of scheduled Islamic banks published in Bangladesh Bank website plus a predetermined additional margin @ 2.50%. The range of return/profit is fixed from 6% to 10% and the payment of profit is made annually after the end of calendar year.

#### **2.8.4 Mudaraba Subordinated Bond**

The Bank issued floating rate non-convertible Mudaraba Subordinated Bond of BDT 400 crore and BDT 600 crore after obtaining approval from Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank. Mudaraba Subordinated Bonds were mainly issued to support and strengthen the capital base of the Bank under Tier-II, supplementary capital of Basel-III.

#### **2.8.5 Other Liabilities**

Other liabilities comprise items such as provision for general investments, provision for investments in shares and securities, provision for taxation, profit payable, profit suspense, accrued expenses, obligation under finance lease, etc. Other liabilities are recognised in the balance sheet according to the guidelines of Bangladesh Bank, income tax laws and internal policy of the Bank.

As per IAS 37: *Provisions, Contingent Liabilities and Contingent Assets*, the Bank recognises provisions only when it has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.



## 2.8.6 Taxation

### Current Tax

Provision for current income tax has been made at 37.50% as prescribed in the Finance Act, 2021 on the accounting profit made by the Bank after considering some of the add backs to income and disallowances of expenditure and provisions as per Income Tax Ordinance, 1984 in compliance with IAS 12: *Income Taxes*.

### Deferred Tax

#### Principle of Recognition

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

#### Recognition of Taxable Temporary Difference

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

#### Recognition of Deductible Temporary Difference

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

### Measurement

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

## 2.9. Capital/Shareholders' Equity

### Authorised Capital

Authorised capital is the maximum amount of share capital that the Bank is authorised by its Memorandum and Articles of Association.

### Paid-up Capital

Paid-up capital represents total amount of share capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of winding-up of the Bank, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to receive any residual proceeds of liquidation.

### Statutory Reserve

Statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of Section 24 of the Bank Companies Act, 1991 (amended up to 2018) until such reserve equals to its paid-up capital together with the share premium. Statutory reserve is transferred in yearly basis.

### Non-controlling (minority) Interest

Non-controlling (minority) interest in business is an accounting concept that refers to the portion of a subsidiary company's stock that is not owned by the parent company. The magnitude of the minority interest in Shahjalal Islami Bank Securities Limited, a majority owned subsidiary (91.79%) of Shahjalal



Islami Bank Limited is very insignificant. Also, minority interest is reported on the consolidated profit and loss account as a share of profit belonging to the minority shareholders.

## 2.10. Contingencies and commitments

Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank; or any present obligation that arises from past events but is not recognised because:

- It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- The amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognised but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated.

Contingent assets are not recognised in the financial statements as this may result in the recognition of income which may never be realised.

## 2.11. Operating Segment

As per IFRS 8 "Operating Segments", is a component of an entity:

- (a) that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity)
- (b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performances, and
- (c) for which discrete financial information is available.

## 2.12. Revenue Recognition

In line with IFRS 15: *Revenue from Contract with Customers*, income of the Bank has been recognised in the financial statements as follows:

### Investment Income

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

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

Profit on placement with other Banks & Financial Institutions is accounted for on accrual basis.

### Income on Investments in Securities

Income on investments in securities is recognised on accrual basis. This income includes profit on Bangladesh Government Islamic Investment Bond (BGIIB), Bangladesh Government Investment Sukuk (BGIS), Mudaraba Perpetual Bond, Mudaraba Subordinated Bond, capital gain on investments in shares and dividend on investments in shares are also included in investment income.



### **Dividend Income on Shares**

Dividend income from investments in shares is recognised when the Bank's right to receive dividend is established. It is recognised when-

- a. It is probable that the economic benefits associated with the transaction will flow to the entity; and
- b. The amount of the revenue can be measured reliably.

### **Fees, Commission and Exchange Income**

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

### **Finance Income and Costs**

Finance income comprises profit earned on outstanding financial assets and finance costs comprises profit expense arises on outstanding financial liabilities.

### **Profit Paid on Deposits**

As per agreement between the Mudaraba depositors and the Bank in line with Mudaraba Principle, the Mudaraba depositors are entitled to get minimum 65% of the investment income earned through deployment of Mudaraba Fund as per weightage assigned to each type of Mudaraba deposit. In the year 2021, the Bank paid 70.08% of Investment Income earned through deployment of Mudaraba Fund. Mudaraba Depositors do not share any income derived from various banking services where their fund is not involved and any income derived from investing Bank's equity and other cost free fund. Al-Wadeeah depositors do not share any income of the Bank. Profit is paid to Mudaraba Deposit accounts at provisional rate throughout the year. Final rates of profit of any accounting year are declared after finalization of Shari'ah Inspection report and certifying the Investment Income of the Bank by the statutory auditor.

### **Other Operating Expenses**

All other operating expenses are provided for in the books of the accounts on accrual basis according to the IAS 1.

### **Zakat**

Zakat is paid by the Bank at the rate of 2.58% (instead of 2.50% as the Bank maintains its Accounts following Gregorian Year) on the closing balances of Statutory Reserve, General Reserve (Retained Earnings).

Zakat is chargeable in the profit and loss account of the Bank as per "Guidelines for Conducting Islamic Banking" issued by Bangladesh Bank through BRPD circular no. 15 dated 09 November 2009.

### **2.13. Dividend Payments**

Final dividend is recognised when it is approved by the shareholders in Annual General Meeting (AGM). The proposed dividend for the year 2021, therefore, has not been recognised as a liability however disclosed in the notes to the financial statements in accordance with IAS 10: *Events after the Reporting Period*. Dividend payable to the Bank's shareholders is recognised as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive the dividend is established.

### **2.14. Profit Suspense/Compensation Account & Shari'ah Non-Compliance Income**

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

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



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 Shari'ah. Such doubtful income is being appropriated for charitable purpose through Shahjalal Islami Bank Foundation (a separate organisation).

## 2.15. Provision for Nostro Accounts

According to Foreign Exchange Policy Department of Bangladesh Bank vide the circular letter no. (FEPD)/01/2005-677 dated 13 September 2005, the Bank is not required to make provision regarding the unreconciled debit balance of Nostro accounts as on the reporting date in these financials as there are no unreconciled outstanding entries for more than 03 (three) months.

## 2.16. Foreign Currency Transactions

### Functional and Presentation Currency

The Financial Statements have been presented based on the Bank's functional currency, Bangladesh Taka (BDT/Taka/Tk.). Functional currency of Offshore Banking Unit (OBU) is United States Dollar (USD/US\$).

### Foreign Currency Translation

The transactions in foreign currencies are converted into equivalent Taka currency using the ruling exchange rates on the dates of such transactions as per IAS 21: *The Effects of Changes in Foreign Exchange Rates*. At the Balance Sheet date, related assets and liabilities are converted to Taka using exchange rates prevailing on that date.

### Commitment

Contingent liabilities/commitments for letter of credit, letter of guarantee and acceptance denominated in foreign currencies have been expressed in Taka currency at revaluation rate.

## 2.17. Earnings per Share

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

## 2.18. Statement of Liquidity

The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per following basis:

- Balance and Placement with other Banks and Financial Institutions are on the basis of their maturity term.
- Investments in shares and securities are on the basis of their residual maturity term.
- Investments are on the basis of their repayment/maturity schedule.
- Fixed assets are on the basis of their useful life.
- Other assets are on the basis of their adjustment.
- Placement from other Banks & Financial Institutions are as per their maturity/repayment term.
- Deposit and Other Accounts are on the basis of their maturity term, demand & time liability related guidelines of Bangladesh Bank and behavioral trend of encashment.
- Other long-term liabilities are on the basis of their maturity term. Provisions and other liabilities are on the basis of their expected settlement.

## 2.19. Cash Flow Statement

Cash flow statement is prepared principally in accordance with IAS 7: *Statement of Cash Flows*; and as prescribed by BRPD circular no. 14 dated 25 June 2003 & Guidelines for Conducting Islamic Banking issued by Bangladesh Bank vide BRPD circular no. 15 dated 09 November 2009. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. Cash flows during the year have been classified as Operating Activities, Investing Activities and Financing Activities.



## 2.20. Statement of Changes in Equity

Statement of Changes in Equity has been prepared in accordance with IAS 1 and by following the guidelines of BRPD circular no. 14 dated 25 June 2003 and BRPD circular no. 15 dated 09 November 2009.

## 2.21. Off-balance Sheet Items

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

## 2.22. Changes in Accounting Policies and Estimates

Accounting Policies, Changes in Accounting Estimates is applied in selecting and applying accounting policies, accounting for changes in estimates. Effect of changes of accounting estimates is included in Profit and Loss account. Shahjalal Islami Bank Limited did not change the accounting policies and accounting estimates during the year 2021.

## 2.23. Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

## 2.24. Employee Benefits

### Provident Fund (Defined Contribution Plan)

A "Defined Contribution Plan" is a post-employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal constructive obligation to pay further amounts. Provident fund benefit is given to the eligible staffs of the Bank in accordance with the rules of the provident fund duly recognised by the National Board of Revenue of Bangladesh. The Fund is administered by the 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 (Defined Benefit Plan)

Gratuity benefits are given to the staff of the Bank in accordance with the approved Gratuity Fund Rules. The National Board of Revenue has approved the gratuity fund as a recognised gratuity fund and the fund is operated by a separate Board of Trustees. Employees are entitled to get the benefit after the 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 IAS 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 01 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 employees of Shahjalal Islami Bank Limited was established in the year 2007. This fund is mainly used for payment of scholarship to the meritorious students among the children of SJIBL's officers and sub-staff, to allow short-term quard/grant for the unexpected and certain needs of the staff of SJIBL and their family like accident, clinical treatment, marriage ceremony, etc.



### **Incentive Bonus**

The Bank usually paid incentive bonus among its employees. This bonus amount is distributed among the employees on annual basis considering specific terms & policies of the Bank.

### **Hospitalisation Insurance**

The Bank operates a health insurance scheme to its confirmed employees and their respective spouses and children at rates provided in health insurance coverage policy.

### **Workers Profit Participation Fund**

In consistent with widely accepted industry practice and in line with Section 11(1) of the Banking Companies Act, 1991 (as amended up to date) and subsequent clarification given by Bank & Financial Institutions Division (BFID), Ministry of Finance, no provision has been made by the Bank in the reporting period against Workers Profit Participation Fund (WPPF).

## **2.25. Reconciliation:**

### **i) Reconciliation of Books of Accounts**

Books of accounts 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 03 (three) months, details of which are disclosed in note no. 10a.5.

### **ii) Reconciliation of inter-bank accounts**

Accounts with regard to interbank are reconciled regularly and there are no material differences which may affect the financial statements significantly.

## **2.26. Related Party Disclosures**

A party is related to the company, if:

- i) directly or indirectly through one or more intermediaries, the party controls, is controlled by, or is under common control with the company; has an interest in the company that gives it significant influence over the company; or has joint control over the company;
- ii) the party is an associate;
- iii) the party is a joint venture;
- iv) the party is a member of the key management personnel of the Company or its parent;
- v) the party is a close member of the family of any individual referred to in (i) or (iv);
- vi) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or
- vii) the party is a post-employment benefit plan for the benefit of employees of the company, or of any entity that is a related party of the company.

### **Related Party Transactions**

The Bank in its ordinary course of business undertook financial transactions with some entities or persons that fall within the definition of 'Related Party' as contained in IAS 24: *Related Party Disclosures* and relevant provisions of the Banking Companies Act, 1991 (as amended up to date) and Bangladesh Bank BRPD circular no. 14 dated 25 June 2003. As on the reporting date, the Bank had funded and non-funded exposures with its subsidiary and exposures to some related concerns of its Directors. Please refer to note no. 53 of financial statements for details of related party transactions.

## **2.27. Corporate Governance**

The Bank has given the priority to the compliance of the rules, regulations and guidelines of Bangladesh Bank, National Board of Revenue and Bangladesh Securities & Exchange Commission (BSEC). The Bank has also complied with all related International Financial Reporting Standards (IFRSs).



## 2.28. The Bank's Compliance with Related Pronouncement of Bangladesh Bank

### i. Risk Management

Department of Off-site Supervision (DOS) of Bangladesh Bank issued circular no. 02 dated 15 February 2012 under Section 45 of the Bank Companies Act, 1991 on Risk Management Guidelines for Banks and instructed all scheduled Banks operating in Bangladesh to follow this Guidelines for managing various risks which have been compiled by the Bank. In addition, the Bank is also following relevant Bangladesh Bank guidelines on risk based capital adequacy, supervisory review process, stress testing and managing the Banking risks in other core risk areas.

The risk of a Bank is defined as the possibility of losses, financial or otherwise. The Risk Management of the Bank covers 6 (six) Core Risk Areas of Banking industry i.e., i) Internal Control and Compliance Risk; ii) Foreign Exchange Risk; iii) Investment (Credit) Risk; iv) Asset Liability Management Risk; v) Money Laundering Risk; and vi) Information & Communication Technology Security Risk. The risk management procedures in the core risk areas have been devised in line with the core risk management guidelines of Bangladesh Bank. Core Risk Management Guidelines are periodically reviewed by the Bank, and Bangladesh Bank periodically inspects the implementation status of these guidelines and as per the reports of Bangladesh Bank, and Shahjalal Islami Bank Limited is well compliant in Core Risk Management activities.

In line with instruction of Bangladesh Bank, SJIBL formed a Risk Management Division (RMD) to formulate risk assessment and management policies, methodologies, guidelines and procedures for risk identification, risk measurement, risk monitoring, deciding acceptable level of risk and risk controlling by taking mitigating steps, Comprehensive Risk Management Report (CRMR), conducting monthly risk management meeting, stress testing and reporting the competent authority from time to time. It also reports to Bangladesh Bank on quarterly basis along with the CRMR, minutes of the monthly meeting and all other required supporting papers. Moreover, in compliance with the Banking Companies Act, 1991 (as amended up to date), Section 15 (Kha) and BRPD circular no. 11 dated 27 October 2013 of Bangladesh Bank, the Bank has constituted a Risk Management Committee comprising of 5 (five) directors from the Board to formulate risk management policies, procedures and oversee the risk management activities of the Bank.

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

#### a) Investment (Credit) Risk Management

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 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/her 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.

#### **b) 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 organisational structure and formulating Manual as per Guidelines of Bangladesh Bank. However, the Bank has already formulated a comprehensive manual. The 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 and 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.

#### **c) Asset Liability Risk Management**

The Asset Liability Management Committee (ALCO) that is formed with the senior executives headed by Managing Director conducted 13 (fourteen) meetings during the year 2021. 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 Balance Sheet risk properly, the Bank has already prepared a Manual of the Asset Liability Management according to the guidelines of Bangladesh Bank.

#### **d) Money Laundering Risk Management**

Shahjalal Islami Bank Limited is taking preventive measures against money laundering and terrorist financing in line with the Money Laundering Prevention Act, 2012 (amended 2015), Anti-Terrorism Act, 2009 (amended 2012 & 2013) and guidelines issued by the Bangladesh Financial Intelligence Unit (BFIU) from time to time. Shahjalal Islami Bank Limited applies risk sensitive customer due diligence measures, monitors business relationship and keeps records in line with regulations. The Bank regularly collects the accurate and complete documentation of Know Your Customer (KYC) which enables the prudential prevention of money laundering. The Bank has formed Central Compliance Committee (CCC) headed by the Deputy Managing Director as Chief Anti-Money Laundering Compliance Officer (CAMLCO) and the committee regularly monitors and ensures the compliance of issues relating to money laundering and terrorist financing through the trained personnel of Head Office and Branches.

#### **e) Internal Control & Compliance Risk Management**

Internal control is an effective mechanism to provide reasonable assurance on the attainment of the organisational objectives through achieving efficiency in operations, reliability of financial reporting and compliance with applicable laws, regulations and internal policies. The primary objective of Internal Control and Compliance of Shahjalal Islami Bank Limited (SJIBL) is to enable the Bank to perform better and add value through proper and adequate use of infrastructure and resources.

SJIBL has established the Internal Control and Compliance Division (IC&CD) with the mission to provide independent objective assurance and advice designed to add value and improve the Banks' operations. Depending on the size and complexity of the operations of the Bank, IC&CD of SJIBL comprises of 03 (three) units namely Internal Audit Unit, Compliance Unit and Monitoring Unit.



As a guidance in performing above duties, SJIBL prepared 'Internal Control and Compliance Manual' following the prevailing BB guidelines "Guidelines on Internal Control & Compliance in Banks" and accommodating Bank's internal rules and practices. The manual is being reviewed from time to time.

#### **f) Information and Communication Technology Security Risk Management**

According to BRPD circular no. 14 dated 23 October 2005 regarding "Guideline on Information and Communication Technology for Scheduled Banks", BRPD circular no. 21 dated 20 May 2010 and BRPD circular no. 09 dated 17 September 2015, 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 Banking facilities through using Internet Banking and Mobile Application with different services like other bank fund transfer, utility bill payment, transfer to Mobile Financial Services (MFSs), etc. In addition, SWIFT, REUTERS, SJIBL Visa Debit Card, Push-Pull Services & SMS Banking facilities are also available. The Bank joined Q-Cash consortium under which ATM and POS services are being offered to its customers to meet the demand of time. Moreover, the Bank is running on technology-based total Banking solution module, i.e., core banking software. Recently, the Bank has introduced Agent Banking Services around all over the country targeting unbanked rural people to bring under formal banking services. In recent time, the Bank formed a different named ICT Security Department to deal dedicatedly with ICT and Cyber Threats. In addition to this, up-to-date security solutions have been implemented to ensure confidentiality, integrity and availability of critical business data.

#### **ii. Internal Audit**

The Internal Audit independently and objectively evaluate and report on the effectiveness of the Bank's risk management, control, and governance processes. The Head of Audit Unit although being a part of IC&CD administratively, is reporting directly to the Audit Committee of the Board and is responsible to the Audit Committee of the Board. Internal Audit of SJIBL is being conducted based on Annual Audit Plan structured on a risk based approach and approved by the Audit Committee of the Board of Directors to provide vital information about risks and controls to assist the management in the following ways:

- a. Identification of gap in policy and procedures with the Business and its Operation.
- b. Identification of breach in policy and procedures against internal and regulatory policies & procedures.
- c. Assessment of qualitative and quantitative risk of the Business.
- d. Recommending remedial course of actions, where necessary.

Irregularities detected in the Bank's internal control & compliance report as well as external auditor's report of the previous year have so far been rectified properly.

#### **iii. Fraud and Forgeries**

The Bank is operating its business by dealing with the public money. As a custodian of such money, the Bank have to set up strong internal control structure, introduce corporate governance, practice ethical standards in the Bank for safeguard & interest of the Stakeholders. Public confidence has been shaken when different types of malpractice, fraud and forgeries occurred in the Bank. Shahjalal Islami Bank Limited is fully aware of its responsibility towards stakeholders specially depositors.

Shahjalal Islami Bank Limited follows a stringent screening process while recruiting officers and staff. The prospective employees' family background/employment history/association are checked/cross checked in terms of integrity, attitude and behavioral pattern. The Bank has started to collect Police Clearance to know if the candidate had ever been engaged in anti-social or anti-state or detrimental/subversive activities. Check with Bangladesh Bank's Corporate Memory Management Systems for background check of experienced Bankers, Financial Institution's employees and verify National ID on-line. As a result, the Bank since its inception has seen



comparatively very few cases of fraud and forgeries. Moreover, the Internal Control and Compliance Division (IC&CD) have been strengthened to remain ever vigilant. These have reduced the chances of fraudulent activities in Shahjalal Islami Bank Limited.

## 2.29. Audit Committee

According to BRPD circular no. 11 dated 27 October 2013, all banks are instructed to constitute an audit committee comprising of maximum 05 (five) members of the Board. The audit committee will assist the board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plan set by board for the effective functioning of the Bank. The committee will review the financial reporting process, the system of internal control and management of the financial risk, the audit process and the Bank's process for monitoring compliance with laws and regulations and its own code of business conduct. The Board of Directors of the Bank formed an audit committee consisting of five members including three independent directors.

## 2.30. Compliance with Financial Reporting Standards as applicable in Bangladesh

The Financial Reporting Act (FRA), 2015 was enacted in 2015. Under the FRA of the Financial Reporting Council (FRC), it is to issue financial reporting standards for public interest entities such as Banks. The Banking Companies Act, 1991 (as amended up to date) has been amended to require Banks to prepare their financial statements under such financial reporting standards. The FRC has been formed but yet to issue any financial reporting standards as per the provisions of the FRA and hence International Financial Reporting Standards (IFRSs) as issued by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable.

Accordingly, the financial statements of the Bank continue to be prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Banking Companies Act, 1991 (as amended up to date), the rules and regulations issued by Bangladesh Bank, the Companies Act, 1994. In case any requirement of the Banking Companies Act, 1991 (as amended up to date), and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Banking Companies Act, 1991 (as amended up to date), and provisions and circulars issued by Bangladesh Bank shall prevail. Material deviations from the requirements of IFRSs are mentioned above under note no. 2.1.

Sl. No.	IAS No.	IAS Title	Compliance Status
1	1	Presentation of Financial Statements	Complied *
2	2	Inventories	Not Applicable
3	7	Statement of Cash Flows	Complied *
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after the Reporting Period	Complied
6	11	Construction Contracts	Not Applicable
7	12	Income Taxes	Complied
8	16	Property, Plant & Equipment	Complied
9	19	Employee Benefits	Complied
10	20	Accounting for Government Grants and Discloser of Government Assistance	Not Applicable
11	21	The Effects of Changes in Foreign Exchanges Rates	Complied
12	23	Borrowing Costs	Not Applicable
13	24	Related Party Disclosures	Complied
14	26	Accounting and Reporting by Retirement Benefit Plans	Not Applicable



Sl. No.	IAS No.	IAS Title	Compliance Status
15	27	Consolidated and Separate Financial Statements	Complied
16	28	Investment in Associates	Not Applicable
17	31	Interest in Joint Venture	Not Applicable
18	33	Earnings per Share	Complied
19	34	Interim Financial Reporting	Complied
20	36	Impairment of Assets	Complied
21	37	Provisions, Contingent Liabilities and Contingent Assets	Complied *
22	38	Intangible Assets	Complied
23	40	Investment Property	Not Applicable
24	41	Agriculture	Not Applicable

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

\*Subject to departure disclosed in note no. 2.1.

#### IFRS 17 Insurance Contracts:

IFRS 17 is effective for annual reporting periods beginning on or after 1 January 2023 with earlier application permitted as long as IFRS 9 is also applied. IFRS 17 establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts. The objective of the standard is to ensure that an entity provides relevant information that faithfully represents those contracts.

### 2.31. Director's Responsibilities on Financial Statement

The Board of Directors and management accept their responsibility for the preparation and fair presentation of these financial statements.

### 2.32. Reporting Period

The Financial Statements cover one calendar year from 01 January to 31 December 2021.

### 2.33. Auditor of the Subsidiary

Name of the Subsidiary	Relationship	Name of the Auditor
Shahjalal Islami Bank Securities Limited	Subsidiary	M/s. K. M. Hasan & Co., Chartered Accountants

### 2.34. Events after the Reporting Period

Events after the Reporting Period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. The adjusting events are those that provide evidence of conditions that existed at the end of the reporting period and non-adjusting events are those that are indicative of conditions that arose after the reporting period. The non-adjusting events require disclosure in the notes to the Financial Statements considering their materiality. The detail of Events after the Reporting Period is given in Note No. 54 of these financial Statements.

### 2.35. Impact of COVID-19

The business operation and profitability of the Bank had been impacted severely by COVID-19 along with implication of single digit profit rate declared by Bangladesh Bank during the year 2020, but due to the relatively stable market condition and quicker economic recovery, the operating income of the Bank increased significantly during the year 2021 compared to 2020.

### 2.36. Date of Authorization

The financial statements were authorized by the Board of Directors on 16 March 2022.

### 2.37. General Information

- Figures appearing in these financial statements have been rounded off to the nearest Taka.
- Figures of previous year have been rearranged wherever necessary to conform to current year's presentation.



			31.12.2021 Taka	31.12.2020 Taka
<b>3. Consolidated Cash in Hand (including Foreign Currencies)</b>				
Shahjalal Islami Bank Ltd.	(Note-3a)		1,943,331,636	1,814,745,636
Shahjalal Islami Bank Securities Ltd.			-	-
			<b>1,943,331,636</b>	<b>1,814,745,636</b>
<b>3a Cash in Hand of the Bank (including Foreign Currencies)</b>				
In Local Currencies			1,933,919,419	1,797,993,889
In Foreign Currencies	(Note-3a.1)		9,412,217	16,751,747
			<b>1,943,331,636</b>	<b>1,814,745,636</b>
<b>3a.1 In Foreign Currencies</b>				
<b>Foreign Currency</b>	<b>Amount in FC</b>	<b>Exchange Rate (Mid Rate)</b>		
USD	99,918.79	85.8000	8,573,032	15,930,785
GBP	3,460.50	115.7871	400,681	487,921
Euro	4,503.68	97.3658	438,504	333,041
			<b>9,412,217</b>	<b>16,751,747</b>
<b>4. Consolidated Balance with Bangladesh Bank and its agent bank(s)</b>				
Shahjalal Islami Bank Ltd.	(Note-4a)		12,087,735,744	13,351,033,150
Shahjalal Islami Bank Securities Ltd.			-	-
			<b>12,087,735,744</b>	<b>13,351,033,150</b>
<b>4a Balance with Bangladesh Bank and its agent bank(s) (including Foreign Currencies)</b>				
In Local Currencies			10,015,206,320	10,360,749,111
In Foreign Currencies			1,859,608,174	2,571,599,078
			<b>11,874,814,494</b>	<b>12,932,348,189</b>
<b>Balance with Sonali Bank Ltd. as agent of Bangladesh Bank</b>				
In Local Currencies			212,921,250	418,684,961
In Foreign Currencies			-	-
			<b>212,921,250</b>	<b>418,684,961</b>
			<b>12,087,735,744</b>	<b>13,351,033,150</b>
<b>4a.1 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) Requirements</b>				
Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with Section 33 of the Banking Companies Act, 1991 (as amended up to date) and subsequent Circular No. 02 dated 10 December 2013 and MPD Circular No. 03 dated 09 April 2020.				
<b>4a.2 Cash Reserve Ratio (CRR): 4.00% of Average Demand and Time Liabilities</b>				
Required Reserve			8,684,501,000	9,074,982,000
Actual Reserve held with Bangladesh Bank (in Local Currencies)*			9,952,254,666	10,746,257,840
<b>CRR Surplus</b>			<b>1,267,753,666</b>	<b>1,671,275,840</b>
Maintained (%)			4.58%	4.74%
*Actual Reserve held with Bangladesh Bank (in Local Currencies) reported as per the statement of Bangladesh Bank.				
<b>4a.3 Statutory Liquidity Ratio (SLR): 5.50% of Average Demand and Time Liabilities</b>				
Required Reserve			11,941,222,000	12,478,333,000
Actual Reserve held	(Note-4a.4)		31,971,676,551	26,100,316,437
<b>SLR Surplus</b>			<b>20,030,454,551</b>	<b>13,621,983,437</b>
Maintained (%)			14.73%	11.50%
<b>4a.4 Components of Statutory Liquidity Ratio</b>				
Cash in Hand	(Note-3a)		1,943,331,636	1,814,745,636
Balance with Sonali Bank Ltd. as agent of Bangladesh Bank	(Note-4a)		212,921,250	418,684,961
Excess CRR	(Note-4a.2)		1,267,753,666	1,671,275,840
Bangladesh Government Islamic Investment Bond	(Note-7a)		13,250,000,000	18,000,000,000
Bangladesh Government Investment Sukuk (BGIS)	(Note-7a)		14,797,670,000	3,695,610,000
Refinance Fund (with Bangladesh Bank)	(Note-6a.1)		500,000,000	500,000,000
			<b>31,971,676,551</b>	<b>26,100,316,437</b>
<b>5. Consolidated Balance with Other Banks and Financial Institutions</b>				
<b>Inside Bangladesh</b>				
Shahjalal Islami Bank Ltd.	(Note-5a.1)		1,993,712,408	2,975,866,157
Shahjalal Islami Bank Securities Ltd.			552,337,203	395,609,024
			2,546,049,611	3,371,475,181
Less: Inter Company Transaction			478,050,762	388,139,197
			<b>2,067,998,849</b>	<b>2,983,335,984</b>

			31.12.2021 Taka	31.12.2020 Taka
<b>Outside Bangladesh</b>				
Shahjalal Islami Bank Ltd.	(Note-5a.2)		1,029,495,149	4,759,516,675
Shahjalal Islami Bank Securities Ltd.			-	-
			<b>1,029,495,149</b>	<b>4,759,516,675</b>
			<b>3,097,493,998</b>	<b>7,742,852,659</b>
<b>5a Balance with Other Banks and Financial Institutions of the Bank</b>				
Inside Bangladesh	(Note-5a.1)		1,993,712,408	2,975,866,157
Outside Bangladesh	(Note-5a.2)		1,029,495,149	4,759,516,675
			<b>3,023,207,557</b>	<b>7,735,382,832</b>
<b>5a.1 Inside Bangladesh</b>				
<b>Current Account</b>				
Sonali Bank Ltd. (other than as agent of Bangladesh Bank)			45,149,933	31,942,634
National Bank Limited (Narayanganj Branch)			3,524	4,214
Standard Chartered Bank (Uttara Branch)			16,663,153	8,988,179
Agrani Bank Limited (Islami Banking Wing)			11,651,576	13,504,633
Janata Bank Limited (Dinajpur Branch)			612	612
Offshore Banking Unit			45,646,242	21,904,111
			119,115,040	76,344,382
			45,646,242	21,904,111
Less: Offshore Banking Unit			<b>73,468,799</b>	<b>54,440,272</b>
<b>Mudaraba Special Notice Deposit</b>				
Export Import Bank of Bangladesh Limited			78,543,733	49,410,559
Trust Bank Limited (Dilkusha Corporate Branch)			23,369,632	23,059,719
Prime Bank Limited (Islami Banking Branch)			733,870	81,678
Social Islami Bank Limited			5,577,298	7,799,376
Agrani Bank Limited (Islami Banking Wing)			578,894,705	1,921,707,541
AB Bank Limited (Islami Banking Branch)			25,745	26,181
Jamuna Bank Limited (Naya Bazar Islami Banking Branch)			478,367	5,970
Bank Alfalah (Islami Banking Branch)			2,760,961	2,665,895
Al-Arafah Islami Bank Limited			887,919,086	868,590,762
Southeast Bank Limited (Islami Banking Branch)			7,561,690	6,865,465
The City Bank Limited (Islamic Banking Branch)			1,224,050	1,212,960
Islami Bank Bangladesh Limited			83,017,951	39,477,642
Mercantile Bank Limited (Islami Wing Main Branch)			98,725	100,000
Premier Bank Limited (Mohakhali Branch-Islami Banking Wing)			250,000,000	-
			<b>1,920,205,814</b>	<b>2,921,003,747</b>
<b>Mudaraba Savings Deposit</b>				
Social Islami Bank Limited			8,771	393,621
Al-Arafah Islami Bank Limited			14,871	14,364
Islami Bank Bangladesh Limited			14,154	14,154
			<b>37,795</b>	<b>422,139</b>
			<b>1,993,712,408</b>	<b>2,975,866,157</b>
<b>5a.2 Outside Bangladesh (Nostro Accounts) [as at 31 December 2021]</b>				
<b>Current Account</b>	<b>Currency</b>	<b>F.C. Amount</b>	<b>Rate</b>	<b>Amount in Taka</b>
Standard Chartered Bank, NY	USD	4,222,890.33	85.8000	362,323,990
Mashreq Bank psc, NY	USD	1,383,308.45	85.8000	118,687,865
Standard Chartered Bank, Mumbai	USD	222,198.53	85.8000	19,064,634
Habib American Bank, USA	USD	732,230.33	85.8000	62,825,362
ICICI Bank, Hong Kong	USD	290,441.65	85.8000	24,919,894
WACHOVIA BANK, NY, USA	USD	668,366.00	85.8000	57,345,803
Commerzbank AG Frankfurt	USD	79,082.15	85.8000	6,785,248
Bank Aljazira	USD	64,700.58	85.8000	5,551,310
JPMorgan Chase Bank N.A., NY, USA	USD	1,083,379.99	85.8000	92,954,003
Citibank N.A., NY, USA	USD	173,390.88	85.8000	14,876,938
AB Bank Ltd. Mumbai	ACUD	314,047.62	85.8000	26,945,286
Standard Chartered Bank, Mumbai	ACUD	63,156.19	85.8000	5,418,801
Nepal Bangladesh Bank, Nepal	ACUD	51,424.69	85.8000	4,412,238
Standard Chartered Bank, Colombo	ACUD	14,195.67	85.8000	1,217,988
ICICI Bank, Mumbai	ACUD	940,221.69	85.8000	80,671,021
Habib Metropolitan Bank Ltd.	ACUD	61,007.79	85.8000	5,234,468
United Bank of India, Kolkata	ACUD	225,403.19	85.8000	19,339,594
Sonali Bank Ltd. ACU, Kolkata	ACUD	67,955.25	85.8000	5,830,560
Bank of Bhutan Ltd. Main Branch	ACUD	12,602.16	85.8000	1,081,265
AXIS Bank Ltd. India	ACUD	272,112.23	85.8000	23,347,229
MCB Bank Limited	ACUD	193,508.12	85.8000	16,602,997
HDFC Bank Ltd., Mumbai	ACUD	207,696.40	85.8000	17,820,351
Standard Chartered Bank, Frankfurt	EURO	17,789.23	97.3658	1,732,063
COMMERZBANK AG	EURO	1,057.35	97.3658	102,950
Wells Fargo Bank, N. A. London, UK	EURO	1,785.56	97.3658	173,852
JPMorgan Chase AG, Frankfurt	EURO	68,840.91	97.3658	6,702,750



Current Account	Currency	F.C. Amount	Rate	Amount in Taka
Standard Chartered Bank, Tokyo	YEN	1,335,122.99	0.7467	996,936
Habib Bank AG Zurich	CHF	8,222.91	93.8137	771,422
ICICI Bank, Canada	CAD	4,976.48	67.0837	333,841
Bank Aljazira, KSA	SAR	1,237,672.35	22.8660	28,300,616
Riyad Bank, KSA	SAR	58,798.45	22.8660	1,344,485
Standard Chartered Bank, London	GBP	3,420.31	115.7871	396,028
JPMorgan Chase Bank N.A., London	GBP	4,989.68	115.7871	577,741
MASHREQBANK PSC. UAE	AED	27,420.95	23.3622	640,614
Emirates Islamic Bank PJSC, Dubai	AED	565,000.00	23.3622	13,199,643
Standard Chartered Bank, China	CNY	71,648.42	13.4736	965,362
				<b>1,029,495,149</b>

#### Currency-wise Distribution:

##### Foreign Currency

USD  
ACUD  
EURO  
YEN  
CHF  
CAD  
SAR  
GBP  
AED  
CNY

Amount in Taka	Composition
765,335,047	74.34%
207,921,800	20.20%
8,711,615	0.85%
996,936	0.10%
771,422	0.07%
333,841	0.03%
29,645,101	2.88%
973,768	0.09%
13,840,257	1.34%
965,362	0.09%
<b>1,029,495,149</b>	<b>100%</b>

Please see **Annexure-C** for detailed comparative statement of 2021 & 2020 of foreign currency amount and rate thereof.

- 5a.3** In accordance with Bangladesh Bank Foreign Exchange Policy Department, Circular Letter No. FEPD (FEMO)/01/2005-677 dated 13 September 2005, the quarterly review of Nostro Accounts for the quarter ended 31 December 2021 reflect the true state of the Nostro Account entries recorded correctly and after review a separate audit certificate has also been given by the Auditor. The status of all outstanding unmatched entries is given below:

#### As at 31 December 2021

	As per Bank's Book				As per Correspondents' Book			
	Debit Entries		Credit Entries		Debit Entries		Credit Entries	
	No.	Amount	No.	Amount	No.	Amount	No.	Amount
Up to 3 months	6	1,032,654	382	23,493,531	20	290,593	395	19,413,789
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	-	-	-	-	-	-	-	-
	<b>6</b>	<b>1,032,654</b>	<b>382</b>	<b>23,493,531</b>	<b>20</b>	<b>290,593</b>	<b>395</b>	<b>19,413,789</b>

#### As at 31 December 2020

	As per Bank's Book				As per Correspondents' Book			
	Debit Entries		Credit Entries		Debit Entries		Credit Entries	
	No.	Amount	No.	Amount	No.	Amount	No.	Amount
Up to 3 months	11	49,051,823	324	10,879,951	14	13,239	302	18,113,535
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	-	-	-	-	-	-	-	-
	<b>11</b>	<b>49,051,823</b>	<b>324</b>	<b>10,879,951</b>	<b>14</b>	<b>13,239</b>	<b>302</b>	<b>18,113,535</b>

31.12.2021 Taka	31.12.2020 Taka
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#### 5a.4 Maturity-wise groupings of Balance with Other Banks and Financial Institutions

On Demand  
Not more than 03 months  
More than 03 months but less than 01 year  
More than 01 year but less than 05 years  
More than 05 years

73,472,200	54,478,264
2,949,735,357	7,680,904,568
-	-
-	-
-	-
<b>3,023,207,557</b>	<b>7,735,382,832</b>

#### 6. Consolidated Placement with Other Banks & Financial Institutions

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.  
Less: Inter Company Transaction

(Note-6a)

18,514,593,291	23,646,670,016
-	-
18,514,593,291	23,646,670,016
-	-
<b>18,514,593,291</b>	<b>23,646,670,016</b>



**6a Placement with Other Banks & Financial Institutions of the Bank**

Placement with Other Banks	(Note-6a.1)
Placement with Financial Institutions	(Note-6a.2)

31.12.2021 Taka	31.12.2020 Taka
11,094,593,291	15,286,670,016
7,420,000,000	8,360,000,000
<b>18,514,593,291</b>	<b>23,646,670,016</b>

**6a.1 Placement with other Banks**

**Mudaraba Term Deposits-Other Banks**

ICB Islamic Bank Limited
Export Import Bank of Bangladesh Limited
Bangladesh Bank (Refinance Fund)
Al-Arafah Islami Bank Limited
Social Islami Bank Limited
Agrani Bank Limited (Islami Banking Wing)
Dhaka Bank Limited (Islami Banking Wing)
South East Bank Limited
Mercantile Bank Limited
Standard Bank Limited
Jamuna Bank Limited (Islami Banking Branch)
Premier Bank Limited (Islami Banking Wing)
Islami Bank Bangladesh Limited

311,193,291	311,370,016
3,200,000,000	4,200,000,000
500,000,000	500,000,000
1,272,750,000	1,335,800,000
1,000,000,000	3,000,000,000
1,100,000,000	600,000,000
2,098,500,000	1,000,000,000
339,400,000	-
848,500,000	-
424,250,000	-
-	2,000,000,000
-	1,500,000,000
-	839,500,000
<b>11,094,593,291</b>	<b>15,286,670,016</b>

**6a.2 Placement with Financial Institutions**

**Mudaraba Term Deposits-Financial Institutions**

Lanka Bangla Finance Limited
Industrial and Infrastructure Development Finance Company Limited
Union Capital Limited
Phoenix Finance & Investments Limited
Premier Leasing International Limited
Industrial Promotion and Development Company of Bangladesh Limited
IDLC Finance Limited
Delta Brac Housing Finance Corporation Limited
National Housing & Finance Limited

1,050,000,000	300,000,000
650,000,000	930,000,000
250,000,000	250,000,000
370,000,000	380,000,000
300,000,000	300,000,000
1,500,000,000	1,200,000,000
500,000,000	3,000,000,000
2,500,000,000	2,000,000,000
300,000,000	-
<b>7,420,000,000</b>	<b>8,360,000,000</b>
<b>18,514,593,291</b>	<b>23,646,670,016</b>

**6a.3 Maturity-wise groupings of Placement with Other Banks and Financial Institutions**

On Demand
Not more than 03 months
More than 03 months but not more than 01 year
More than 01 year but not more than 05 years
More than 05 years

-	-
17,653,400,000	21,335,300,000
-	2,000,000,000
861,193,291	311,370,016
-	-
<b>18,514,593,291</b>	<b>23,646,670,016</b>

**7. Consolidated Investments in Shares & Securities**

**Government**

Shahjalal Islami Bank Ltd.	(Note-7a.i)
Shahjalal Islami Bank Securities Ltd.	

28,047,670,000	21,695,610,000
-	-
<b>28,047,670,000</b>	<b>21,695,610,000</b>

**Others**

Shahjalal Islami Bank Ltd.	(Note-7a.ii)
Shahjalal Islami Bank Securities Ltd.	

8,219,932,088	5,914,149,344
2,070,124,315	1,786,654,957
<b>10,290,056,403</b>	<b>7,700,804,301</b>
<b>38,337,726,403</b>	<b>29,396,414,301</b>

**7a Investments in Shares & Securities of the Bank**

**i) Government**

Bangladesh Government Islamic Investment Bond (BGIIB)	(Note-7a.2)
Bangladesh Government Investment Sukuk (BGIS)	(Note-7a.3)

13,250,000,000	18,000,000,000
14,797,670,000	3,695,610,000
<b>28,047,670,000</b>	<b>21,695,610,000</b>

**ii) Others**

Mudaraba Perpetual Bond, Islami Bank Bangladesh Ltd.	
Mudaraba Subordinated Bond	(Note-7a.4)
Beximco Green Sukuk Al Istisna'a	
Investments in Shares & Securities	(Note-7a.5)

1,527,483,542	47,550,542
3,400,000,000	3,720,000,000
1,000,000,000	-
2,292,448,546	2,146,598,802
<b>8,219,932,088</b>	<b>5,914,149,344</b>
<b>36,267,602,088</b>	<b>27,609,759,344</b>



**7a.1 Maturity-wise groupings of Investments in Shares & Securities**

On Demand  
Not more than 03 months  
More than 03 months but less than 01 year  
More than 01 year but less than 05 years  
More than 05 years

31.12.2021 Taka	31.12.2020 Taka
-	-
9,250,000,000	14,214,149,344
9,239,932,088	6,000,000,000
17,377,670,000	4,795,610,000
400,000,000	2,600,000,000
<b>36,267,602,088</b>	<b>27,609,759,344</b>

**7a.2 Bangladesh Bank introduced Mudaraba Bond named "Bangladesh Government Islamic Investment Bond (Islamic Bond)" in September 2004 on behalf of the Government to facilitate Islamic Banks and Financial Institutions. Investment in this fund is considered as a component of Statutory Liquidity Ratio (SLR).**

The mobilized fund from Islamic Bond is invested by Bangladesh Bank and a portion of realized profit is distributed among the bondholders as per mudaraba principle of Islamic Shari'ah on the basis of the tenor of the bond. So the rate of return from Islamic Bond is dependent on fund deployment of Bangladesh Bank which is not prefixed.

**7a.3 Sukuk is an Islamic financial certificate, similar to a conventional bond, and structured to generate returns in compliance with Islamic finance principles. The government raised the fund through issuing the Bangladesh Government Investment Sukuk (BGIS) in December 2020 & June 2021 for Tk. 80 billion for implementation of a water-supply project titled "Safe Water Supply for the Whole Country" @4.69% for 5 years' tenure and in December 2021 for Tk. 50 billion for a project titled "Need Based Infrastructure Development of Government Primary School Project (1st Phase)" @4.65% for 5 years' tenure. SIBL, in view of diversifying its investment portfolio, maintaining Statutory Liquidity Ratio (SLR) requirement as well as pile up Stock of High Quality Liquidity Assets, participated in all 03 (three) auctions and received an allocation for investment of (i) in December 2020 Tk. 369.56 crore (Taka three hundred sixty-nine crore and fifty-six lac only) fixed rental rate @4.69% per annum (ii) in June 2021 Tk. 496.20 crore (Taka four hundred ninety-six crore and twenty lac only) fixed rental rate @4.69% per annum and (iii) in December 2021 Tk. 614.01 crore (Taka six hundred fourteen crore and one lac only) fixed rental rate @4.65% per annum.**
**7a.4 Mudaraba Subordinated Bond**

SIBL Mudarabah Subordinated Bond  
IBBL Mudaraba Subordinated Bond  
IBBL 3rd Mudaraba Subordinated Bond  
AIBL 3rd Mudaraba Subordinated Bond

200,000,000	320,000,000
600,000,000	800,000,000
1,600,000,000	1,600,000,000
1,000,000,000	1,000,000,000
<b>3,400,000,000</b>	<b>3,720,000,000</b>

**7a.5 Investments in Shares & Securities (at cost)**
**Quoted**

The ACME Laboratories Limited  
Active Fine Chemicals Ltd.  
Aftab Automobiles Limited  
AIBL 1st Islamic Mutual Fund  
Apex Footwear Limited  
Bangladesh Steel Re-Rolling Mills Limited  
Dhaka Electric Supply Company Ltd.  
Eastern Housing Limited  
Export Import Bank of Bangladesh Limited  
Fareast Islami Life Insurance Co. Ltd.  
Generation Next Fashions Limited  
M.I. Cement Factory Ltd.  
Meghna Petroleum Limited  
Metro Spinning Mills Limited  
RAK Ceramics (Bangladesh) Limited  
Square Textile Ltd.  
The Dacca Dyeing & Mfg. Co. Limited  
Titas Gas Transmission and Distribution Co. Ltd.  
Unique Hotel and Resorts Ltd.  
Prime Islami Life Insurance Ltd.  
Singer Bangladesh Limited  
Olympic Industries Ltd.  
Square Pharmaceuticals Ltd.  
Bashundhara Paper Mills Limited  
The IBN SINA Pharmaceutical Industry Ltd.  
MJL Bangladesh Limited  
Silva Pharmaceuticals Limited  
Robi Axiata Limited  
Linde Bangladesh Ltd.  
Power Grid Company of Bangladesh Ltd.  
Lub-rref (Bangladesh) Limited  
Mir Akhter Hossain Limited  
Krishibid Feed Limited  
ACI Limited  
Al-Arafah Islami Bank Ltd.  
Islami Bank Bangladesh Limited  
Agricultural Marketing Company Ltd. - AMCL (PRAN)  
Aamra Technologies Limited  
Bangladesh Building Systems Ltd.

22,850,371	133,933,591
50,768,200	35,487,579
72,694,438	61,605,088
72,760,670	67,402,500
18,699,764	12,854,787
25,845,335	36,383,068
125,911,056	115,162,210
205,738,580	166,063,283
132,329,640	100,196,838
65,297,782	65,297,780
25,741,814	25,741,813
31,871,607	43,580,439
101,861,109	62,070,338
54,315,162	65,855,505
52,821,755	64,176,345
42,041,896	45,712,547
110,968,750	156,023,958
193,241,054	111,712,964
20,091,892	36,810,461
13,936,568	32,516,491
72,735,184	23,605,504
5,627,022	10,352,346
128,941,716	77,460,720
26,119,683	16,714,534
38,087,484	25,580,746
86,720,740	55,849,486
31,768,758	20,335,072
142,756,117	2,715,540
19,981,907	25,454,659
30,831,580	19,730,763
42,281,896	-
55,081,388	-
865,260	-
59,835,403	-
29,602,959	-
44,936,869	-
-	12,508,253
-	8,527,068
-	13,071,649

Beximco Limited  
Envoy Textiles Ltd.  
Esquire Knit Composite Limited  
First Security Islami Bank Limited  
LafargeHolcim Bangladesh Limited  
Orion Pharma Ltd.  
Premier Cement Mills Limited  
Shahjibazar Power Co. Ltd.  
Padma Islami Life Insurance Limited  
Sea Pearl Beach Resort & Spa Limited  
Dominage Steel Building Systems Ltd.  
**i) Total**

**Un-Quoted**

Lanka Bangla Securies Ltd.  
Investment A/C - SWIFT Membership Share  
Union Bank Limited  
BD Thai Food & Beverage Limited  
Lub-rref (Bangladesh) Limited  
Market Stabilization Fund, Asset Management Co. Ltd.  
**ii) Total**  
**Grand Total**

31.12.2021 Taka	31.12.2020 Taka
-	41,467,354
-	42,402,697
-	6,778,090
-	19,903,128
-	173,528,430
-	28,796,598
-	18,441,295
-	36,951,327
-	15,673,722
-	18,635
-	18,602
<b>2,255,961,410</b>	<b>2,134,473,802</b>
5,000,000	5,000,000
9,443,636	-
21,403,000	-
640,500	-
-	5,125,000
-	2,000,000
<b>36,487,136</b>	<b>12,125,000</b>
<b>2,292,448,546</b>	<b>2,146,598,802</b>

Please see **Annexure-A** for details regarding unrealised gain/(loss) and provision.

**8. Consolidated Investments**

Shahjalal Islami Bank Ltd. (Note-8a)  
Shahjalal Islami Bank Securities Ltd.  
Less: Inter Company Transaction

198,607,299,997	181,471,332,782
4,855,652,531	4,636,326,999
203,462,952,528	186,107,659,781
2,241,959,513	2,011,859,181
<b>201,220,993,015</b>	<b>184,095,800,600</b>

**Bills Purchased and Discounted**

Shahjalal Islami Bank Ltd. (Note-8a)  
Shahjalal Islami Bank Securities Ltd.

17,979,284,002	15,041,318,459
-	-
<b>17,979,284,002</b>	<b>15,041,318,459</b>
<b>219,200,277,017</b>	<b>199,137,119,059</b>

**8a Investments of the Bank**

**Country-wise Classification of Investments:**

**Inside Bangladesh**

Gross Murabaha, Bai-Muajjal etc. 206,187,088,993 189,174,075,576  
Less: Profit receivable on Murabaha, Bai-Muajjal etc. (Mark-up profit or unearned income) 7,579,788,996 7,702,742,794  
Net Murabaha, Bai-Muajjal etc. **198,607,299,997** **181,471,332,782**  
Net Bills Purchased and Discounted (Note-8a.2) 17,979,284,002 15,041,318,459

**Outside Bangladesh**

<b>216,586,583,999</b>	<b>196,512,651,241</b>
------------------------	------------------------

As per letter # 178/FRC/APR/2021/27(45) dated 09 December 2021 issued by the Financial Reporting Council (FRC) regarding the compliance of BRPD Circular Letter # 04 dated 04 January 2021 and BRPD Circular Letter # 35 dated 06 July 2021, the current status of the Bank is as follows:

Particulars	Compliance of BRPD Circular Letter # 04*		Compliance of BRPD Circular Letter # 35**	
	No. of Files	% of Compliance	No. of Files	% of Compliance
Complied Files	465	83%	4	100%
Total Files	560		4	

\* BRPD Circular Letter # 04: Regarding the collection of audited financial statements and statutory audit report for sanctioned/renewed investments.

\*\* BRPD Circular Letter # 35: Regarding the verification of audited financial statements through Document Verification System (DVS) developed by ICAB.

**8a.1 Maturity-wise Classification of Investments**

**With a residual maturity of:**

Re-payable on Demand  
Not more than 03 months  
Over 03 months but not more than 01 year  
Over 01 year but not more than 05 years  
Over 05 years

44,341,512,186	27,708,283,825
61,797,340,036	65,006,385,030
89,905,880,569	73,751,198,011
17,142,115,468	25,271,526,950
3,399,735,740	4,775,257,425
<b>216,586,583,999</b>	<b>196,512,651,241</b>

**8a.2 Bills Purchased and Discounted**

Payable inside Bangladesh  
Payable outside Bangladesh  
Gross Bills Purchased and Discounted  
Less: Profit receivable on Bills Purchased and Discounted  
Net Bills Purchased and Discounted

4,279,558,652	4,345,494,581
14,001,667,445	10,941,976,594
<b>18,281,226,097</b>	<b>15,287,471,175</b>
301,942,095	246,152,716
<b>17,979,284,002</b>	<b>15,041,318,459</b>



**8a.3 Maturity-wise Classification of Bills Purchased and Discounted**
**Re-payable:**

Within 01 month  
Over 01 month but less than 03 months  
Over 03 months but less than 06 months  
06 months or more

31.12.2021 Taka	31.12.2020 Taka
3,680,359,435	2,120,825,903
5,129,489,726	4,975,668,146
3,732,499,359	4,211,569,168
5,436,935,482	3,733,255,241
<b>17,979,284,002</b>	<b>15,041,318,459</b>

**8a.4 Investments on the basis of significant concentration**

Investments to allied concern of Directors (Note-53.5)  
Investments to Executives/Officers  
Investments to Customer Groups  
Industrial Investments  
Others

2,684,321,800	2,422,671,777
2,013,480,269	1,881,187,195
84,154,894,572	81,360,652,400
127,733,630,426	110,845,959,276
256,931	2,180,592
<b>216,586,583,999</b>	<b>196,512,651,241</b>

Investments allowed to single person/counterparty or a group which is equal to or greater than 10% of Bank's total capital:

Total outstanding amount to such customers at end of the year	: 98,065.51 million	88,947.94 million
Number of such types of customers	: 20	22
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 single person/counterparty or a group equal to or greater than Tk. 3,377.80 million which is computed @ 10% and above of total capital of the bank, i.e. Tk. 33,778.03 million (Note-17.5.c) as at 31 December 2021.

For details, please refer to **Annexure-D**.

**8a.5 Sector-wise Classification of Investments**

Sector	As at 31 December 2021		As at 31 December 2020	
	Amount	Composition	Amount	Composition
Agriculture & Fishing	3,745,300,000	1.73%	4,428,100,000	2.25%
Cotton & Textile	15,986,252,326	7.38%	14,204,891,416	7.23%
Garments	48,795,252,329	22.53%	35,917,795,745	18.28%
Cement	1,377,204,327	0.64%	2,909,125,717	1.48%
Pharmaceuticals & Chemicals	5,765,427,211	2.66%	3,502,368,796	1.78%
Real Estate	7,861,742,082	3.63%	6,823,342,294	3.47%
Transport	3,612,697,161	1.67%	3,852,956,608	1.96%
Information Technology	785,682,273	0.36%	1,049,993,980	0.53%
Non Banking Financial Institutions	1,049,270,234	0.48%	1,547,537,178	0.79%
Steel & Engineering	7,861,742,082	3.63%	10,718,891,585	5.45%
Food Processing & Beverage	13,394,922,486	6.18%	11,586,731,440	5.90%
Power & Energy	5,718,061,127	2.64%	6,157,617,851	3.13%
Paper & Paper Products	2,128,663,687	0.98%	2,220,723,185	1.13%
Plastic & Plastic Product	6,299,677,023	2.91%	5,605,896,330	2.85%
Electronics	6,650,416,932	3.07%	5,629,384,876	2.86%
Services Industries	7,314,961,280	3.38%	6,660,892,213	3.39%
Trading	30,870,690,066	14.25%	31,252,429,405	15.90%
Construction incl. Work Order Financing	21,190,235,269	9.78%	20,620,941,948	10.49%
Share business	2,388,413,151	1.10%	2,256,505,482	1.15%
Staff Investment	2,013,480,269	0.93%	1,881,187,195	0.96%
Others	21,776,492,686	10.05%	17,685,337,995	9.00%
<b>Total</b>	<b>216,586,583,999</b>	<b>100.00%</b>	<b>196,512,651,241</b>	<b>100.00%</b>

**8a.6 Geographical Location-wise Investments**

Area	As at 31 December 2021		As at 31 December 2020	
	Amount in Taka	Composition	Amount in Taka	Composition
<b>i) Inside Bangladesh</b>				
<b>a. In Urban Areas</b>				
Dhaka	160,485,479,863	77.92%	139,611,824,666	74.75%
Chattogram	29,601,629,063	14.37%	31,718,061,626	16.98%
Sylhet	2,168,082,454	1.05%	1,803,989,407	0.97%
Rajshahi	4,939,003,409	2.40%	5,037,596,743	2.70%
Rangpur	1,443,032,912	0.70%	1,370,436,948	0.73%
Khulna	5,357,801,659	2.60%	5,217,920,865	2.79%
Barishal	555,135,633	0.27%	587,326,482	0.31%
Mymensingh	1,418,508,441	0.69%	1,417,037,704	0.76%
<b>Sub-total</b>	<b>205,968,673,434</b>	<b>100%</b>	<b>186,764,194,441</b>	<b>100%</b>

Area	As at 31 December 2021		As at 31 December 2020	
	Amount in Taka	Composition	Amount in Taka	Composition
<b>b. In Rural Areas</b>				
Dhaka	7,011,138,447	66.03%	6,534,764,955	67.03%
Chattogram	1,444,088,800	13.60%	1,363,660,141	13.99%
Sylhet	241,928,581	2.28%	179,404,330	1.84%
Rajshahi	559,804,389	5.27%	488,611,551	5.01%
Khulna	786,973,605	7.41%	762,894,796	7.83%
Barishal	376,641,467	3.55%	248,239,171	2.55%
Mymensingh	197,335,275	1.86%	170,881,855	1.75%
<b>Sub-total</b>	<b>10,617,910,565</b>	<b>100%</b>	<b>9,748,456,799</b>	<b>100%</b>
<b>ii) Outside Bangladesh</b>	-	-	-	-
<b>Total</b>	<b>216,586,583,999</b>	<b>100%</b>	<b>196,512,651,241</b>	<b>100%</b>

<b>31.12.2021</b>	<b>31.12.2020</b>
<b>Taka</b>	<b>Taka</b>

#### 8a.7 Mode-wise Investments

Mode of Investment	31.12.2021 Taka	31.12.2020 Taka
Bai-Murabaha	9,336,514,649	10,004,371,083
Bai-Muajjal	100,091,286,727	96,174,321,290
Hire Purchase Under Shirkatul Melk	51,205,439,045	50,556,352,938
Ijara	1,779,525,158	2,249,339,398
Bai-Salam	5,190,002,694	5,099,669,833
Mudaraba Import Bills	13,582,710,813	10,698,391,320
EDF/Murabaha Foreign Currency Investment	28,182,486,663	13,912,823,725
Quard	2,481,970,929	3,298,817,265
IDBP	4,003,734,897	4,115,948,375
FDBP	392,838,293	226,978,763
Islamic Credit Card Investment	340,074,133	175,637,249
<b>Total</b>	<b>216,586,583,999</b>	<b>196,512,651,241</b>

#### 8a.8 Grouping of Investments as per Classification Rules of Bangladesh Bank

Status	As at 31 December 2021		As at 31 December 2020	
	Amount in Taka	Composition	Amount in Taka	Composition
<b>Unclassified:</b>				
Standard (including Staff Investment)	203,649,935,063	94.03%	181,843,113,633	92.54%
Special Mention Account (SMA)	3,367,804,586	1.55%	5,696,061,505	2.90%
<b>Sub-total</b>	<b>207,017,739,650</b>		<b>187,539,175,138</b>	
<b>Classified</b>				
Substandard	96,297,819	0.04%	355,172,100	0.18%
Doubtful	36,771,435	0.02%	444,099,969	0.23%
Bad or Loss	9,435,775,095	4.36%	8,174,204,033	4.16%
<b>Sub-total</b>	<b>9,568,844,349</b>		<b>8,973,476,102</b>	
<b>Grand Total</b>	<b>216,586,583,999</b>	<b>100.00%</b>	<b>196,512,651,241</b>	<b>100.00%</b>

#### 8a.9 Particulars of Provision for Investments

Status	Basis for Provision	Rate	31.12.2021 Taka	31.12.2020 Taka
Standard:				
Unclassified (excluding Staff Investments)	131,321,750,359	1% (ex. RSDL BB NOC)	1,313,217,503.59	1,123,984,380
Staff Investments	2,013,480,269	0%	-	-
Consumer Financing (other than HF & LP)	1,009,585,690	2%	20,191,714	15,337,831
Small & Medium Enterprise	64,132,040,277	0.25%	160,330,101	156,878,519
Housing Finance (HF)	2,672,678,146	1%	26,726,781	19,107,776
Loan for Professionals (LP)	2,161,837	2%	43,237	36,891
Share Business	2,241,924,513	2%	44,838,490	40,348,505
Short Term Agri Credit	103,211	1%	1,032	35,031
Islamic Credit Card	262,485,445	2%	5,249,709	2,284,973
SMA	3,367,804,586		18,985,432	38,449,401
Special General Provision for "COVID-19"			504,014,799	263,071,409
Special Reschedule & One Time Exit			324,518,201	562,497,776
			<b>2,418,117,000</b>	<b>2,222,032,492</b>
Sub-standard	24,685,684	20% & 5% (Agri, Cottage & Micro Credit)	2,262,714	7,352,179
Doubtful	6,485,183	50%; 20% (Cottage & Micro Credit) & 5% (Agri)	2,037,034	49,220,300
Bad or Loss	2,316,867,808	100%	2,316,867,808	2,812,032,962
Reschedule (BB NOC)			753,949,444	564,940,000
			<b>3,075,117,000</b>	<b>3,433,545,442</b>
Required Provision for Investments			<b>5,493,234,000</b>	<b>5,655,577,933</b>
Total Provision Maintained (note-15a.1(a) & (b))			<b>5,493,957,256</b>	<b>5,664,361,818</b>
<b>Surplus/(Shortfall) Provision</b>			<b>723,256</b>	<b>8,783,884</b>

The Bank has maintained provision on unclassified investments amounting to Tk. 2,418,838,000 (note-15a.1.b) and for classified investments amounting to Tk. 3,075,119,256 (note-15a.1.a), totaling Tk. 5,493,957,256. These exist surplus of Tk. 723,256 against the required provision.



**8a.10 Particulars of Provision for Off-balance Sheet Items**

Status	Basis for Provision	Amount of provision @ 1%	Amount of provision @ 1%
Acceptances & endorsements	39,570,018,420	395,700,184	274,868,358
Letters of Guarantee	31,904,128,585	319,041,286	310,920,598
Irrevocable Letters of Credit	64,074,742,941	640,747,429	348,571,999
Bills for collection	41,864,954	418,650	781,897
<b>Required provision for Off-balance Sheet Items</b>	<b>135,590,754,900</b>	<b>1,355,907,549</b>	<b>935,142,853</b>
Provision maintained {note-15a.1(c)}		1,356,200,000	935,200,000
<b>Surplus Provision</b>		<b>292,451</b>	<b>57,147</b>

**8a.11 Particulars of Investments**

(i) Investments considered good in respect of which the banking company is fully secured	177,822,811,122	162,429,626,281
(ii) Investments considered good for which the banking company holds no other security than the debtor's personal security	34,567,218,806	31,363,419,138
(iii) Investments considered good and secured by personal security of one or more parties in addition to the personal security of the debtors	4,196,554,070	2,719,605,821
(iv) Investments considered bad or doubtful not provided for	-	-
	<b>216,586,583,999</b>	<b>196,512,651,241</b>
(v) Investments due by directors or officers of the banking company or any of them either severally or jointly with any other person	<b>2,013,480,269</b>	<b>1,881,187,195</b>
(vi) Investments 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 53.5).	<b>2,684,321,800</b>	<b>2,422,671,777</b>
(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.	<b>2,013,480,269</b>	<b>1,881,187,195</b>
(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	<b>2,684,321,800</b>	<b>2,422,671,777</b>
(ix) Investments due from other Banks	-	-
(x) Classified Investment on which profit has not been charged	<b>9,568,844,349</b>	<b>8,973,476,102</b>
a. Movement of Classified Investments:		
Opening Balance	8,973,476,102	9,687,322,264
Increase/(decrease) during the year	595,368,247	(713,846,161)
	<b>9,568,844,349</b>	<b>8,973,476,102</b>
i) (Decrease)/increase of specific provision	<b>(364,942,562)</b>	<b>181,648,765</b>
ii) Amount of written-off investment during the year against which fully provided	<b>1,136,704,769</b>	-
iii) Amount recovered against the investment which was previously written-off	<b>31,809,277</b>	<b>24,654,765</b>
b. Amount of provision kept against classified Investment as Bad or Loss on the reporting day of Balance Sheet	<b>3,075,119,256</b>	<b>3,440,061,818</b>
c. Amount of profit charged in suspense account	<b>4,640,949,483</b>	<b>3,913,186,052</b>
(xi) Cumulative amount of written-off Investments		
Opening Balance	4,656,906,702	4,656,906,702
Amount written-off during the year	1,136,704,769	-
Total amount of written-off investment	<b>5,793,611,471</b>	<b>4,656,906,702</b>

**9. Consolidated Fixed Assets including Premises, Furniture and Fixtures**

<b>Cost</b>			
Shahjalal Islami Bank Ltd.	(Note-9a)	7,206,268,611	6,388,016,160
Shahjalal Islami Bank Securities Ltd.		232,886,248	204,925,593
		<b>7,439,154,859</b>	<b>6,592,941,753</b>
<b>Accumulated Depreciation</b>			
Shahjalal Islami Bank Ltd.	(Note-9a)	2,128,942,552	1,647,365,915
Shahjalal Islami Bank Securities Ltd.		83,436,387	72,763,766
		<b>2,212,378,939</b>	<b>1,720,129,681</b>
<b>Written Down Value</b>		<b>5,226,775,920</b>	<b>4,872,812,072</b>

**9a Fixed Assets including Premises, Furniture and Fixtures of the Bank**
**Tangible Assets:**
**Cost**

Land
Building
Furniture & Fixtures
Office Equipment
Computer & Network Equipment
Vehicles
Right of Use Assets as per IFRS-16*
Books

	31.12.2021 Taka	31.12.2020 Taka
1,876,724,350	1,876,724,350	
893,986,278	893,986,278	
1,132,828,486	1,108,875,244	
756,215,635	748,190,288	
658,021,418	609,210,291	
136,169,606	116,941,907	
1,589,518,428	884,017,237	
1,042,667	1,042,667	
<b>7,044,506,868</b>	<b>6,238,988,262</b>	
Less:		
Accumulated depreciation	1,955,275,677	1,500,711,525
Adjustment of assets	29,965,139	19,783,161
<b>Written Down Value</b>	<b>5,059,266,053</b>	<b>4,718,493,576</b>

**Intangible Assets:**
**Cost**

Software-Core Banking
Software-Others

62,615,431	62,615,431
99,146,312	86,412,468
<b>161,761,743</b>	<b>149,027,899</b>
Less:	
Amortization	143,701,736
<b>Written Down Value</b>	<b>18,060,006</b>
<b>Total Written Down Value</b>	<b>5,077,326,059</b>

\*Right of Use (RoU) Assets are measured at cost less any accumulated depreciation and adjusted for any measurement of lease liabilities (Note-2.7.6).

The details of fixed assets are given in **Annexure-B**.

**10. Consolidated Other Assets**

Shahjalal Islami Bank Ltd.
Shahjalal Islami Bank Securities Ltd.
Less: Inter Company Transaction

(Note-10a)

20,141,811,136	18,018,050,356
434,734,112	414,171,745
20,576,545,248	18,432,222,101
2,515,000,000	2,515,000,000
<b>18,061,545,248</b>	<b>15,917,222,101</b>

**10.1 Consolidated Advance Tax**

Shahjalal Islami Bank Ltd.
Shahjalal Islami Bank Securities Ltd.

(Note-10a.4)

16,597,308,766	14,797,808,219
409,543,904	354,037,731
<b>17,006,852,670</b>	<b>15,151,845,950</b>

**10a Other Assets of the Bank**
**Income Generating:**

Shahjalal Islami Bank Securities Ltd.
<b>Sub-total</b>

(Note-10a.3)

2,515,000,000	2,515,000,000
<b>2,515,000,000</b>	<b>2,515,000,000</b>

**Non-Income Generating:**

Stock of Stationery, Stamps and printing materials etc. (valued at cost)
Advance Rent and Security Deposit
Suspense Account
Profit Receivable
Other Prepayments
Advance Insurance Premium
Advance for New Branches
Advance Tax Paid
Other Receivables
SJIBL General Account-Net
Balance with OBU

(Note-10a.1)

(Note-10a.2)

(Note-10a.4)

(Note-10a.5)

24,202,678	21,388,644
36,005,658	84,983,375
121,326,408	112,787,431
699,031,297	345,276,627
100,954,213	90,173,713
17,851,680	19,821,018
-	-
16,597,308,766	14,797,808,219
3,181,647	3,181,647
26,948,790	27,629,682
9,958,934,700	8,228,144,000
27,585,745,836	23,731,194,356
9,958,934,700	8,228,144,000
<b>17,626,811,136</b>	<b>15,503,050,356</b>
<b>20,141,811,136</b>	<b>18,018,050,356</b>

Less: Offshore Banking Unit

**Sub-total**

**Grand Total**



**10a.1 Suspense Account**

Sundry Debtors  
Excise Duty on MTDR  
Advance against TA/DA  
Advance against Petty Cash  
Law Charges  
Stamp  
Others

31.12.2021 Taka	31.12.2020 Taka
31,817,912	8,831,043
24,772,141	27,491,651
1,000	-
479,000	608,000
58,772,710	54,620,243
534,220	467,350
4,949,425	20,769,143
<b>121,326,408</b>	<b>112,787,431</b>

The detailed break-up of unadjusted suspense accounts is given below:

(Amount in '000)						
Sl. #	Break-up	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 above
1	Sundry Debtors	11,487	12,975	1,600	1,856	3,900
2	Advance against TA/DA	1	-	-	-	-
3	Advance against Petty Cash	479	-	-	-	-
4	Legal Expenses	4,896	929	1,811	1,660	49,477
5	Others	24,595	2,206	1,324	495	1,635
<b>Grand Total</b>		<b>41,458</b>	<b>16,110</b>	<b>4,735</b>	<b>4,011</b>	<b>55,012</b>

**10a.2 Profit Receivable**

Placement to Other Banks-MTDR  
Placement to Financial Institutions-MTDR  
Profit on Investment against MSD  
On Investments

53,148,313	173,353,869
40,980,972	61,020,625
376,118	376,118
604,525,894	110,526,016
<b>699,031,297</b>	<b>345,276,627</b>

**10a.3** Shahjalal Islami Bank Limited invested Tk. 251.50 crore in its subsidiary company named 'Shahjalal Islami Bank Securities Limited' as per approval of competent authority. The subsidiary company commenced its operation on 25 May 2011. The total paid-up capital of the subsidiary company is Tk. 274.00 crore which is divided into 27,40,00,000 ordinary shares at Tk. 10 each and the Bank holds 91.79% of its paid-up capital.

**10a.4 Advance Tax Paid**

Balance at the beginning of the year  
Paid during the year

14,797,808,219	12,641,625,772
1,799,500,546	2,156,182,447
<b>16,597,308,766</b>	<b>14,797,808,219</b>

**10a.5** SJIBL General Account represents outstanding Inter-Branch and Head Office transactions (Net) originated but yet to be responded at the Balance Sheet date. The break-up of SJIBL General Account is given below:

	Debit		Credit	
	No. of Entry	Amount in Taka	No. of Entry	Amount in Taka
Up to 3 months	569	33,054,713	96	6,105,923
Over 3 Months but within 6 months	-	-	-	-
Over 6 Months but within 1 year	-	-	-	-
Over 1 year but within 5 years	-	-	-	-
	<b>569</b>	<b>33,054,713</b>	<b>96</b>	<b>6,105,923</b>
<b>Net unreconciled amount</b>				<b>26,948,790</b>

There are no outstanding unreconciled entries for more than 03 months. However, outstanding entries on Balance Sheet date are subsequently reconciled.

**11. Non-Banking Assets**

Shahjalal Islami Bank Ltd.

<b>88,909,355</b>	<b>88,909,355</b>
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The Bank was awarded absolute ownership on some mortgaged properties through the verdict of Honorable Court under Section 33(7) of the Artharin Adalat Act, 2003. These were recorded as non-banking assets as per valuation report of professional surveyor. Value of these assets was recorded in equivalent to the client's adjustable outstanding. Following are the details:

Sl. #	Name of Parties	Assets Details	31.12.2021 Taka	31.12.2020 Taka
i.	Haque Steel & Re-Rolling Industries Pvt. Ltd.	i) 26 (twenty six) decimals land situated at Savar, Mouza: Boroboreshi ii) 160.50 decimals land together with building structures standing and/or existing therein and appurtenance thereto situated at Narayanganj, Mouza: Dapa Idrakpur. Carrying value of which was <b>BDT 1741.59 Lac (Market Value)</b> . Entitlement Date: 12 October 2014	47,064,331	47,064,331

Sl. #	Name of Parties	Assets Details	31.12.2021 Taka	31.12.2020 Taka
ii.	M/S Noor Mohammad Iron Store	6.25 (six point two five) decimals land situated at Bashundhara River View Project at Block - A, Plot # 532, Keranigonj, Dhaka, Mouza - Naiyatola. Carrying value of which was <b>BDT 47.34 Lac (Market Value)</b> . Entitlement Date: 14 May 2015	4,014,637	4,014,637
iii.	M/s Khizir Trading	13.83 (thirteen point eight three) decimals land situated at Khulshi, Mouza: Pahartali. Carrying value of which was <b>BDT 356.81 Lac (Market Value)</b> . Entitlement Date: 05 November 2017	31,468,345	31,468,345
iv.	Md. Mehedul Islam	i) 04 (four) decimals land situated at Dinajpur, Kotwali, Mouza: Majipara ii) 13 (thirteen) decimals land situated at Dinajpur, Fulbari, Mouza: Rashidpur. Carrying value of which was <b>BDT 48.50 Lac (Market Value)</b> . Entitlement Date: 04 April 2017	3,380,238	3,380,238
v.	Sohel Enterprise	i) 08 (eight) decimals land situated at Rangpur, Kotwali, Mouza: Taluk Dharmadash ii) 4 (four) decimals land situated at Rangpur, Kotwali, Mouza: Alamnagar iii) 3 (three) decimals land situated at Rangpur, Kotwali, Mouza: Taluk Dharmadash. Carrying value of which was <b>BDT 34.50 Lac (Market Value)</b> . Entitlement Date: 29 November 2017	2,981,804	2,981,804
<b>Total</b>			<b>88,909,355</b>	<b>88,909,355</b>

## 12. Consolidated Placement from other Banks & Financial Institutions

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-12a)

Less: Inter Company Transaction

32,436,452,822	19,730,962,466
2,506,519,665	2,137,336,443
34,942,972,487	21,868,298,909
2,241,959,513	2,011,859,181
<b>32,701,012,974</b>	<b>19,856,439,728</b>

## 12a Placement from other Banks & Financial Institutions of the Bank

Export Development Fund - Bangladesh Bank  
Financial Stimulus Fund - Bangladesh Bank  
Foreign Currency Deposit (FSSP BB USD) - Bangladesh Bank  
Mudaraba Term Deposit from other Banks  
Borrowing from Offshore Banking Unit (OBU)

(Note-12a.1)

Less: Offshore Banking Unit

24,564,754,416	13,684,954,633
2,360,288,256	2,230,007,833
20,210,150	-
5,491,200,000	3,816,000,000
165,395	165,395
32,436,618,217	19,731,127,861
165,395	165,395
<b>32,436,452,822</b>	<b>19,730,962,466</b>

## 12a.1 Mudaraba Term Deposit from other Banks

### Inside Bangladesh

United Commercial Bank Limited  
Southeast Bank Limited  
Dhaka Bank Limited  
Al-Arafah Islami Bank Limited  
Mercantile Bank Limited  
Bank Muscat SAOG  
Mutual Trust Bank Limited  
Prime Bank Limited  
Social Islami Bank Limited  
Standard Bank Limited  
Agrani Bank Limited  
Bank Alfalah Limited  
Jamuna Bank Limited  
Sub-total

343,200,000	1,865,600,000
343,200,000	339,200,000
858,000,000	678,400,000
1,287,000,000	-
858,000,000	-
429,000,000	-
85,800,000	-
429,000,000	-
429,000,000	-
429,000,000	-
-	424,000,000
-	254,400,000
-	254,400,000
<b>5,491,200,000</b>	<b>3,816,000,000</b>

### Outside Bangladesh

### Grand Total

-	-
<b>5,491,200,000</b>	<b>3,816,000,000</b>



**13. Consolidated Deposits and Other Accounts****Al-Wadeeah Current Deposits & Other Accounts**

Shahjalal Islami Bank Ltd.

(Note-13a)

Shahjalal Islami Bank Securities Ltd.

Less: Inter Company Transaction

**Bills Payable**

Shahjalal Islami Bank Ltd.

(Note-13a)

Shahjalal Islami Bank Securities Ltd.

**Mudaraba Savings Deposits**

Shahjalal Islami Bank Ltd.

(Note-13a)

Shahjalal Islami Bank Securities Ltd.

Less: Inter Company Transaction

**Mudaraba Term Deposits**

Shahjalal Islami Bank Ltd.

(Note-13a)

Shahjalal Islami Bank Securities Ltd.

**Other Mudaraba Deposits**

Shahjalal Islami Bank Ltd.

(Note-13a)

Shahjalal Islami Bank Securities Ltd.

Less: Inter Company Transaction

**Total****13a Deposits and Other Accounts of the Bank****Al-Wadeeah Current Deposits & Other Accounts**

Al-Wadeeah Current Deposits

Deposits from Other Banks

Foreign Currency Deposits

Non-Resident Taka Account

Profit Payable

Sundry Deposits

Unclaimed Dividend

(Note-13a.5)

Less: Offshore Banking Unit

**Bills Payable**

Payable inside Bangladesh

Payment Order Issued

Demand Draft Payable

Electronic Fund Transfer

Payable outside Bangladesh

**Mudaraba Savings Deposits**

General Deposits

Foreign Currency Deposits

**Mudaraba Term Deposits**

General Deposits

Foreign Currency Deposits

**Other Mudaraba Deposits**

Mudaraba Special Notice Deposits

Mudaraba Scheme Deposits

Deposits from Other Banks (SND)

(Note-13a.1)

(Note-13a.3)

31.12.2021 Taka	31.12.2020 Taka
39,179,680,779	34,433,462,289
-	-
39,179,680,779	34,433,462,289
30,857	6,895
<b>39,179,649,922</b>	<b>34,433,455,394</b>
4,016,969,162	3,889,060,291
-	-
<b>4,016,969,162</b>	<b>3,889,060,291</b>
36,326,437,165	30,316,566,001
-	-
36,326,437,165	30,316,566,001
3,124	9,579
<b>36,326,434,041</b>	<b>30,316,556,422</b>
74,469,380,080	81,508,507,043
-	-
<b>74,469,380,080</b>	<b>81,508,507,043</b>
63,296,520,951	68,295,354,091
-	-
63,296,520,951	68,295,354,091
478,016,781	388,122,723
<b>62,818,504,170</b>	<b>67,907,231,368</b>
<b>216,810,937,375</b>	<b>218,054,810,518</b>
13,898,996,579	11,670,968,808
13,791,692	11,619,252
5,048,826,567	4,477,014,117
25,147,302	17,480,771
595,541,458	1,295,790,027
19,628,353,924	16,948,661,590
14,504,103	33,666,439
39,225,161,626	34,455,201,004
45,480,846	21,738,715
<b>39,179,680,779</b>	<b>34,433,462,289</b>
4,012,866,134	3,884,585,899
4,012,437	4,072,349
90,591	402,043
4,016,969,162	3,889,060,291
-	-
<b>4,016,969,162</b>	<b>3,889,060,291</b>
36,290,215,626	30,280,128,794
36,221,540	36,437,207
<b>36,326,437,165</b>	<b>30,316,566,001</b>
74,239,418,443	81,283,563,629
229,961,637	224,943,414
<b>74,469,380,080</b>	<b>81,508,507,043</b>
11,833,696,784	11,669,807,096
44,336,944,127	54,653,870,608
7,125,880,040	1,971,676,388
<b>63,296,520,951</b>	<b>68,295,354,091</b>
<b>217,288,988,137</b>	<b>218,442,949,715</b>

**13a.1 Mudaraba Scheme Deposits**

Millionaire Scheme  
Multiple Benefit Scheme  
Monthly Income Scheme  
Monthly Deposit Scheme  
Hajj Deposit Scheme  
Cash Waqf  
Housing Deposit Scheme  
Lakhpoti Deposit Scheme  
Mohor Deposit Scheme  
Education Deposit Scheme  
Marriage Deposit Scheme

31.12.2021 Taka	31.12.2020 Taka
8,319,099,539	8,488,692,557
6,769,500,454	7,774,410,663
8,688,426,290	19,039,021,351
20,137,349,884	18,925,367,653
342,923,087	337,182,236
9,164,301	10,630,288
340,482	1,512,947
199,592	1,091,557
132	132
43,248,903	44,180,960
26,691,464	31,780,264
<b>44,336,944,127</b>	<b>54,653,870,608</b>

**13a.2 Deposits and Other Accounts**

General Deposits  
Deposits from Other Banks

(Note- 13a.3)

210,163,108,097	216,471,273,327
7,125,880,040	1,971,676,388
<b>217,288,988,137</b>	<b>218,442,949,715</b>

**13a.3 Deposits from Other Banks**
**Mudaraba Special Notice Deposits**

Export Import Bank of Bangladesh Limited  
AB Bank Limited  
Jamuna Bank Limited  
Al-Arafah Islami Bank Limited  
Social Islami Bank Limited  
National Credit and Commerce Bank Limited  
ICB Islamic Bank Limited  
Islami Bank Bangladesh Limited  
Sonali Bank Limited  
Mercantile Bank Limited  
Bangladesh Krishi Bank BD Ltd.

180,193,503	52,883,102
12,551	12,406
636,798	630,424
1,908,054,640	1,885,392,966
519,634,886	29,185,933
649,682	643,169
6,936	8,001
4,505,547,761	2,626,001
199,159	195,082
99,084	99,304
10,845,040	-
<b>7,125,880,040</b>	<b>1,971,676,388</b>

**13a.4 Maturity-wise classification of Deposits is as under**
**With a residual maturity of**

Repayable on demand  
Within 01 month  
Over 01 month but not more than 06 months  
Over 06 months but not more than 01 year  
Over 01 year but not more than 05 years  
Over 05 years

10,864,449,407	17,475,435,977
37,203,813,878	17,344,370,207
65,186,696,441	58,979,596,423
77,098,875,984	69,617,768,074
23,073,926,038	19,550,643,999
3,861,226,389	35,475,135,034
<b>217,288,988,137</b>	<b>218,442,949,715</b>

**13a.5 Unclaimed Dividend Account**

Dividend remained unclaimed which were declared for the year:  
Before 2014  
2014  
2015  
2016  
2017  
2018  
2019  
2020

-	3,598,565
876	8,604,706
1,095	9,240,732
933	6,027,456
-	81,383
67,536	67,536
5,753,167	6,046,061
8,680,495	-
<b>14,504,103</b>	<b>33,666,439</b>

To comply with Bangladesh Securities and Exchange Commission Directive No. BSEC/CMRRCD/2021-386/3 dated 14 January 2021 and Bangladesh Securities and Exchange Commission (Capital Market Stabilization Fund) Rules, 2021, during the year 2021 Tk. 27,549,938.59 has been transferred to Capital Market Stabilization Fund (CMSF) from unclaimed dividend.

Subsequently in response to a Letter ref. no. DOS(RMMCMS)1154/161/2022-173 dated 13 January 2022, the Bank vide its letter ref. no. SJIBL/HO/Board/2022/28 dated 17 January 2022 has informed Bangladesh Bank about the transfer of the amount to Capital Market Stabilization Fund (CMSF) of Bangladesh Securities and Exchange Commission (BSEC).

**14. Mudaraba Bonds**

Mudaraba Subordinated Bond  
Mudaraba Perpetual Bond

(Note- 14.1)

(Note- 14.2)

7,200,000,000	9,200,000,000
5,000,000,000	-
<b>12,200,000,000</b>	<b>9,200,000,000</b>

**14.1 Mudaraba Subordinated Bond**

Mudaraba Subordinated Bond

<b>7,200,000,000</b>	<b>9,200,000,000</b>
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The Bank issued floating rate non-convertible Mudaraba Subordinated Bond of Tk. 400 crore & Tk. 600 crore after obtaining approval from Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank. Mudaraba Subordinated Bonds were mainly issued to support and strengthen the capital base of the Bank under Tier-II, supplementary capital of Basel-III. The features of the bonds are enumerated below:

#### Features of SJIBL Mudaraba Subordinated Bonds

Particulars	1st Mudaraba Subordinated Bond	2nd Mudaraba Subordinated Bond
Issuer	Shahjalal Islami Bank Limited	Shahjalal Islami Bank Limited
Lead Arranger	Standard Chartered Bank	Standard Chartered Bank
Trustee	Green Delta Insurance Company Limited	Green Delta Insurance Company Limited
Tenure of Bond	7 (Seven) Years	7 (Seven) Years
Total Face Value	BDT 400 Crore (Four Hundred Crore)	BDT 600 Crore (Six Hundred Crore)
Number of Bonds	4,000 (Four Thousand)	6,000 (Six Thousand)
Profit Rate	Prevailing highest Mudaraba Term Deposit profit rate in 6-12 months tenor plus an additional profit rate of 2%	Weighted average of prevailing provisional profit rate of 6 months MTDR plus an additional profit rate of 2%
Date of Issue	15 June 2017	19 December 2018
Repayment/ Redemption	20% of the Total Bond Value to be Redeemed at the end of each year Starting from year 3 (Three) at Face Value.	20% of the Total Bond Value to be Redeemed at the end of each year Starting from year 3 (Three) at Face Value.

#### List of Investors

Name of the Investor	1st Mudaraba Subordinated Bond		2nd Mudaraba Subordinated Bond	
	Bond Issued (Taka)	Outstanding (as at 31 December 2021)	Bond Issued (Taka)	Outstanding (as at 31 December 2021)
EXIM Bank Limited	1,750,000,000	1,050,000,000	1,000,000,000	800,000,000
Pubali Bank Limited	700,000,000	420,000,000	-	-
Rupali Bank Limited	700,000,000	420,000,000	750,000,000	600,000,000
Uttara Bank Limited	500,000,000	300,000,000	-	-
Southeast Bank Limited	350,000,000	210,000,000	500,000,000	400,000,000
Agrani Bank Limited	-	-	2,500,000,000	2,000,000,000
Sonali Bank Limited	-	-	750,000,000	600,000,000
Dhaka Bank Limited	-	-	500,000,000	400,000,000
<b>Total</b>	<b>4,000,000,000</b>	<b>2,400,000,000</b>	<b>6,000,000,000</b>	<b>4,800,000,000</b>

<b>31.12.2021</b>	<b>31.12.2020</b>
<b>Taka</b>	<b>Taka</b>

#### 14.2 Mudaraba Perpetual Bond

Mudaraba Perpetual Bond

**5,000,000,000** -

With due approval from competent authority, Shahjalal Islami Bank Limited raised Additional Tier-1 Capital through issuance of "SJIBL Mudaraba Perpetual Bond" for Tk. 500.00 crore of which Tk. 450.00 crore raised through private placement and Tk. 50.00 crore raised through public offer in order to strengthen the capital base of the Bank.

**Rate of Return/ Profit:** The average of latest available yearly deposit rate (1 year but < 2 year) of scheduled Islamic banks (1st, 2nd and 3rd Generation banks only excluding foreign Islamic banks and any z-category Islamic Banks enlisted in capital market) published in Bangladesh Bank website plus a predetermined additional margin @2.50%. The range of return/profit is fixed from 6% to 10% and the payment of profit are made annually after the end of calendar year.

**Contingent Convertible feature:** The bond was issued with a contingent convertible feature that the bond will be converted to common share if the Banks's consolidated common equity Tier-I (CET-I) falls below Bangladesh Bank requirement (Currently of 4.50%) and stays below for 03 (Three) successive quarters. The conversion amount will be to the extent of shortfall amount for reaching CET-I @4.5%.

#### List of Investors

Name of the Investor	Outstanding as at 31 December 2021
Mercantile Bank Ltd.	500,000,000
Community Bank Bangladesh Ltd.	250,000,000
Bank Asia Limited	500,000,000
Trust Bank Limited	1,000,000,000
Social Islami Bank Ltd.	1,500,000,000
Standard Bank Ltd.	250,000,000
Global Islami Bank	250,000,000
The Premier Bank Limited	250,000,000
IPO-Eligible Investor	496,110,000
IPO-Individual Investor	3,890,000
<b>Total</b>	<b>5,000,000,000</b>

#### 15. Consolidated Other Liabilities

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-15a)

Less: Inter Company Transaction

31,765,514,727	27,935,935,686
2,787,654,567	2,467,300,332
34,553,169,294	30,403,236,018
-	-
<b>34,553,169,294</b>	<b>30,403,236,018</b>

**15.1 Consolidated Provision for Current Tax**

Shahjalal Islami Bank Ltd. (Note-15a.2)  
Shahjalal Islami Bank Securities Ltd.

31.12.2021 Taka	31.12.2020 Taka
17,290,140,619	14,949,163,422
432,576,912	367,630,095
<b>17,722,717,531</b>	<b>15,316,793,517</b>

**15.2 Consolidated Current Tax Expenses**

Shahjalal Islami Bank Ltd. (Note-15a.2)  
Shahjalal Islami Bank Securities Ltd.

2,273,525,795	1,664,048,258
64,946,817	22,589,103
<b>2,338,472,612</b>	<b>1,686,637,361</b>

**15.3 Provision against Entries of Nostro Accounts**

No provision is required as per Circular Letter No. FEPD(FEMO)/01/2005-677 dated 13 September 2005 for unreconciled debit entries of Nostro Accounts as there is no outstanding entry over 03 months (note-5a.3).

**15a Other Liabilities of the Bank**

Profit Payable  
Provision for Investment {Note-15a.1 (a) & (b)}  
Provision for Off-balance Sheet items {Note-15a.1 (c)}  
Provision for Other Assets {Note-15a.1 (d)}  
Provisions for Investments in Securities {Note-15a.1 (e)}  
Provision for Taxation {Note-15a.2}  
Profit Suspense Account {Note-15(a).1 (f)}  
Compensation Realisable & Suspense Account  
Compensation Realised Account  
Other Payables  
Outstanding Expenses  
Unearned Income on Quard  
Lease Liabilities as per IFRS 16 Leases\* (Note-2.7.6)  
Provision for Start-up Fund (Note-15a.3)

134,591,473	22,080,954
5,493,957,256	5,664,361,818
1,356,200,000	935,200,000
91,965,000	81,965,000
658,560,000	658,560,000
17,290,140,619	14,949,163,422
3,732,643,784	3,218,459,970
908,305,698	694,726,082
436,011,476	466,704,500
218,275,240	202,888,051
108,996,505	279,571,450
30,939,867	35,643,836
1,259,993,453	726,610,603
44,934,355	-
<b>31,765,514,727</b>	<b>27,935,935,686</b>

\*As per note-2.7.6, in accordance with IFRS 16, the Bank has recognised the lease liabilities.

**15a.1 Provision for Investment**
**(a) Provision on Classified Investments**

Provision held at the beginning of the year  
Written-off Recovery  
Net charge to Profit and Loss Account  
Fully provided investment written-off during the year  
Provision held at the end of the year

3,440,061,818	3,258,413,053
31,809,277	24,654,765
541,490,000	156,994,000
(938,241,839)	-
<b>3,075,119,256</b>	<b>3,440,061,818</b>

**(b) General Provision on Unclassified Investments**

Provision held at the beginning of the year  
Provision transferred from Provision for Investments in Securities  
Addition during the year  
Balance at the end of the year  
Total Provision for Investments (a+b)

2,224,300,000	1,900,800,000
-	95,000,000
194,538,000	228,500,000
<b>2,418,838,000</b>	<b>2,224,300,000</b>
<b>5,493,957,256</b>	<b>5,664,361,818</b>

**(c) General Provision on Off-balance Sheet Items**

Provision held at the beginning of the year  
Addition during the year  
Balance at the end of the year  
Total Provision for Investments & Off-balance Sheet Items (a+b+c)

935,200,000	869,300,000
421,000,000	65,900,000
<b>1,356,200,000</b>	<b>935,200,000</b>
<b>6,850,157,256</b>	<b>6,599,561,818</b>

**(d) Provision for Other Assets**

Provision held at the beginning of the year  
Transfer from Provision for Investments in Shares & Securities  
Addition during the year  
Balance at the end of the year

81,965,000	37,765,000
-	44,200,000
10,000,000	-
<b>91,965,000</b>	<b>81,965,000</b>

**(e) Provision for Investments in Shares & Securities**

Provision held at the beginning of the year  
Transfer to Provision on Unclassified Investments  
Transfer to Provision for Other Assets  
Addition during the year  
Balance at the end of the year

658,560,000	797,760,000
-	(95,000,000)
-	(44,200,000)
-	-
<b>658,560,000</b>	<b>658,560,000</b>

**(f) Profit Suspense Account**

Balance at the beginning of the year  
Amount transferred to suspense account during the year  
Amount recovered from suspense account during the year  
Amount waived/ written-off during the year  
Balance at the end of the year

3,218,459,970	1,913,003,426
1,896,047,739	3,119,752,786
(1,249,766,084)	(1,796,506,920)
(132,097,841)	(17,789,322)
<b>3,732,643,784</b>	<b>3,218,459,970</b>



**15a.2 Provision for Taxation**
**Provision for Current Tax**

Balance at the beginning of the year  
Add: Provision made during the year  
Add: Provision made on other during the year  
**Balance at the end of the year**

31.12.2021 Taka	31.12.2020 Taka
14,949,163,422	13,224,746,710
2,273,525,795	1,664,048,258
67,451,402	60,368,453
<b>17,290,140,619</b>	<b>14,949,163,422</b>

The Bank has challenged some disputed income tax assessments which are pending at various appeal stages (i.e. Appellate Tribunal, High Court Division). The Bank is confident that once these appeals are finally disposed off, there should not be any additional tax demand against the Bank and hence no further provision is required.

**15a.2(a) Provision for Current Tax made during the year**

Income tax @ 37.50% on estimated taxable Business Profit  
Income tax @ 20% on Dividend Income  
Income tax @ 10% on Capital Gain on Sale of Shares  
Adjustment for previous year  
**Estimated Total Provision Required**

2,004,832,788	1,711,526,097
59,055,468	9,266,236
31,443,684	3,624,378
245,645,257	-
<b>2,340,977,197</b>	<b>1,724,416,711</b>

Computation of Taxable Business Profit  
Profit before Taxes  
Add: Inadmissible expenditures

4,836,665,656	3,643,419,997
2,728,516,501	1,463,630,954
7,565,182,156	5,107,050,951
2,218,961,388	542,981,360
<b>5,346,220,769</b>	<b>4,564,069,591</b>

Less: Allowable Expenditure & Separate consideration  
**Estimated Taxable Business Profit for the year**

**15a.2(b) Reconciliation of effective tax rate of the Bank**
**Particulars**
**Effective Rate**

Profit before income taxes as per profit and loss account  
Income taxes as per applicable tax rate  
**Factors affecting the tax charge for current year:**  
Inadmissible expenses  
Admissible expenses in the current year (i.e. write-off etc.)  
Tax savings from reduced tax rates for dividend  
Tax loss/(savings) from reduced tax rates for capital gain  
Adjustment for previous year  
**Total Income Tax Expenses**

	4,836,665,656	3,643,419,997
<b>37.5%</b>	1,813,749,621	1,366,282,499
<b>19.76%</b>	955,742,286	488,493,155
<b>-12.48%</b>	(603,467,703)	(172,652,399)
<b>-1.07%</b>	(51,673,535)	(8,107,957)
<b>-1.79%</b>	(86,470,130)	(9,967,040)
<b>5.08%</b>	245,645,257	-
<b>47.01%</b>	<b>2,273,525,795</b>	<b>1,664,048,258</b>

**15a.3 Provision for Start-up Fund**

Provision held at the beginning of the year  
Addition for the year 2020  
Addition for the year 2021  
**Balance at the end of the year**

-	-
19,081,986	-
25,852,369	-
<b>44,934,355</b>	<b>-</b>

After finalization of the financial statements for the year ended 31 December 2020, Bangladesh Bank vide its SMESPD Circular No. 04 dated 29 March 2021 as well as SMESPD Circular Letter No. 05 dated 26 April 2021 instructed all scheduled banks to build-up a Start-up Fund under Other Liabilities @1% out of net profit starting for the year 2020 in order to make disbursement to make new entrepreneurs and self-employment. In response to that, Shahjalal Islami Bank Limited started to build-up the Start-up Fund out of net profit for the year 2021.

**16. Consolidated Deferred Tax Liabilities**

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-16a)

237,151,866	259,248,945
(1,601,224)	(2,571,206)
<b>235,550,642</b>	<b>256,677,740</b>

**16a Deferred Tax Liabilities of the Bank**

Balance at the beginning of the year  
Add: Provision made during the year

259,248,945	188,075,793
(22,097,080)	71,173,152
<b>237,151,866</b>	<b>259,248,945</b>

**16a.1 Deferred Tax (Assets)/Liabilities**

Fixed Assets (as per Financial Statements)  
Less: Carrying amount of vehicles purchase over the allowable limit  
Tax base carrying amount

5,077,326,059	4,740,650,245
20,926,395	15,689,567
<b>5,056,399,664</b>	<b>4,724,960,679</b>
4,423,994,688	4,033,630,158
<b>632,404,975</b>	<b>691,330,521</b>

**Deferred Tax (Assets)/Liabilities**

<b>237,151,866</b>	<b>259,248,945</b>
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**17. Capital**
**17.1 Authorized Capital**

1,500,000,000 ordinary shares of Tk. 10 each

**31.12.2021**  
**Taka**
**31.12.2020**  
**Taka**
**15,000,000,000**
**15,000,000,000**
**17.2 Issued, Subscribed and Paid-up Capital**

1,029,096,951 ordinary shares of Tk. 10 each

**10,290,969,510**
**9,800,923,350**

20,500,000 ordinary sponsor shares of Tk. 10 each issued for cash  
12.5% Stock Dividend for the year 2002  
2,362,000 ordinary new shares issued  
4,690,000 ordinary new shares issued  
93,582,500 shares issued under Initial Public Offer (IPO)  
20% Stock Dividend for the year 2007  
22% Stock Dividend for the year 2008  
25% Stock Dividend for the year 2009  
30% Stock Dividend for the year 2010  
25% Stock Dividend for the year 2011  
20% Stock Dividend for the year 2012  
10% Stock Dividend for the year 2013  
5% Stock Dividend for the year 2016  
10% Stock Dividend for the year 2017  
10% Stock Dividend for the year 2018  
5% Stock Dividend for the year 2019  
5% Stock Dividend for the year 2020

205,000,000	205,000,000
25,625,000	25,625,000
236,200,000	236,200,000
469,000,000	469,000,000
935,825,000	935,825,000
374,330,000	374,330,000
494,115,600	494,115,600
685,023,900	685,023,900
1,027,535,850	1,027,535,850
1,113,163,830	1,113,163,830
1,113,163,840	1,113,163,840
667,898,310	667,898,310
367,344,060	367,344,060
771,422,540	771,422,540
848,564,790	848,564,790
466,710,630	466,710,630
490,046,160	-
<b>10,290,969,510</b>	<b>9,800,923,350</b>

**Category**
**Holding**

Sponsor & Director Group  
Institutes Group  
General Shareholders Group  
Foreign Group

In year 2021: 48.22%; 2020: 48.77%  
In year 2021: 14.24%; 2020: 13.12%  
In year 2021: 37.39%; 2020: 37.96%  
In year 2021: 0.15%; 2020: 0.15%

4,962,413,260	4,779,921,720
1,465,882,450	1,285,929,520
3,846,765,890	3,719,941,250
15,907,910	15,130,860
<b>10,290,969,510</b>	<b>9,800,923,350</b>

**Classification of Shareholders by number of holding:**
**As at 31 December 2021**

Range of Share Holding	No. of Shareholders	No. of Shares	Percentage of Holding Shares
Up to 500	12,118	1,772,305	0.17%
501-5,000	11,639	23,506,989	2.28%
5,001-10,000	1,124	7,779,606	0.76%
10,001-20,000	573	8,028,045	0.78%
20,001-30,000	172	4,267,157	0.41%
30,001-40,000	78	2,622,178	0.25%
40,001-50,000	54	2,479,633	0.24%
50,001-100,000	111	7,793,885	0.76%
100,001-1,000,000	108	34,645,398	3.37%
Over 1,000,000	83	936,201,755	90.97%
<b>Total</b>	<b>26,060</b>	<b>1,029,096,951</b>	<b>100.00%</b>

**As at 31 December 2020**

Range of Share Holding	No. of Shareholders	No. of Shares	Percentage of Holding Shares
Up to 500	13,776	1,885,248	0.19%
501-5,000	12,805	24,943,770	2.55%
5,001-10,000	1,155	7,715,234	0.79%
10,001-20,000	593	7,992,059	0.82%
20,001-30,000	203	5,057,314	0.52%
30,001-40,000	58	2,027,016	0.21%
40,001-50,000	51	2,291,804	0.23%
50,001-100,000	99	6,709,860	0.68%
100,001-1,000,000	102	32,567,798	3.32%
Over 1,000,000	82	888,902,232	90.70%
<b>Total</b>	<b>28,924</b>	<b>980,092,335</b>	<b>100.00%</b>



**17.3 Consolidated Capital to Risk-Weighted Assets Ratio (CRAR) Under Basel-III**
**a) Going Concern Capital (Tier-I):**
**Common Equity Tier-I Capital (CET-I)**

i. Paid-up Capital	
ii. Statutory Reserve	(Note-18)
iii. Retained Earnings	(Note-19)
iv. Capital Reserve	
v. Non-controlling Interest	

31.12.2021 Taka	31.12.2020 Taka
10,290,969,510	9,800,923,350
7,927,205,795	6,959,872,664
1,608,652,106	1,206,062,264
3,449,994	2,878,961
227,440,923	226,877,106
20,057,718,328	18,196,614,346
-	329,797,981
<b>20,057,718,328</b>	<b>17,866,816,365</b>
4,756,736,193	-
<b>24,814,454,521</b>	<b>17,866,816,365</b>

Less: Shortfall in provisions required against investment

**Additional Tier-I Capital (AT-I)**
**b) Gone Concern Capital (Tier-II):**

i. General Provision
ii. Mudaraba Subordinated Bond
iii. Mudarabah Perpetual Bond (Excess over limit of AT-I)

3,824,503,735	3,207,465,735
5,200,000,000	7,200,000,000
243,263,807	-
<b>9,267,767,542</b>	<b>10,407,465,735</b>

**c) Total Eligible Regulatory Capital (a+b)**

<b>34,082,222,063</b>	<b>28,274,282,100</b>
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**d) Consolidated Total Risk Weighted Assets**

<b>231,484,974,887</b>	<b>202,620,251,158</b>
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**e) Minimum Required Capital (10% of Risk-Weighted Assets)**

<b>23,148,497,489</b>	<b>20,262,025,116</b>
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**f) Minimum Required Capital (12.50% of Risk-Weighted Assets) including conservation buffer**

<b>28,935,621,861</b>	<b>25,327,531,395</b>
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**g) Total Capital Surplus (c-e)**

<b>10,933,724,574</b>	<b>8,012,256,984</b>
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**h) Total Capital Surplus considering conservation buffer (c-f)**

<b>5,146,600,202</b>	<b>2,946,750,705</b>
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**Consolidated Capital to Risk-Weighted Assets Ratio**

Particulars	2021		2020	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Going Concern Capital: (Tier-I)	6.00%	10.72%	6.00%	8.82%
Common Equity Tier-I Capital: (CET-I)	4.50%	8.66%	4.50%	8.82%
Tier-I Plus Conservation Buffer	8.50%	10.72%	8.50%	8.82%
CET-I Plus Conservation Buffer	7.00%	8.66%	7.00%	8.82%
Gone Concern Capital: (Tier-II)	-	4.00%	-	5.14%
CRAR	10.00%	14.72%	10.00%	13.95%
<b>CRAR including Conservation Buffer</b>	<b>12.50%</b>	<b>14.72%</b>	<b>12.50%</b>	<b>13.95%</b>

**17.4 Consolidated Risk-Weighted Assets (RWA) for**
**1. Investment (Credit) Risk**

On-balance Sheet  
Off-balance Sheet

159,511,584,117	146,493,176,391
40,790,412,076	32,162,166,808
10,234,092,293	5,884,024,959
20,948,886,400	18,080,883,001

**2. Market Risk**
**3. Operational Risk**
**Consolidated Total Risk Weighted Assets (1+2+3)**

<b>231,484,974,887</b>	<b>202,620,251,158</b>
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**17.5 Capital to Risk-Weighted Assets Ratio (CRAR) Under Basel-III of the Bank**
**a) Going Concern Capital (Tier-I):**
**Common Equity Tier-I Capital (CET-I)**

i. Paid-up Capital	
ii. Statutory Reserve	(Note-18)
iii. Retained Earnings	(Note-19(a))

10,290,969,510	9,800,923,350
7,927,205,795	6,959,872,664
1,584,818,008	1,187,959,349
<b>19,802,993,313</b>	<b>17,948,755,363</b>

**Additional Tier-I Capital (AT-I)**

4,728,748,992	-
<b>24,531,742,305</b>	<b>17,948,755,363</b>

**b) Gone Concern Capital (Tier-II):**

i. General Provision	(Note-15.1(b+c))
ii. Mudaraba Subordinated Bond	
iii. Mudarabah Perpetual Bond (Excess over limit of AT-I)	

3,775,038,000	3,159,500,000
5,200,000,000	7,200,000,000
271,251,008	-
<b>9,246,289,008</b>	<b>10,359,500,000</b>

**c) Total Eligible Regulatory Capital (a+b)**

<b>33,778,031,313</b>	<b>28,308,255,363</b>
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**d) Total Risk-Weighted Assets**

<b>224,653,544,549</b>	<b>196,154,987,362</b>
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**e) Minimum Required Capital (10% of Risk-Weighted Assets)**

<b>22,465,354,455</b>	<b>19,615,498,736</b>
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	31.12.2021 Taka	31.12.2020 Taka		
f) Minimum Required Capital (12.50% of Risk-Weighted Assets) including conservation buffer	28,081,693,069	24,519,373,420		
g) Total Capital Surplus (c-e)	11,312,676,858	8,692,756,627		
h) Total Capital Surplus considering conservation buffer (c-f)	5,696,338,244	3,788,881,943		
Capital Adequacy Ratio				
	2021	2020		
Particulars	Requirement	Capital Maintained	Requirement	Capital Maintained
Going Concern Capital: (Tier-I)	6.00%	10.92%	6.00%	9.15%
Common Equity Tier-I Capital: (CET-I)	4.50%	8.81%	4.50%	9.15%
Tier-I Plus Conservation Buffer	8.50%	10.92%	8.50%	9.15%
CET-I Plus Conservation Buffer	7.00%	8.81%	7.00%	9.15%
Gone Concern Capital: (Tier-II)	-	4.12%	-	5.28%
CRAR	10.00%	15.04%	10.00%	14.43%
CRAR including Conservation Buffer	12.50%	15.04%	12.50%	14.43%
17.6 Risk-Weighted Assets (RWA) for				
1. Investment (Credit) Risk				
On-balance Sheet	156,054,970,488	143,018,801,812		
Off-balance Sheet	40,790,412,076	32,162,166,808		
2. Market Risk	8,270,009,861	4,135,709,903		
3. Operational Risk	19,538,152,125	16,838,308,839		
Total Risk-Weighted Assets (1+2+3)	224,653,544,549	196,154,987,362		
17.7 Non-Controlling Interest				
Opening Balance	226,877,106	226,408,192		
Dividend paid to non-controlling shareholders	(20,250,000)	-		
Share of current year's profit	20,813,816	468,914		
	227,440,923	226,877,106		
18. Statutory Reserve				
Opening Balance	6,959,872,664	6,231,188,665		
Add: Addition during the year	967,333,131	728,684,000		
	7,927,205,795	6,959,872,664		
19. Consolidated Retained Earnings				
Shahjalal Islami Bank Ltd. (Note-19a)	1,584,818,008	1,187,959,349		
Shahjalal Islami Bank Securities Ltd.	26,275,021	19,980,021		
	1,611,093,028	1,207,939,370		
Less: Non-Controlling Interest	2,440,923	1,877,106		
	1,608,652,106	1,206,062,264		
19.1 Consolidated current year's Retained Earnings				
Shahjalal Islami Bank Ltd. (Note-19a)	2,585,236,940	1,908,198,587		
Shahjalal Islami Bank Securities Ltd.	253,466,032	5,710,327		
	2,838,702,972	1,913,908,914		
Less: Non-Controlling Interest	20,813,816	468,914		
	2,817,889,155	1,913,440,000		
19a Retained Earnings of the Bank				
Opening Balance	1,187,959,349	941,866,028		
Less: Payment of Dividend	1,176,110,795	933,421,266		
Add: Transfer from Profit and Loss Account	2,585,236,940	1,908,198,587		
Less: Trnsfer to Statutory Reserve	967,333,131	728,684,000		
Less: Start-up Fund	44,934,355	-		
	1,584,818,008	1,187,959,349		
20. Letters of Guarantee				
Letters of Guarantee (Local)	31,275,856,419	30,289,472,406		
Letters of Guarantee (Foreign)	627,820,020	801,654,425		
Back to Back Usance	452,146	932,987		
	31,904,128,585	31,092,059,818		
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	3,000,000	3,000,000		
Government	223,498,750	232,765,618		
Banks and Other Financial Institutions	-	-		
Others	31,677,629,834	30,856,294,200		
	31,904,128,585	31,092,059,818		
21. Irrevocable Letters of Credit				
Letters of credit	64,074,742,941	34,857,199,890		



**22. Consolidated Profit and Loss Account**
**Income:**

		2021 Taka	2020 Taka
Profit on Investments	(Note-23)	13,792,776,608	16,986,601,742
Income from Investments in securities	(Note-25)	608,531,097	640,308,884
Dividend Income	(Note-25)	295,277,342	46,331,181
Commission, Exchange and Brokerage	(Note-26)	2,518,174,907	1,857,875,279
Gains less losses arising from Investments in Securities		314,436,837	36,243,782
Other Operating Income	(Note-27)	1,056,361,211	818,539,311
		<b>18,585,558,003</b>	<b>20,385,900,179</b>

**Expenses:**

		2021 Taka	2020 Taka
Profit paid on Deposits	(Note-24)	7,397,902,913	11,440,711,730
Administrative Expenses		3,752,785,314	3,814,411,877
Other operating Expenses		787,867,429	620,498,003
Depreciation on Banking Assets		532,775,860	387,983,538
		<b>12,471,331,516</b>	<b>16,263,605,148</b>

**Profit before Provision**

	<b>6,114,226,487</b>	<b>4,122,295,031</b>
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**22a Profit and Loss Account of the Bank**
**Income:**

		2021 Taka	2020 Taka
Profit on Investments	(Note-23a)	13,805,194,923	17,033,748,679
Income from Investments in Securities	(Note-25a)	582,605,534	542,747,982
Dividend Income	(Note-25a)	295,277,342	46,331,181
Commission, Exchange and Brokerage	(Note-26a)	2,239,187,234	1,752,496,265
Gains less losses arising from Investments in Securities	(Note-25a)	314,436,837	36,243,782
Other Operating Income	(Note-27a)	1,045,664,738	812,353,493
		<b>18,282,366,608</b>	<b>20,223,921,381</b>

**Expenses:**

		2021 Taka	2020 Taka
Profit paid on Deposits	(Note-24a)	7,381,645,027	11,418,428,603
Administrative Expenses		3,690,292,642	3,749,616,591
Other Operating Expenses		695,193,509	591,894,537
Depreciation on Banking Assets		511,541,775	369,167,653
		<b>12,278,672,953</b>	<b>16,129,107,384</b>

**Profit/(Loss) before Provision**

	<b>6,003,693,656</b>	<b>4,094,813,997</b>
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**23. Consolidated Profit on Investments**

		2021 Taka	2020 Taka
Shahjalal Islami Bank Ltd.	(Note-23a)	13,805,194,923	17,033,748,679
Shahjalal Islami Bank Securities Ltd.		173,610,465	123,462,806
		13,978,805,388	17,157,211,485
Less: Inter Company Transaction		186,028,780	170,609,743
		<b>13,792,776,608</b>	<b>16,986,601,742</b>

**23a Profit on Investments of the Bank**

		2021 Taka	2020 Taka
Profit on Investments*	(Note-23a.1)	12,640,778,286	15,843,375,369
Profit on Placement with Other Banks & Financial Institutions		1,164,416,637	1,190,373,310
		<b>13,805,194,923</b>	<b>17,033,748,679</b>

The Government declared that all types of lending rates would be as high as 9% and it was implemented in early 2020. Due to Central Bank caps, the profit on investments reduced by 18.95% though investments increased by 10.22%.

**23a.1 Profit on Investments**

	2021 Taka	2020 Taka
Profit on Murabaha	525,958,665	1,109,903,419
Profit on Bi-Muazzal	6,926,932,305	9,104,442,339
Profit on Hire-Purchase	2,890,839,993	3,455,609,394
Profit on Ijara	173,967,520	222,743,348
Profit on Bi-Salam	428,061,307	262,155,491
Profit on Inland Document Bill Purchased	280,663,219	368,430,483
Profit on Foreign Document Bill Purchased	30,117,337	15,072,467
Profit on Investment against Scheme Deposit	59,050	62,344
Profit on Investment against Mudaraba Savings Deposit	16,716	17,496
Profit on Investment against EDF	217,659,069	230,756,959
Profit on Mudaraba	678,404,000	761,976,531
Profit Received From Rescheduled Investment - Rent Mode	283,924,344	192,947,399
Profit on Murabaha Import Bill (UPAS)	162,504,294	98,193,920
Profit Received From HPSM	1,499,544	1,746,074
Income from Islamic Credit Card	38,979,212	19,317,704
Profit on Investment against Other Securities	1,191,712	-
	<b>12,640,778,286</b>	<b>15,843,375,369</b>

**23a.2 Investment Income derived from the fund deployed**
**Inside Bangladesh**

- i) Mudaraba Deposits
- 
- ii) Other Deposits/Fund

**Outside Bangladesh**

2021 Taka	2020 Taka
8,136,868,983	10,201,549,400
4,503,909,303	5,641,825,969
<b>12,640,778,286</b>	<b>15,843,375,369</b>
-	-
<b>12,640,778,286</b>	<b>15,843,375,369</b>

**23a.3 Geographical Location-wise Profit on Investments**

Area	2021		2020	
	Amount in Taka	Composition	Amount in Taka	Composition
<b>i. Inside Bangladesh (note-22a.3.1)</b>				
a) In Rural Areas	714,439,115	5.65%	841,932,474	5.31%
b) In Urban Areas	11,926,339,171	94.35%	15,001,442,895	94.69%
<b>Sub-total</b>	<b>12,640,778,286</b>	<b>100.00%</b>	<b>15,843,375,369</b>	<b>100.00%</b>
ii. Outside Bangladesh	-	-	-	-
<b>Total</b>	<b>12,640,778,286</b>	<b>100.00%</b>	<b>15,843,375,369</b>	<b>100.00%</b>

**23a.3.1 Inside Bangladesh**

Area	2021		2020	
	Amount in Taka	Composition	Amount in Taka	Composition
<b>i. Inside Bangladesh</b>				
<b>a) In Rural Areas</b>				
Dhaka	498,885,862	3.95%	591,924,826	3.74%
Chattogram	62,839,327	0.50%	81,905,212	0.52%
Sylhet	17,208,593	0.14%	15,524,251	0.10%
Rajshahi	44,545,459	0.35%	54,069,181	0.34%
Khulna	54,823,186	0.43%	61,867,460	0.39%
Barishal	21,933,353	0.17%	19,515,118	0.12%
Mymensingh	14,203,335	0.11%	17,126,427	0.11%
<b>Sub-total</b>	<b>714,439,115</b>	<b>5.65%</b>	<b>841,932,474</b>	<b>5.31%</b>
<b>b) In Urban Areas</b>				
Dhaka	9,011,097,214	71.29%	11,464,872,610	72.36%
Chattogram	1,839,028,823	14.55%	2,386,939,389	15.07%
Sylhet	86,756,015	0.69%	85,511,431	0.54%
Rajshahi	361,343,187	2.86%	401,845,274	2.54%
Rangpur	90,201,243	0.71%	102,541,153	0.65%
Khulna	412,257,237	3.26%	408,826,112	2.58%
Barishal	32,556,546	0.26%	47,407,122	0.30%
Mymensingh	93,098,908	0.74%	103,499,804	0.65%
<b>Sub-total</b>	<b>11,926,339,171</b>	<b>94.35%</b>	<b>15,001,442,895</b>	<b>94.69%</b>
<b>ii) Outside Bangladesh</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>12,640,778,286</b>	<b>100%</b>	<b>15,843,375,369</b>	<b>100%</b>

**24. Consolidated Profit paid on Deposits**

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-24a)

Less: Inter Company Transaction

7,381,645,027	11,418,428,603
203,313,347	200,279,831
7,584,958,374	11,618,708,434
187,055,461	177,996,704
<b>7,397,902,913</b>	<b>11,440,711,730</b>

**24a Profit paid on Deposits of the Bank**

Profit on Deposits\*  
Profit paid on Borrowings

6,792,079,305	10,568,923,180
589,565,722	849,505,423
<b>7,381,645,027</b>	<b>11,418,428,603</b>

\*In 2021 there was huge liquidity surplus in banking sector, as a result the Bank accepted deposits at reduced rate. The Bank also improved the deposit mix by increasing low and no cost deposit which underpinned the reduction of profit paid on deposit by 35.35% though deposits reduced by 0.53%.

**24a.1 Profit paid on Borrowings**

Profit paid on Borrowings  
Profit Expenses of Lease Liabilities (as per IFRS 16 Leases)

523,875,046	807,945,865
65,690,677	41,559,558
<b>589,565,722</b>	<b>849,505,423</b>

**25. Consolidated Income from Investments in Shares & Securities**

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-25a)

Less: Dividend from Subsidiary

1,192,319,713	625,322,945
252,275,563	97,560,902
1,444,595,276	722,883,847
226,350,000	-
<b>1,218,245,276</b>	<b>722,883,847</b>



		2021 Taka	2020 Taka
<b>25a Income from Investments in Shares &amp; Securities of the Bank</b>			
Income from Investments in Govt. Sukuk/Islamic Bond		306,248,483	362,992,407
Income from Investments in Shares & Securities	(Note-25a.1)	314,436,837	36,243,782
Dividend Income		295,277,342	46,331,181
Income from Investments in Corporate Sukuk/Islamic Bond		276,357,051	179,755,574
		<b>1,192,319,713</b>	<b>625,322,945</b>
<b>25a.1</b> Income from investments in shares & securities arose through sale of listed shares in the Stock Exchanges.			
<b>26. Consolidated Commission, Exchange and Brokerage</b>			
Shahjalal Islami Bank Ltd.	(Note-26a)	2,239,187,234	1,752,496,265
Shahjalal Islami Bank Securities Ltd.		278,987,673	105,379,014
		<b>2,518,174,907</b>	<b>1,857,875,279</b>
<b>26a Commission, Exchange and Brokerage of the Bank</b>			
Other commission		1,309,629,988	951,570,778
Exchange earnings	(Note-26a.1)	929,557,246	800,925,486
		<b>2,239,187,234</b>	<b>1,752,496,265</b>
<b>26a.1 Exchange Earnings</b>			
Gross exchange gain		1,851,413,050	1,447,471,501
Less: Exchange loss		921,855,804	646,546,015
<b>Net Exchange Gain</b>		<b>929,557,246</b>	<b>800,925,486</b>
<b>27. Consolidated Other Operating Income</b>			
Shahjalal Islami Bank Ltd.	(Note-27a)	1,045,664,738	812,353,493
Shahjalal Islami Bank Securities Ltd.		11,723,154	13,572,779
		1,057,387,892	825,926,272
Less: Inter Company Transaction		1,026,681	7,386,961
		<b>1,056,361,211</b>	<b>818,539,311</b>
<b>27a Other Operating Income of the Bank</b>			
Postage, Telex, SWIFT & REUTERS		150,519,834	124,486,149
Incidental Charge		930	720
Supervision & Monitoring Charge		12,839,796	7,906,201
Other Charges	(Note-27a.1)	882,304,178	679,960,422
		<b>1,045,664,738</b>	<b>812,353,493</b>
<b>27a.1 Other Charges</b>			
Rent receipts		6,273,844	5,159,057
Charges on A/C closing		625,200	398,509
Charges on clearing returned		1,870,110	1,955,700
Cheque processing charge		3,839,622	2,768,329
Service charges on Ijara		139,700	36,500
Service charges on scheme investment		4,388,245	1,542,850
Service charges on Quard		79,165,438	77,519,798
Passport endorsement charge		30,500	21,650
PO/DD cancellation charge		145,055	232,417
Branch banking services		28,952,489	18,489,798
Account maintenance fee		63,566,179	73,936,079
Recoveries from cheque issue		5,344,154	5,063,941
Income from sale of forms		8,910,175	5,423,201
Service charge on SJIBL VISA Card		126,777,172	91,279,563
Other Income From Islamic Credit Card		14,339,177	6,635,007
Management Fees		2,987,821	521,421
Notice pay earnings		4,860,496	3,872,662
Rebate on Trade Finance		93,706,413	77,696,346
Discrepancy Fee		272,682,794	186,691,638
Profit on sale of Bank's Assets		105,886	594,121
Provident Fund Forfeiture Balance Refund		809,055	2,586,653
Miscellaneous income		162,784,656	117,535,182
		<b>882,304,178</b>	<b>679,960,422</b>
<b>28. Consolidated Salaries &amp; Allowances</b>			
Shahjalal Islami Bank Ltd.	(Note- 28a)	2,981,217,178	2,980,281,717
Shahjalal Islami Bank Securities Ltd.		52,647,257	51,218,912
		<b>3,033,864,435</b>	<b>3,031,500,629</b>
<b>28a Salaries &amp; Allowances of the Bank</b>			
Basic Salary		1,279,485,607	1,272,172,148
Allowances		1,161,185,099	1,148,434,703
Bonus		387,830,382	424,347,754
Bank's Contribution to Provident fund		126,579,003	115,661,817
Leave Encashment		26,137,087	19,665,296
		<b>2,981,217,178</b>	<b>2,980,281,717</b>

		2021 Taka	2020 Taka
<b>29. Consolidated Rent, Taxes, Insurance, Electricity etc.</b>			
Shahjalal Islami Bank Ltd.	(Note- 29a)	334,690,238	429,749,211
Shahjalal Islami Bank Securities Ltd.		6,036,721	8,448,714
		<b>340,726,959</b>	<b>438,197,925</b>
<b>29a Rent, Taxes, Insurance, Electricity etc. of the Bank</b>			
Rent, Rates & Taxes		71,072,584	182,550,529
Insurance		184,369,001	170,771,492
Electricity & Lighting		79,248,653	76,427,190
		<b>334,690,238</b>	<b>429,749,211</b>
<b>29a.1 Rent, Rates &amp; Taxes</b>			
Rent, Rates & Taxes		292,195,828	285,445,961
Transfer to depreciation and profit expenses under IFRS 16*		221,123,244	102,895,432
		<b>71,072,584</b>	<b>182,550,529</b>
*Due to the adoption of IFRS 16 Leases, rental expense of Tk. 221,123,244 was transferred to depreciation of Right of Use (RoU) Assets and profit expense of lease liabilities.			
<b>30. Consolidated Legal Expenses</b>			
Shahjalal Islami Bank Ltd.	(Note- 30a)	1,011,136	1,235,580
Shahjalal Islami Bank Securities Ltd.		28,750	874,000
		<b>1,039,886</b>	<b>2,109,580</b>
<b>30a Legal Expenses of the Bank</b>			
Legal Fees & Charge		182,486	409,390
Other Legal Expenses		828,650	826,190
		<b>1,011,136</b>	<b>1,235,580</b>
<b>31. Consolidated Postage, Stamps, Telecommunication etc.</b>			
Shahjalal Islami Bank Ltd.	(Note- 31a)	40,178,463	44,513,612
Shahjalal Islami Bank Securities Ltd.		2,425,692	2,445,832
		<b>42,604,155</b>	<b>46,959,444</b>
<b>31a Postage, Stamps, Telecommunication etc. of the Bank</b>			
Postage		1,341,822	1,771,481
Leased line		23,208,482	23,680,495
Telegram, Fax & Telex		4,890,349	5,494,991
Telephone charges		2,821,732	2,375,989
Mobile phone charges		7,916,079	11,190,657
		<b>40,178,463</b>	<b>44,513,612</b>
<b>32. Consolidated Stationery, Printing, Advertisements etc.</b>			
Shahjalal Islami Bank Ltd.	(Note- 32a)	98,375,319	82,898,124
Shahjalal Islami Bank Securities Ltd.		1,287,010	1,767,577
		<b>99,662,329</b>	<b>84,665,701</b>
<b>32a Stationery, Printing, Advertisements etc. of the Bank</b>			
Table Stationery		8,058,990	7,619,419
Printing Stationery		10,448,359	10,832,812
Security Stationery		5,846,484	5,223,749
Computer Stationery		38,835,935	30,274,393
Publicity and Advertisement		35,185,552	28,947,751
		<b>98,375,319</b>	<b>82,898,124</b>
<b>33. Chief Executive's Salary &amp; Fees of the Bank</b>			
Basic Salary		13,394,700	12,177,000
Allowances		4,800,000	5,000,000
Bonus		3,395,800	3,178,000
Bank's Contribution to Provident Fund		1,339,470	1,217,700
		<b>22,929,970</b>	<b>21,572,700</b>
<b>34. Directors' Fees &amp; Expenses of the Bank</b>			
Directors' Fees		4,834,400	4,714,000
Meeting Expenses		1,564,084	2,023,530
		<b>6,398,484</b>	<b>6,737,530</b>
<b>35. Shariah Supervisory Committee's Fees &amp; Expenses of the Bank</b>			
Shariah Council Meeting Expenses		743,851	295,512
<b>36. Consolidated Auditors' Fees</b>			
Shahjalal Islami Bank Ltd.	(Note-36a)	550,000	500,000
Shahjalal Islami Bank Securities Ltd.		67,242	40,250
		<b>617,242</b>	<b>540,250</b>



**36a Auditor's Fees of the Bank**

Auditor's Fees

2021 Taka	2020 Taka
550,000	500,000

**37. Consolidated Depreciation & Repairs of Assets**

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-37a)

535,869,372	390,017,716
21,234,085	18,815,885
<b>557,103,457</b>	<b>408,833,601</b>

**37a Depreciation & Repairs of Bank's Assets**
**a) Depreciation of Bank's Assets (Annexure-B)**

Land & Building  
Furniture & Fixtures  
Office Equipment  
Computer & Network Equipment  
Vehicles  
Right of Use (ROU) Assets\*  
Books

19,660,190	15,157,806
80,051,311	75,438,606
92,166,981	86,226,863
90,660,734	71,850,305
11,836,748	13,034,194
199,944,676	91,528,548
97,911	92,791
5,150,818	5,164,930
11,972,407	10,673,610
<b>511,541,775</b>	<b>369,167,653</b>

**b) Amortization of Bank's Assets (Annexure-B)**

Software-Core Banking  
Software-Others

5,150,818	5,164,930
11,972,407	10,673,610
<b>511,541,775</b>	<b>369,167,653</b>

**c) Repairs on Bank's Assets**

Office Premises  
Office Equipment  
Office Furniture & Fixtures  
Vehicles  
Procurement of Parts, Spares & Others

2,622,888	628,596
9,852,816	9,710,840
1,340,324	997,691
2,176,031	1,519,343
8,335,538	7,993,594
<b>24,327,597</b>	<b>20,850,063</b>
<b>535,869,372</b>	<b>390,017,716</b>

\*As per note-2.7.6, in accordance with IFRS 16 Leases, the Bank has recognized Right of Use (ROU) Assets and related depreciation as shown above.

**38. Zakat Expenses of the Bank**

Zakat Expenses

179,870,407	160,982,542
<b>179,870,407</b>	<b>160,982,542</b>

**39. Consolidated Other Expenses**

Shahjalal Islami Bank Ltd.  
Shahjalal Islami Bank Securities Ltd.

(Note-39a)

695,193,509	591,894,537
92,673,920	28,603,466
<b>787,867,429</b>	<b>620,498,003</b>

**39a Other Expenses of the Bank**

Petrol, Oil and Lubricants  
Entertainment  
Subscription  
Traveling and Conveyance  
Training Expenses  
Car expenses  
Gratuity expenses  
Papers & Periodicals  
Utility  
Uniform & Liveries  
Bank Charges  
Business development & promotion  
Upkeep and cleaning of office premises  
Security Service- outsourcing  
Branch Opening Expenses  
Credit Rating fee  
SIBL Card expenses  
Islamic Credit Card Expenses  
AGM & meeting expenses  
Capital Enhancement Fees  
Contribution to Social Security Superannuation Fund  
Laundry and Washing  
Crockerries, Kettle and others  
Photograph and Photocopy  
Loss on Disposal of Fixed Assets  
Miscellaneous Expenses  
CSR Expense

5,639,068	4,529,028
23,414,815	16,373,126
57,719,923	8,231,843
15,292,782	23,489,059
2,126,090	2,250,680
176,925,022	180,780,892
128,400,000	128,400,000
129,878	26,626
6,358,152	6,685,880
2,352,369	2,629,316
2,581,156	8,304,450
24,962,377	31,225,954
40,817,481	36,634,511
83,453,813	81,711,566
-	390,034
268,750	270,000
36,134,381	25,395,557
7,116,480	2,888,192
1,652,652	2,965,094
37,796,448	8,917,773
2,000,000	2,000,000
244,897	236,237
370,213	493,374
469,358	547,052
3,756,767	6,642,148
16,110,637	9,876,145
19,100,000	-
<b>695,193,509</b>	<b>591,894,537</b>

**40. Consolidated Provision against Investments, Off-balance Sheet Items & Others**

Shahjalal Islami Bank Ltd. (Note-40a)  
Shahjalal Islami Bank Securities Ltd.

2021 Taka	2020 Taka
1,167,028,000	451,394,000
17,500,000	-
<b>1,184,528,000</b>	<b>451,394,000</b>

**40a Provision against Investments, Off-balance Sheet Items & Others of the Bank**

Provision on Unclassified Investments  
Provision on Classified Investments  
Provision on Off-balance Sheet Items  
Provision on Other Assets

194,538,000	228,500,000
541,490,000	156,994,000
421,000,000	65,900,000
10,000,000	-
<b>1,167,028,000</b>	<b>451,394,000</b>

**41. Consolidated Deferred Tax (Income)/Expenses**

Shahjalal Islami Bank Ltd. (Note-41a)  
Shahjalal Islami Bank Securities Ltd.

(22,097,080)	71,173,152
969,982	(818,396)
<b>(21,127,098)</b>	<b>70,354,756</b>

**41a Deferred Tax (Income)/Expenses of the Bank**

Closing deferred tax liability  
Opening deferred tax liability  
Deferred tax expenses/(Income)

237,151,866	259,248,945
259,248,945	188,075,793
<b>(22,097,080)</b>	<b>71,173,152</b>

**41b Consolidated Tax Expenses**

Current tax  
Deferred tax

2,338,472,612	1,686,637,361
(21,127,098)	70,354,756
<b>2,317,345,515</b>	<b>1,756,992,117</b>

**41c Tax Expenses of the Bank**

Current tax (Note-15a.2)  
Deferred tax (Note-41a)

2,273,525,795	1,664,048,258
(22,097,080)	71,173,152
<b>2,251,428,716</b>	<b>1,735,221,410</b>

**42. Consolidated Earnings per Share (EPS)**

Net Profit after Taxes  
No. of Ordinary Shares outstanding

(Note-2.19)

2,591,539,155	1,913,440,000
1,029,096,951	1,029,096,951
<b>2.52</b>	<b>1.86</b>

**42a Earnings per Share (EPS) of the Bank**

Net Profit after Tax  
Number of Ordinary Shares outstanding

(Note-2.19)

2,585,236,940	1,908,198,587
1,029,096,951	1,029,096,951
<b>2.51</b>	<b>1.85</b>

Earnings per share has been calculated in accordance with IAS 33 Earnings per Share.

Operating Income &amp; Earnings per Share substantially increased compared to that of last year mainly due to the increase of Net Investment Income, Income from Investments in Shares &amp; Securities, Commission, Exchange and Brokerage and Other Operating Income.

**42(i) Net Asset Value (NAV) per Share:**

Net Asset Value (Consolidated)  
Net Asset Value (Bank's)  
No. of Outstanding Shares

19,830,277,405	17,969,737,239
19,802,993,313	17,948,755,363
1,029,096,951	1,029,096,951

Net Asset Value (NAV) per Share (Consolidated) [previous year's figure restated]

**19.27** **17.46**

Net Asset Value (NAV) per Share (Bank's) [previous year's figure restated]

**19.24** **17.44**

Net Asset Value per Share has increased compared to that of last year due to the increase of net profit after taxes during the period.

**42(ii) Net Operating Cash Flows per Share (NOCFPS):**

Net cash flow from operating activities (Consolidated)  
Net cash flow from operating activities (Bank's)  
No. of Outstanding Shares

1,044,531,076	16,849,979,622
632,061,045	16,618,307,760
1,029,096,951	1,029,096,951

Net Operating Cash Flow per Share (NOCFPS) (Consolidated) [previous year's figure restated]

**1.01** **16.37**

Net Operating Cash Flow per Share (NOCFPS) (Bank's) [previous year's figure restated]

**0.61** **16.15**

Net Operating Cash Flow per Share (NOCFPS) has decreased significantly compared to that of last year mainly due to the decrease in deposits from customers as well as increase of investments to customer during the year.

**43. Consolidated Investment Income Receipt in Cash**

Shahjalal Islami Bank Ltd. (Note-43a)  
Shahjalal Islami Bank Securities Ltd.

14,348,482,625	17,580,956,079
425,886,028	221,023,708
<b>14,774,368,653</b>	<b>17,801,979,787</b>



		2021 Taka	2020 Taka
<b>43a Investment Income Receipt of the Bank</b>			
Investment income receipt (excluding Dividend Income)	(Note 23a & 25a)	14,702,237,294	17,612,740,443
Add: Opening profit receivable	(Note-10a.2)	345,276,627	313,492,263
Less: Closing profit receivable	(Note-10a.2)	699,031,297	345,276,627
		<b>14,348,482,625</b>	<b>17,580,956,079</b>
<b>44. Consolidated Profit Paid on Deposits</b>			
Shahjalal Islami Bank Ltd.	(Note-44a)	8,081,893,596	12,093,678,875
Shahjalal Islami Bank Securities Ltd.		191,183,988	242,647,072
		<b>8,273,077,584</b>	<b>12,336,325,947</b>
<b>44a Profit Paid on Deposits of the Bank</b>			
Profit Paid on Deposits	(Note-24a)	7,381,645,027	11,418,428,603
Add: Opening profit payable on deposit	(Note-13a)	1,295,790,027	1,971,040,298
Less: Closing profit payable on deposit	(Note-13a)	595,541,458	1,295,790,027
		<b>8,081,893,596</b>	<b>12,093,678,875</b>
<b>45. Consolidated Cash Receipts from Other Operating activities</b>			
Shahjalal Islami Bank Ltd.	(Note-45a)	1,045,558,852	811,759,372
Shahjalal Islami Bank Securities Ltd.		11,723,154	13,572,779
		<b>1,057,282,006</b>	<b>825,332,151</b>
<b>45a Cash Receipts from other Operating activities of the Bank</b>			
Postage & Telex Charge Recovery		150,519,834	124,486,149
Incidental Charge		930	720
Supervision & Monitoring Charge		12,839,796	7,906,201
Other charges (except income from sale of fixed assets)		882,198,293	679,366,302
		<b>1,045,558,852</b>	<b>811,759,372</b>
<b>46. Consolidated Cash Payments for Other Operating activities</b>			
Shahjalal Islami Bank Ltd.	(Note-46a)	1,279,206,916	1,250,116,440
Shahjalal Islami Bank Securities Ltd.		97,820,386	33,822,095
		<b>1,377,027,302</b>	<b>1,283,938,535</b>
<b>46a Cash Payments for Other Operating activities of the Bank</b>			
Rent, Taxes, Insurance, Lighting etc.	(Note-29a)	334,690,238	429,749,211
Legal Expenses	(Note-30a)	1,011,136	1,235,580
Postage, Stamp, Telegram & Telephone	(Note-31a)	40,178,463	44,513,612
Directors' Fee & Expenses	(Note-34)	6,398,484	6,737,530
Shariah Supervisory Committee's Fees & Expenses	(Note-35)	743,851	295,512
Auditor's Fee	(Note-36a)	550,000	500,000
Repairs & Maintenance of Bank's Assets	(Note-37a.c)	24,327,597	20,850,063
Zakat Expenses	(Note-38)	179,870,407	160,982,542
Other Expenses		691,436,741	585,252,390
		<b>1,279,206,916</b>	<b>1,250,116,440</b>
<b>47. Cash Increase/Decrease in Consolidated Other Assets</b>			
Shahjalal Islami Bank Ltd.	(Note-47a)	2,845,471,073	2,874,965,509
Shahjalal Islami Bank Securities Ltd.		25,190,208	60,134,014
		2,870,661,281	2,935,099,523
Less: Cash Increase/(Decrease) through Inter Company Transaction		2,515,000,000	2,515,000,000
		<b>355,661,281</b>	<b>420,099,523</b>
<b>Cash (Increase)/Decrease in Other Assets</b>		<b>64,438,242</b>	<b>143,745,220</b>
<b>47a Cash Increase/Decrease in Other Assets of the Bank</b>			
Stock of Stationery and Stamps		24,202,678	21,388,644
Advance deposits and rent		36,005,658	84,983,375
Suspense Account		121,326,408	112,787,431
Other Prepayments		100,954,213	90,173,713
Shahjalal Islami Bank Securities Ltd.	(Note 10a.3)	2,515,000,000	2,515,000,000
Advance Insurance premium		17,851,680	19,821,018
Other Receivables		3,181,647	3,181,647
SJIBL General Account-Net		26,948,790	27,629,682
		<b>2,845,471,073</b>	<b>2,874,965,509</b>
<b>Cash (Increase)/Decrease in Other Assets</b>		<b>29,494,436</b>	<b>153,312,500</b>

**48. Cash Increase/Decrease in Consolidated Other Liabilities**

Shahjalal Islami Bank Ltd. (Note- 48a)  
Shahjalal Islami Bank Securities Ltd.

Less: Cash Increase/(Decrease) through Inter Company transaction

**Cash Increase/(Decrease) in Other Liabilities**

2021 Taka	2020 Taka
1,373,518,630	1,525,566,775
1,855,020,759	1,617,113,341
3,228,539,388	3,142,680,116
-	-
<b>3,228,539,388</b>	<b>3,142,680,116</b>
<b>85,859,272</b>	<b>476,963,050</b>

**48a Cash Increase/Decrease in Other Liabilities of the Bank**

Other Payables  
Taxation on other income & prior years  
Outstanding Expenses  
Unearned Income on Quard  
Leased Liabilities as per IFRS 16

**Cash Increase/(Decrease) in Other Liabilities**

352,866,713	224,969,005
326,223,283	258,771,881
108,996,505	279,571,450
30,939,867	35,643,836
554,492,262	726,610,603
<b>1,373,518,630</b>	<b>1,525,566,775</b>
<b>(152,048,146)</b>	<b>161,945,697</b>

**49. Consolidated Cash and Cash Equivalents**

Shahjalal Islami Bank Ltd. (Note-49a)  
Shahjalal Islami Bank Securities Ltd.

Less: Cash Increase/(Decrease) through Inter Company Transaction

17,054,274,937	22,901,161,618
552,337,203	395,609,024
17,606,612,140	23,296,770,642
478,050,762	388,139,197
<b>17,128,561,378</b>	<b>22,908,631,445</b>

**49a Cash and Cash Equivalents of the Bank**

Cash in Hand  
Balance with Bangladesh Bank & Sonali Bank Ltd. (as agent of Bangladesh Bank)  
Balance with Other Banks & Financial Institutions

1,943,331,636	1,814,745,636
12,087,735,744	13,351,033,150
3,023,207,557	7,735,382,832
<b>17,054,274,937</b>	<b>22,901,161,618</b>

**50. Reconciliation of Net Profit after Taxes and Operating Profit before changes in operating assets and liabilities of the Bank**
**Cash flows from operating activities**

Net profit after taxes  
Provision for taxation  
Provision for investments, shares & contingent liabilities  
(Increase)/decrease profit receivable  
Increase/(decrease) profit payable on deposits  
Depreciation & amortization of fixed assets  
Recoveries on investment previously written-off  
Income tax paid  
Loss/profit on the sale of Bank's assets  
Effect of exchange rate changes on cash and cash equivalents  
**Operating profit before changes in operating assets and liabilities**

2,585,236,940	1,908,198,587
2,251,428,716	1,735,221,410
1,167,028,000	451,394,000
(353,754,670)	(31,784,364)
(700,248,569)	(675,250,272)
511,541,775	369,167,653
31,809,277	24,654,765
(1,799,500,546)	(2,156,182,447)
3,650,882	6,048,027
(11,326,932)	(2,121,500)
<b>3,685,864,873</b>	<b>1,629,345,858</b>

**51. Number of Employees of the Bank**

The number of employees engaged for the whole period or part thereof who received a total remuneration of Tk. 36,000 or above was 2,741.

**52. Audit Committee of the Bank**
**a) Particulars of Audit Committee**

Pursuant to the BRPD Circular No. 11 dated 27 October 2013, the Board of Directors of the Bank formed a 05 (five) members' [including 03 (three) Independent Directors] Audit Committee called "Board Audit Committee". The Board of Directors in its Meeting No. 333 held on 05 January 2022 reconstituted the Committee by the following members:

Name	Status with the Bank	Status with the Committee	Educational Qualification
Ekramul Hoque	Independent Director	Chairman	Masters
Abdul Halim	Director	Member	BA
Mohammed Golam Quddus (Rep. of Anwer Khan Modern Hospital Ltd.)	Director	Member	Masters
K.A.M Majedur Rahman	Independent Director	Member	Masters
Nasir Uddin Ahmed, FCA, FCS	Independent Director	Member	Masters

All the members of the Board Audit Committee have good exposure in the Banking business. They are all playing active role in the Board Audit Committee.



**b) Meeting of Audit Committee**

During 01 January to 31 December 2021, the Audit Committee of the Board conducted 10 (ten) meetings in which among others, the following issues were discussed:-

- The duties and responsibilities of the Committee as stated in BRPD circular no. 11 dated 27 October 2013.
- 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.
- Minimization of expenditure in all operational activities where possible.
- Reviewing the Accounting procedures with a view to ascertain that the International Financial Reporting Standards (IFRSs) have been applied in maintaining books and records of the Bank.

**53. Related Party Disclosures of the Bank**
**53.1 Name of the Directors and their Interest in different Entities**

Name of Director	Status with the Bank	Name of the Firms/Companies in which they have Interest
Mohammed Younus	Chairman	i) Sonali Papers and Board Mills Ltd. ii) Sonali Dredger Ltd. iii) Younus Newsprint Mills Ltd. iv) Younus Offset Paper Mills Ltd. v) Younus Fine Paper Mills Ltd. vi) Younus Paper Mills Ltd. vii) Younus Filament Ind. Ltd. viii) Younus Plastic Ind. Ltd. ix) Younus Spinning Mills Ltd. x) Younus Specialized Cold Storage Ltd. xi) Younus Cold Storage Ltd. xii) United Multi Agro Ltd. xiii) Ananta Paper Mills Ltd. xiv) Sobhan Ice & Cold Storage Ltd. xv) Sharif Cold Storage Ltd. xvi) Nowpara Cold Storage Pvt. Ltd. xvii) Garib-E-Newaj Cold Storage Pvt. Ltd. xviii) Siddheswari Cold Storage Ltd. xix) Europa Cold Storage Ltd. xx) Combined Food & Cold Storage Ltd. xxi) A. Kader & Sons Himagar Ltd. xxii) Wadud & Ayesha Cold Store Ltd. xxiii) Galaxy Flying Academy Ltd. xxiv) Quality Accessories Ltd. xxv) Laxmi Cold Storage Ltd. xxvi) Sreenagor Cold Storage Ltd. xxvii) Five Star Ice and Cold Storage Ltd. xxviii) Sonali News.Com xxix) Sonali IT xxx) Sonali Bazar Dot Com xxxi) United Traders xxxii) United Fisheries xxxiii) Long Lasting Coating xxxiv) Meghna Pipe Factory xxxv) Fly Galaxy Travel and Tours xxxvi) NRB Recruiting Agency xxxvii) Sonali Rubber Garden xxxviii) Sonali Abason Ltd. xxxix) Wordbridge School xxxx) Fareast International University xxxxi) Shahjalal Islami Bank Securities Ltd.
Mohiuddin Ahmed	Vice Chairman	i) Rupsha Trading Corporation ii) Mohiuddin Auto House iii) Pacific Automobile iv) Shahjalal Islami Bank Securities Ltd.
Mohammed Golam Quddus (Rep. of Anwer Khan Modern Hospital Ltd.)	Vice Chairman	-
Dr. Anwer Hossain Khan	Director	i) Anwer Khan Modern Hospital Ltd. ii) Modern Diagnostic Center Ltd. iii) Anwer Khan Modern Nursing College iv) Hazi Shakhawat Anwara Eye Hospital Ltd. v) Modern Holdings Ltd. vi) Anwer Khan Modern Dredging Corporation vii) Anwer Khan Modern Printers & Publications viii) Anwer Khan Modern Medical College ix) Fareast Stocks & Bonds Ltd. x) Bangladesh Journal xi) Shahjalal Islami Bank Securities Ltd. xii) Anwer Khan Modern University

Name of Director	Status with the Bank	Name of the Firms/Companies in which they have Interest
Md. Sanaullah Shahid (Rep. of Electra International Ltd.)	Director	i) Electra International Ltd. ii) Electra Consumer Electronics Industries Ltd. iii) Electra Furniture iv) Electra International v) Electra Mobile Ltd. vi) Electra Holding Ltd. vii) Electra Mobile viii) Federal Securities & Invst. Ltd. ix) Jalsiri Dairy Firm and Fishery x) Kashmir Chemical Co. xi) Sazawa Brothers xii) Shahjalal Islami Bank Securities Ltd.
Md. Harun Miah (Rep. of Shamsuddin Khan & Harun Miah Ltd.)	Director	i) Shamsuddin Khan & Harun Miah Ltd. (UK) ii) Kushiara Travels Ltd. iii) Hotel Pritom iv) Shahjalal Islami Bank Securities Ltd.
Md. Abdul Barek	Director	i) Arju Electronics ii) Jony Electronics iii) Rony Electronics iv) Shahjalal Islami Bank Securities Ltd.
Abdul Halim	Director	i) Abdul Halim & Brothers ii) Excellent Ceramic Industries Ltd. iii) Excellent Motors Ltd. iv) Islamic Insurance Bangladesh Ltd. v) Shahjalal Islami Bank Securities Ltd.
Akkas Uddin Mollah	Director	i) Russel Garments ii) Russel Apperals iii) Ekram Sweaters Ltd. iv) PNR Industries Ltd. v) Tania Cotton Mills Ltd. vi) Russel Washing Plant vii) Russel Spinning Mills Ltd. viii) Nurul Islam Spinning Mills Ltd. ix) Helal Textile Industries Ltd. x) Goodman Pharmaceuticals Ltd. xi) Alalpur Agro & Fisheries Ltd. xii) Tofaz Dresses Ltd. xiii) PNR Leather Products Ltd. xiv) Ekram Industries Ltd. xv) Akkas Uddin Mollah OPC xvi) Shahjalal Islami Bank Securities Ltd.
Khandaker Sakib Ahmed	Director	i) Own The World Company Ltd. ii) AQUA Consultant & Associates Ltd. iii) Intech Limited (Listed Public Limited Company) iv) AIBL Capital Market Services Ltd. v) Shahjalal Islami Bank Securities Ltd.
Engr. Md. Towhidur Rahman	Director	i) Fresh Foods Ltd. ii) Fresh Export Import Ltd. iii) Sea Fresh Ltd. iv) Libas Textiles Ltd. v) Fresh Knitwear Ltd. vi) Moshur Infrastructure Ltd. vii) Shahjalal Islami Bank Securities Ltd. viii) South Asian Scholars School and College ix) Prime University
A. K. Azad	Director	i) Ha-Meem Denim Mills Ltd. ii) Ha-Meem Apparels Ltd. iii) Ha-Meem Spinning Mills Ltd. iv) Ha-Meem Design Ltd. v) That's It Fashions Ltd. vi) That's It Sweater Ltd. vii) That's It Sportswear Ltd. viii) That's It Garments Ltd. ix) That's It Knit Ltd. x) Sajid Washing & Dyeing Ltd. xi) Nishat Jute Mills Ltd. xii) Refat Garments Ltd. xiii) Modern Washing & Dyeing Ltd. xiv) Refat Packaging & Printing Industries Ltd. xv) Sakib Poly Industries Ltd. xvi) Apparels Galary Ltd. xvii) Artistic Design Ltd. xviii) Creative Collections Ltd. xix) Creative Wash Ltd. xx) Express Washing & Dyeing Ltd.



Name of Director	Status with the Bank	Name of the Firms/Companies in which they have Interest
A. K. Azad	Director	xxi) Times Media Ltd. [Channel 24 & The Daily Samakal] xxii) That's It Packaging Ltd. xxiii) Nishat Packaging & Printing Industries Ltd. xxiv) Crecent Spinning Mills Ltd. xxv) Ha-Meem Pharmaceuticals Ltd. xxvi) Shahjalal Islami Bank Securities Ltd.
Fakir Akhtaruzzaman	Director	i) Fakir Knitwears Ltd. ii) Central Hospital Ltd. iii) Zaman Agro Fisheries Ltd. iv) Fakir Echo Knitwears Ltd. v) FKL Spinning Ltd.
Md. Moshir Rahman Chak (Rep. of Fresh Export Import Ltd.)	Director	i) Fresh Export Import Ltd. ii) Libas Textiles Ltd. iii) Fresh Knitwear Ltd. iv) Moshir Infrastructure Ltd.
Mrs. Tahera Faruque	Director	i) F & T Property Management Company ii) Star of India Restaurant
Mrs. Jabun Nahar (Rep. of Daffodils Trading International)	Director	i) Daffodils Trading International ii) Anwer Khan Modern University
Fakir Mashrikuzzaman (Rep. of Fakir Knitwears Ltd.)	Director	i) Fakir Knitwears Ltd. ii) Zaman Agro Fisheries Ltd. iii) Fakir Echo Knitwears Ltd. iv) FKL Spinning Ltd.
Ekramul Hoque	Independent Director	-
K.A.M Majedur Rahman	Independent Director	-
Nasir Uddin Ahmed	Independent Director	MABS & J Partners, Chartered Accountants

53.2 Significant Contracts where Bank is a party and wherein Directors have interest: Nil

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

**53.4 Lending Policies to Related Parties**

Lending to related parties is effected as per requirements of Section 27(1) of the Banking Companies Act, 1991 (as amended up to date).

**53.5 Investments (Loans and Advances) to Directors and their related Concern (Note-8a.4):**

Sl. #	Name of the Party	Related By	Nature of Investment	Amount in Tk. (Non-Funded)	Amount in Tk. (Funded)	Status
i)	M/s. Arzoo Electronics	Mrs. Taslima Begum (Spouse of Md. Abdul Barek)	L/C /MPI-TR/BMCTR	299,000	-	Regular
ii)	Electra International Ltd.	Sanaullah Shahid	BMCTR-Rev	-	110,570,480	Regular
iii)	Own the World Company Limited	Khandaker Sakib Ahmed	BMCTR/BG	3,000,000	7,718,180	Regular
iv)	M/s. Rupsha Trading Corporation	Md. Mohiuddin Ahmed	L/C /MPI-TR/Bai-Muajjal	-	30,613,890	Regular
v)	Karnaphuli Motors	Abdul Halim	BMCTR-Rev	-	2,017,838	Regular
vi)	Abdul Hakim	Abdul Halim	HPSM-Real Estate	-	12,674,568	Regular
vii)	Shoyeb Ahmed	Abdul Halim	HPSM-Real Estate	-	12,717,007	Regular
viii)	Modern Diagnostic Center Limited	Anwer Hossain Khan	HPSM-Real Estate	-	165,761,992	Regular
ix)	Daffodilss Trading International	Mrs. Jabun Nahar	Bai-Muajjal/HPSM	-	100,288,333	Regular
x)	Shahjalal Islami Bank Securities Ltd.	Subsidiary	Bai-Muajjal/BG	600,000,000	2,241,959,513	Regular
				<b>603,299,000</b>	<b>2,684,321,800</b>	

53.6 Business other than Banking business with any related concern of the Directors as per Section 18 (2) of the Banking Companies Act, 1991 (as amended up to date): Nil

53.7 Investments in Securities of Directors and their related concern: Nil



**54. Events after Reporting Period**

- i. An unexpected incident has occurred in the Bank's Foreign Exchange Branch located at Modern Mansion (1st Floor), 53 Motijheel C/A, Dhaka-1000 on 06 March 2022. There has been a sudden fracture in the floor premises of the Branch. As a result, shifting process of properties and assets of the Branch is going on till date. However, the Bank has been providing customer services to its clients and processing regular transactions from the nearby Branches. The Bank has already obtained permission from Bangladesh Bank for the shifting process. As such no material impact has been found for the year 2021.
- ii. The Board of Directors of the Bank at its 337th meeting held on 16 March 2022 has recommended 5% stock & 10% cash dividend for the year 2021. This dividend is subject to the final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the Bank. The effect of the above stock & cash dividend will be accounted for in the period when shareholders' right to receive the payment will be established. The declared dividend is also in compliance with Section 16G of Income Tax Ordinance, 1984.

Dhaka,  
16 March 2022

  
Chairman

  
Director

  
Director

  
Managing Director & CEO



**Shahjalal Islami Bank Limited**  
**Investments in Shares & Securities (Listed with Stock Exchanges)**  
**As at 31 December 2021**

(Amount in Taka)						
Sl. No.	Name of Company	No. of Shares/ Securities	Market Price per Share	Market Value as at 31 December 2021	Cost Price as at 31 December 2021	Unrealised Gain/(loss)
<b>Quoted</b>						
1	The ACME Laboratories Limited	250,000	86.50	21,625,000	22,850,371	(1,225,371)
2	Active Fine Chemicals Ltd.	1,700,000	25.60	43,520,000	50,768,200	(7,248,200)
3	Aftab Automobiles Limited	1,165,500	27.30	31,818,150	72,694,438	(40,876,288)
4	AIBL 1st Islamic Mutual Fund	8,099,050	8.50	68,841,925	72,760,670	(3,918,745)
5	Apex Footwear Limited	63,000	268.10	16,890,300	18,699,764	(1,809,464)
6	Bangladesh Steel Re-Rolling Mills Limited	400,000	71.10	28,440,000	25,845,335	2,594,665
7	Dhaka Electric Supply Company Ltd.	2,500,000	35.50	88,750,000	125,911,056	(37,161,056)
8	Eastern Housing Limited	2,800,000	46.80	131,040,000	205,738,580	(74,698,580)
9	Export Import Bank of Bangladesh Limited	9,500,000	12.70	120,650,000	132,329,640	(11,679,640)
10	Fareast Islami Life Insurance Co. Ltd.	958,000	53.70	51,444,600	65,297,782	(13,853,182)
11	Generation Next Fashions Limited	1,989,845	5.80	11,541,101	25,741,814	(14,200,713)
12	M.I. Cement Factory Ltd.	400,000	62.20	24,880,000	31,871,607	(6,991,607)
13	Meghna Petroleum Limited	500,000	196.80	98,400,000	101,861,109	(3,461,109)
14	Metro Spinning Mills Limited	1,000,000	23.40	23,400,000	54,315,162	(30,915,162)
15	RAK Ceramics (Bangladesh) Limited	1,200,000	44.40	53,280,000	52,821,755	458,245
16	Square Textile Ltd.	700,000	52.20	36,540,000	42,041,896	(5,501,896)
17	The Dacca Dyeing & Mfg. Co. Limited	3,018,140	24.10	72,737,174	110,968,750	(38,231,576)
18	Titas Gas Transmission and Distribution Co. Ltd.	3,500,000	36.30	127,050,000	193,241,054	(66,191,054)
19	Unique Hotel and Resorts Ltd.	337,920	50.20	16,963,584	20,091,892	(3,128,308)
20	Prime Islami Life Insurance Ltd.	214,300	57.50	12,322,250	13,936,568	(1,614,318)
21	Singer Bangladesh Limited	400,000	169.90	67,960,000	72,735,184	(4,775,184)
22	Olympic Industries Ltd.	30,000	160.60	4,818,000	5,627,022	(809,022)
23	Square Pharmaceuticals Ltd.	600,000	214.30	128,580,000	128,941,716	(361,716)
24	Bashundhara Paper Mills Limited	500,000	43.10	21,550,000	26,119,683	(4,569,683)
25	The IBN SINA Pharmaceutical Industry Ltd.	150,000	271.30	40,695,000	38,087,484	2,607,516
26	MJL Bangladesh Limited	1,000,000	88.30	88,300,000	86,720,740	1,579,260
27	Silva Pharmaceuticals Limited	1,502,876	17.90	26,901,480	31,768,758	(4,867,278)
28	Robi Axiata Limited	3,000,000	34.60	103,800,000	142,756,117	(38,956,117)
29	Linde Bangladesh Ltd.	15,700	1,579.80	24,802,860	19,981,907	4,820,953
30	Power Grid Company of Bangladesh Ltd.	500,000	59.60	29,800,000	30,831,580	(1,031,580)
31	Lub-rref (Bangladesh) Limited	800,000	37.70	30,160,000	42,281,896	(12,121,896)
32	Mir Akhter Hossain Limited	600,000	62.00	37,200,000	55,081,388	(17,881,388)
33	Krishibid Feed Limited	86,526	10.00	865,260	865,260	-
34	ACI Limited	230,000	285.40	65,642,000	59,835,403	5,806,597
35	AL-Arafah Islami Bank Limited	1,200,000	26.60	31,920,000	29,602,959	2,317,042
36	Islami Bank Bangladesh Limited	1,500,000	32.00	48,000,000	44,936,869	3,063,131
<b>Un-Quoted</b>						
1	Lanka Bangla Securiries Ltd.	-	-	5,000,000	5,000,000	-
2	Investment A/C - SWIFT Membership Share	-	-	9,443,636	9,443,636	-
3	Union Bank Limited	-	-	21,403,000	21,403,000	-
4	BD Thai Food & Beverage Limited	-	-	640,500	640,500	-
<b>Total</b>				<b>1,867,615,820</b>	<b>2,292,448,546</b>	<b>(424,832,726)</b>



Annexure-B

**Shahjalal Islami Bank Limited**  
**Schedule of Fixed Assets including Premises, Furniture and Fixtures**

Particulars	Cost			Depreciation & Amortization			Written Down Value as at 31.12.2021
	Balance as at 01.01.2021	Addition during the year	Adjustment during the year	Balance as at 31.12.2021	Rate	Charged during the year	Balance as at 31.12.2021
<b>(Amount in Taka)</b>							
<b>Tangible Assets</b>							
Land	1,876,724,350	-	-	1,876,724,350	-	-	1,876,724,350
Building	893,986,278	-	-	893,986,278	2.50%	19,660,190	146,291,316
Furniture & Fixtures	1,108,875,244	42,666,735	18,713,492	1,132,828,486	10% & 20%	80,051,311	747,694,961
Office Equipment	748,190,288	19,600,687	11,575,340	756,215,635	20%	13,586,955	498,391,068
Computer & Network Equipment	609,210,291	54,256,817	5,445,690	658,021,418	20%	10,917,217	462,797,145
Vehicles	116,941,907	19,227,699	-	136,169,606	20%	5,168,248	293,418,491
Right of Use Assets (ROU)	884,017,237	705,501,191	-	1,589,518,428	20%	97,646,709	221,265,016
Books	1,042,667	-	-	1,042,667	-	11,836,748	38,522,898
<b>Sub-total</b>	<b>6,238,988,262</b>	<b>841,253,129</b>	<b>35,734,522</b>	<b>7,044,506,868</b>	<b>20%</b>	<b>199,944,676</b>	<b>1,247,163,398</b>
<b>Intangible Assets</b>							
Software-Core Banking	62,615,431	-	-	62,615,431	20%	97,911	1,003,146
Software-Others	86,412,468	13,033,844	300,000	99,146,312	20%	5,150,818	62,601,317
<b>Sub-total</b>	<b>149,027,899</b>	<b>13,033,844</b>	<b>300,000</b>	<b>161,761,743</b>	<b>20%</b>	<b>11,972,407</b>	<b>81,100,419</b>
<b>Grand Total</b>	<b>6,388,016,160</b>	<b>854,286,973</b>	<b>36,034,522</b>	<b>7,206,268,611</b>		<b>17,123,225</b>	<b>143,701,736</b>
<b>As at 31 December 2021</b>						<b>511,541,775</b>	<b>2,128,942,552</b>
							<b>5,077,326,059</b>

As at 31 December 2020

Particulars	Cost			Depreciation & Amortization			Written Down Value as at 31.12.2020
	Balance as at 01.01.2020	Addition during the year	Adjustment during the year	Balance as at 31.12.2020	Rate	Charged during the year	Balance as at 31.12.2020
<b>(Amount in Taka)</b>							
<b>Tangible Assets</b>							
Land	1,876,724,350	-	-	1,876,724,350	-	-	1,876,724,350
Building	893,925,316	4,548,105	4,487,144	893,986,278	2.50%	15,157,806	126,631,127
Head Office Building under construction	89,165,998	10,309,314	99,475,312	1,108,875,244	10% & 20%	-	-
Furniture & Fixtures	1,022,397,154	99,359,093	12,881,003	1,108,875,244	20%	6,869,967	431,926,712
Office Equipment	660,138,562	93,598,807	5,547,081	748,190,288	20%	5,131,722	381,547,381
Computer & Network Equipment	476,948,775	135,948,446	3,686,930	609,210,291	20%	3,515,473	366,642,907
Vehicles	114,089,748	7,118,160	4,266,000	116,941,907	20%	13,034,194	257,946,376
Right of Use Assets (ROU)	523,964,749	360,052,488	-	884,017,237	20%	4,265,999	31,131,946
Books	1,042,667	-	-	1,042,667	-	91,528,548	741,606,882
<b>Sub-total</b>	<b>5,658,397,319</b>	<b>710,934,413</b>	<b>130,343,470</b>	<b>6,238,988,262</b>	<b>20%</b>	<b>905,234</b>	<b>137,433</b>
<b>Intangible Assets</b>							
Software-Core Banking	62,615,431	-	-	62,615,431	20%	5,164,930	57,450,499
Software-Others	80,939,128	5,473,340	-	86,412,468	20%	10,673,610	69,420,730
<b>Sub-total</b>	<b>143,554,559</b>	<b>5,473,340</b>	<b>-</b>	<b>149,027,899</b>	<b>20%</b>	<b>15,838,540</b>	<b>126,871,229</b>
<b>Grand Total</b>	<b>5,801,951,877</b>	<b>716,407,753</b>	<b>130,343,470</b>	<b>6,388,016,160</b>		<b>369,167,653</b>	<b>1,647,365,915</b>
							<b>4,740,650,245</b>





**Shahjalal Islami Bank Limited**  
**Statement of Foreign Currency**  
**As at 31 December 2021**

[Refer to Note-5a.2 to the financial statements]

Sl. No.	Name of the Bank	Currency Name	2021			2020		
			Amount in Foreign Currency	Conversion Rate per Unit F.C.	Amount in Taka	Amount in Foreign Currency	Conversion Rate per Unit F.C.	Amount in Taka
1	Standard Chartered Bank, NY	USD	4,222,890.33	85.8000	362,323,990	49,195,869.17	84.8000	4,171,809,706
2	Mashreq Bank psc, NY	USD	1,383,308.45	85.8000	118,687,865	1,120,294.21	84.8000	95,000,949
3	Standard Chartered Bank, Mumbai	USD	222,198.53	85.8000	19,064,634	222,198.53	84.8000	18,842,435
4	Habib American Bank, USA	USD	732,230.33	85.8000	62,825,362	987,047.96	84.8000	83,701,667
5	ICICI Bank, Hong Kong	USD	290,441.65	85.8000	24,919,894	69,151.09	84.8000	5,864,012
6	WACHOVIA BANK, NY, USA	USD	668,366.00	85.8000	57,345,803	198,414.08	84.8000	16,825,514
7	Commerzbank AG, Frankfurt	USD	79,082.15	85.8000	6,785,248	319,409.60	84.8000	27,085,934
8	Bank Aljazira	USD	64,700.58	85.8000	5,551,310	51,775.88	84.8000	4,390,595
9	JPMorgan Chase Bank N.A., NY, USA	USD	1,083,379.99	85.8000	92,954,003	165,884.65	84.8000	14,067,018
10	Citibank N.A., NY, USA	USD	173,390.88	85.8000	14,876,938	-	-	-
11	AB Bank Ltd. Mumbai	ACUD	314,047.62	85.8000	26,945,286	87,601.44	84.8000	7,428,602
12	Standard Chartered Bank, Mumbai	ACUD	63,156.19	85.8000	5,418,801	750,427.41	84.8000	63,636,244
13	Nepal Bangladesh Bank, Nepal	ACUD	51,424.69	85.8000	4,412,238	8,600.69	84.8000	729,339
14	Standard Chartered Bank, Colombo	ACUD	14,195.67	85.8000	1,217,988	17,763.89	84.8000	1,506,378
15	ICICI Bank, Mumbai	ACUD	940,221.69	85.8000	80,671,021	342,494.97	84.8000	29,043,573
16	Habib Metropolitan Bank Ltd.	ACUD	61,007.79	85.8000	5,234,468	38,911.64	84.8000	3,299,707
17	United Bank of India, Kolkata	ACUD	225,403.19	85.8000	19,339,594	226,914.35	84.8000	19,242,337
18	Sonali Bank Ltd. ACU, Kolkata	ACUD	67,955.25	85.8000	5,830,560	145,032.62	84.8000	12,298,766
19	Bank of Bhutan Ltd. Main Branch	ACUD	12,602.16	85.8000	1,081,265	16,268.90	84.8000	1,379,603
20	AXIS Bank Ltd. India	ACUD	272,112.23	85.8000	23,347,229	79,647.22	84.8000	6,754,084
21	MCB Bank Limited	ACUD	193,508.12	85.8000	16,602,997	148,485.82	84.8000	12,591,598
22	HDFC Bank Ltd., Mumbai	ACUD	207,696.40	85.8000	17,820,351	592,362.59	84.8000	50,232,348
23	Standard Chartered Bank, Frankfurt	EURO	17,789.23	97.3658	1,732,063	117,883.59	103.5832	12,210,759
24	COMMERZBANK AG	EURO	1,057.35	97.3658	102,950	38,612.42	103.5832	3,999,598
25	Wells Fargo Bank, N. A. London, UK	EURO	1,785.56	97.3658	173,852	602,362.16	103.5832	62,394,600
26	JPMorgan Chase AG, Frankfurt	EURO	68,840.91	97.3658	6,702,750	87,370.02	103.5832	9,050,066
27	Standard Chartered Bank, Tokyo	YEN	1,335,122.99	0.7467	996,936	966,228.99	0.8167	789,119
28	Habib Bank AG Zurich	CHF	8,222.91	93.8137	771,422	11,641.24	95.3773	1,110,310
29	ICICI Bank, Canada	CAD	4,976.48	67.0837	333,841	6,900.21	66.0488	455,751
30	Bank Aljazira, KSA	SAR	1,237,672.35	22.8660	28,300,616	266,929.35	22.5977	6,031,989
31	Riyad Bank, KSA	SAR	58,798.45	22.8660	1,344,485	101,648.45	22.5977	2,297,021
32	Standard Chartered Bank, London	GBP	3,420.31	115.7871	396,028	10,654.42	113.9797	1,214,388
33	JPMorgan Chase Bank N.A., London	GBP	4,989.68	115.7871	577,741	4,940.00	113.9797	563,060
34	MASHREQBANK PSC, UAE	AED	27,420.95	23.3622	640,614	314,372.25	23.0849	7,257,252
35	Emirates Islamic Bank PJSC, Dubai	AED	565,000.00	23.3622	13,199,643	235,000.00	23.0849	5,424,952
36	Standard Chartered Bank, China	CNY	71,648.42	13.4736	965,362	76,087.95	12.9771	987,401
<b>Total</b>					<b>1,029,495,149</b>			<b>4,759,516,675</b>

**Details of Information on Investments Exceeding 10% of  
Bank's Total Regulatory Capital (Funded & Non-Funded)  
As at 31 December 2021**

(Taka in Lac)

Sl. No.	Name of Client	Outstanding			% of Investments to Total Capital		
		Funded	Non-funded	Total	Funded	Non-Funded	Total
1	Reedisha Knitex Ltd.	655	31,638	32,293			
	Reedisha Textripe Ltd.	194	6,819	7,014			
	Reedisha Textiles Ltd.	-	72	72			
	Reedisha Glass Ltd.	-	-	-			
	Reedisha Trading & Distribution Co.	-	-	-			
	P.A. Knit Composite Ltd.	-	129	129			
	<b>Group-total</b>	<b>850</b>	<b>38,659</b>	<b>39,509</b>	<b>0.25%</b>	<b>11.44%</b>	<b>11.70%</b>
2	Logos Apparels Ltd.	13,681	20,940	34,621			
	Rahmat Sweater (BD) Ltd.	1,842	1,293	3,135			
	Belkuchi Spinning Mills Ltd.	8,416	156	8,573			
	M/s. Shahi Products	5,265	-	5,265			
	Mohammad Ali Spinning Mills Ltd.	-	-	-			
	<b>Group-total</b>	<b>29,204</b>	<b>22,389</b>	<b>51,593</b>	<b>8.65%</b>	<b>6.63%</b>	<b>15.27%</b>
3	Anwar Silk Mills Ltd.	1,054	1,092	2,146			
	A-One Polymer Ltd.	199	1,123	1,322			
	Anwar Cement Ltd.	-	2,222	2,222			
	Anwar Ispat Ltd.	4,304	2,989	7,293			
	Anwar Jute Spinning Mills Ltd.	-	34	34			
	A.G. Automobiles Ltd.	1,530	140	1,670			
	A.G. Motors Ltd.	429	1	430			
	Hossain Dyeing & Printing Mills Ltd.	3,991	2,396	6,388			
	Mehmud Ind (Pvt.) Ltd.	4,267	4,206	8,473			
	Anwar Cement Sheet Ltd.	20,762	7,636	28,399			
	Toledo Motors Limited	130	162	293			
	Eutocards Limited	-	4	4			
	<b>Group-total</b>	<b>36,666</b>	<b>22,007</b>	<b>58,673</b>	<b>10.86%</b>	<b>6.52%</b>	<b>17.37%</b>
4	Nassa Basics Ltd.	15,524	18,110	33,634			
	Nassa Spinning Ltd.	7,214	-	7,214			
	Nassa Basic Wash Ltd.	293	-	293			
	Nassa Hi Tech Wash Ltd.	805	4,623	5,428			
	Nassa Taipei Textile Mills Ltd.	9,066	11,681	20,747			
	<b>Group-total</b>	<b>32,903</b>	<b>34,414</b>	<b>67,317</b>	<b>9.74%</b>	<b>10.19%</b>	<b>19.93%</b>
5	Gazi Tanks (Unit-1,2,3,4),	7,175	356	7,531			
	Gazi Tyre	-	-	-			
	Gazi International	4,771	9,345	14,116			
	Gazi Pipes	1,051	7,950	9,001			
	Gazi Doors	-	-	-			
	Gazi Sinks	-	-	-			
	Gazi Communication Ltd.	-	3,305	3,305			
	Gazi Associates	-	-	-			
	Gazi Renewable Energy Company Ltd.	-	2,032	2,032			
	M G International	242	-	242			
	<b>Group-total</b>	<b>13,238</b>	<b>22,988</b>	<b>36,227</b>	<b>3.92%</b>	<b>6.81%</b>	<b>10.72%</b>
6	Chittagong Denim Mills Ltd.	9,116	5,111	14,227			
	Smart Jeans Ltd.	5,177	5,232	10,408			
	Smart Jacket Ltd.	2,295	5,975	8,270			
	Shehan Textile Ltd.	-	69	69			
	Smart Bio-Inception Ltd.	-	167	167			
	Apparel Promoters Limited	2,527	12,119	14,646			
	Al-Razi	7,482	5,091	12,573			
	BM Cotainer (BD)Ltd.	31	488	518			
	BM Energy (BD) Ltd.	-	10,167	10,167			
	<b>Group-total</b>	<b>26,627</b>	<b>44,419</b>	<b>71,046</b>	<b>7.88%</b>	<b>13.15%</b>	<b>21.03%</b>
7	Super Oil Refinery Ltd.	-	19,957	19,957			
	Multi Oil Refinery Ltd.	-	-	-			
	Super Board Mills Limited	-	50	50			
	Super Formica & Lamination Ltd.	6,401	7,003	13,404			
	T.K. Chemical Complex Ltd.	2,979	515	3,494			
	<b>Group-total</b>	<b>9,380</b>	<b>27,524</b>	<b>36,904</b>	<b>2.78%</b>	<b>8.15%</b>	<b>10.93%</b>
8	Aswad Composite Mills Ltd.	554.26	61.76	616.02			
	Palmal Logistics	453.92	-	453.92			
	Aswad Composite Mills Limited	16,631.53	40,634.37	57,265.90			
	<b>Group-total</b>	<b>17,640</b>	<b>40,696</b>	<b>58,336</b>	<b>5.22%</b>	<b>12.05%</b>	<b>17.27%</b>
9	Alim Knit (BD) Ltd.	20,314	13,959	34,274			
	Mondol Intimates Ltd.	6,972	6,926	13,898			
	Mondol Knit Tex Ltd.	566	398	964			
	Appollo Knitwear BD Ltd.	1,349	2,510	3,859			
	Appollo Fashions Ltd.	537	1,094	1,631			
	Appollo Packaging (BD) Ltd.	-	25	25			
	<b>Group-total</b>	<b>29,739</b>	<b>24,912</b>	<b>54,651</b>	<b>8.80%</b>	<b>7.38%</b>	<b>16.18%</b>



Sl. No.	Name of Client	Outstanding			% of Investments to Total Capital		
		Funded	Non-funded	Total	Funded	Non-Funded	Total
10	Incepta Pharmaceuticals Ltd.	10,035	7,807	17,842			
	Incepta Vaccine Ltd.	257	2,560	2,817			
	Incepta Hygiene and Hospicare Ltd.	229	24	253			
	Incepta Chemicals Ltd.	207	341	548			
	Incepta Herbal and Nutricare Ltd.	7	740	746			
	Maheen Dizayn Etiket (BD) Unit-2 Limited	4,501	984	5,484			
	Impress Fashion Limited	10,889	5,777	16,666			
	Impress Accessories Limited	4,442	485	4,926			
	Import Logistics Ltd.	316	375	691			
	Impress Aviation Limited	1,676	147	1,823			
	Impress Aviation Limited	-	-	-			
	Next Spaces Ltd.	-	8,817	8,817			
	Infratrade Limited	54	48	102			
	<b>Group-total</b>	<b>32,612</b>	<b>28,103</b>	<b>60,715</b>	<b>9.65%</b>	<b>8.32%</b>	<b>17.97%</b>
11	Bengal Plastics Ltd.	3,070	4,301	7,371			
	Bengal Polymer Wares Ltd.	5,269	1,391	6,660			
	Bengal Polymer Wares Ltd. (Unit-2)	9,006	2,975	11,982			
	Bengal Concept and Holdings Ltd.	541	-	541			
	Euphoria Apparels Ltd.	5,970	3,156	9,126			
	<b>Group-total</b>	<b>23,855</b>	<b>11,823</b>	<b>35,679</b>	<b>7.06%</b>	<b>3.50%</b>	<b>10.56%</b>
12	Abdul Monem Ltd.	14,032	19,432	33,465			
	Tekken-Aml-Abenikko-JV	-	9,813	9,813			
	<b>Group-total</b>	<b>14,032</b>	<b>29,245</b>	<b>43,277</b>	<b>4.15%</b>	<b>8.66%</b>	<b>12.81%</b>
13	Mir Akhter Hossain Ltd.	-	11	11			
	Mir Cement Ltd.	9,020	12,685	21,705			
	Mir Concrete Products Ltd.	1,556	6,318	7,874			
	Mir Akhter Hossain Ltd.	12,403	22,528	34,932			
	<b>Group-total</b>	<b>22,980</b>	<b>41,543</b>	<b>64,522</b>	<b>6.80%</b>	<b>12.30%</b>	<b>19.10%</b>
14	Dhaly Construction Ltd.	38,473	10,038	48,512			
	RBS Construction Ltd.	1,991	-	1,991			
	<b>Group-total</b>	<b>40,464</b>	<b>10,038</b>	<b>50,502</b>	<b>11.98%</b>	<b>2.97%</b>	<b>14.95%</b>
15	Energypac Engineering Ltd.	4,520	17,781	22,301			
	Energypac Fashions Limited	18,934	5,262	24,196			
	<b>Group-total</b>	<b>23,454</b>	<b>23,043</b>	<b>46,497</b>	<b>6.94%</b>	<b>6.82%</b>	<b>13.77%</b>
16	BRAC	42,188	-	42,188			
	<b>Group-total</b>	<b>42,188</b>	<b>-</b>	<b>42,188</b>	<b>12.49%</b>	<b>0.00%</b>	<b>12.49%</b>
17	Trade International Industries Limited	4,267	23,648	27,915			
	Trade International Marketing Ltd. & its sister concerns	3,213	3,857	7,070			
	Md Nurul Amin and Others	181	-	181			
	<b>Group-total</b>	<b>7,661</b>	<b>27,505</b>	<b>35,166</b>	<b>2.27%</b>	<b>8.14%</b>	<b>10.41%</b>
18	Bangladesh Steel Re-Rolling Mills Ltd.	1,012	32,943	33,954			
	Bsrn Steels Limited	-	2,396	2,396			
	Bsrn Iron & Steel Co. Limited	-	-	-			
	H. Akberali & Co.	-	-	-			
	BSRM Steel Mills Limited	-	-	-			
	<b>Group-total</b>	<b>1,012</b>	<b>35,338</b>	<b>36,350</b>	<b>0.30%</b>	<b>10.46%</b>	<b>10.76%</b>
19	MAF Shoes Ltd.	22,907	17,468	40,375			
	Maf foot ware	-	-	-			
	<b>Group-total</b>	<b>22,907</b>	<b>17,468</b>	<b>40,375</b>	<b>6.78%</b>	<b>5.17%</b>	<b>11.95%</b>
20	Rose Sweaters Ltd.	3,176	1,257	4,433			
	Madinaple Fashions Craft Ltd.	3,945	1,912	5,857			
	Texeurop (BD) Ltd.	6,302	20,826	27,129			
	Scarlet Knitwears Ltd.	2,830	3,791	6,621			
	Pantex Dress Ltd.	1,814	5,203	7,017			
	T Shirt Printers Ltd.	-	71	71			
	<b>Group-total</b>	<b>18,067</b>	<b>33,060</b>	<b>51,127</b>	<b>5.35%</b>	<b>9.79%</b>	<b>15.14%</b>
<b>Total</b>		<b>445,479</b>	<b>535,176</b>	<b>980,655</b>			

Total Capital of the Bank as at 31 December 2021 is Taka 337,780.31 lac.

**Highlights of Performance of the Bank**  
**As at and for the year ended 31 December 2021**

(Amount in Taka)			
Sl. No.	Particulars	2021	2020
1	Paid-up Capital	10,290,969,510	9,800,923,350
2	Total Capital (Tier-I + Tier-II)	33,778,031,313	28,308,255,363
3	Capital Surplus	11,312,676,858	8,692,756,627
4	Total Assets	313,731,100,865	293,517,852,175
5	Total Deposit	217,288,988,137	218,442,949,715
6	Total Investments (Loans & Advance)	216,586,583,999	196,512,651,241
7	Total Contingent Liabilities and Commitment	171,223,629,229	120,035,036,488
8	Investment Deposit Ratio (%)	84.48%	79.62%
9	Percentage of Classified Investments against Total Investments	4.42%	4.57%
10	Profit after Tax and Provision	2,585,236,940	1,908,198,587
11	Amount of Classified Investments	9,568,844,349	8,973,476,102
12	Provisions kept against Classified Investments	3,075,119,256	3,440,061,818
13	Provisions Surplus	723,256	8,783,884
14	Cost of Fund	5.28%	7.39%
15	Profit Earning Assets	266,235,178,638	244,232,030,384
16	Non-Profit Earning Assets	47,495,922,226	49,285,821,791
17	Return on Investments (ROI) in Securities	3.46%	2.59%
18	Return on Assets (ROA)	0.85%	0.68%
19	Income from Investment in Securities	1,192,319,713	625,322,945
20	Earnings per Share	2.51	1.85
21	Net Income per Share	2.51	1.85
22	Price Earning Ratio (Times)	8.68	12.35



**Shahjalal Islami Bank Limited (Offshore Banking Unit)**  
**Balance Sheet**  
**As at 31 December 2021**

Note	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
<b>Property and Assets</b>				
<b>Cash</b>				
Cash in Hand (including Foreign Currencies)	-	-	-	-
Balance with Bangladesh Bank & Sonali Bank Ltd. (including Foreign Currencies)	-	-	-	-
	-	-	-	-
<b>Placement with Other Banks &amp; Financial Institutions</b>				
	-	-	-	-
<b>Balance with Other Banks and Financial Institutions</b>				
Inside Bangladesh	532,007.48	45,646,242	258,303.19	21,904,111
Outside Bangladesh	-	-	-	-
3	<b>532,007.48</b>	<b>45,646,242</b>	<b>258,303.19</b>	<b>21,904,111</b>
<b>Investments</b>				
General Investment etc.	17,788,253.12	1,526,232,118	10,997,570.45	932,593,974
Bills Purchased and Discounted	164,355,154.06	14,101,672,218	131,649,519.60	11,163,879,262
4	<b>182,143,407.18</b>	<b>15,627,904,336</b>	<b>142,647,090.05</b>	<b>12,096,473,236</b>
<b>Fixed Assets including Premises, Furniture and Fixtures</b>				
5	<b>5,162.69</b>	<b>442,959</b>	<b>6,434.37</b>	<b>545,635</b>
<b>Other Assets</b>				
	-	-	-	-
<b>Non-Banking Assets</b>				
	-	-	-	-
<b>Total Property and Assets</b>	<b>182,680,577.35</b>	<b>15,673,993,537</b>	<b>142,911,827.61</b>	<b>12,118,922,981</b>
<b>Liabilities and Capital</b>				
<b>Liabilities</b>				
<b>Placement from Other Banks &amp; Financial Institutions</b>				
6	<b>180,071,500.00</b>	<b>15,450,134,700</b>	<b>142,030,000.00</b>	<b>12,044,144,000</b>
<b>Deposits and Other Accounts</b>				
Mudaraba Savings Deposits	700.00	60,060	45,091.50	3,823,759
Mudaraba Term Deposits	-	-	-	-
Other Mudaraba Deposits	-	-	-	-
Al-Wadeeah Current & Other Deposit Accounts	47,599.24	4,084,015	96,767.32	8,205,869
Bills Payable	-	-	-	-
7	<b>48,299.24</b>	<b>4,144,075</b>	<b>141,858.82</b>	<b>12,029,628</b>
<b>Other Liabilities</b>				
8	<b>2,560,778.11</b>	<b>219,714,762</b>	<b>739,968.79</b>	<b>62,749,353</b>
<b>Total Liabilities</b>	<b>182,680,577.35</b>	<b>15,673,993,537</b>	<b>142,911,827.61</b>	<b>12,118,922,981</b>
<b>Capital/Shareholders' Equity</b>				
Paid-up Capital	-	-	-	-
Statutory Reserve	-	-	-	-
Retained Earnings	-	-	-	-
<b>Total Shareholders' Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>	<b>182,680,577.35</b>	<b>15,673,993,537</b>	<b>142,911,827.61</b>	<b>12,118,922,981</b>

**Shahjalal Islami Bank Limited (Offshore Banking Unit)**  
**Off-balance Sheet Items**  
**As at 31 December 2021**

Note	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
<b>Contingent Liabilities</b>				
Acceptances & endorsements	-	-	-	-
Letters of guarantee	-	-	-	-
Irrevocable letters of credit (including back to back bills)	-	-	58,646.16	4,973,194
Bills for collection	715,890.40	61,423,396	107,400.48	9,107,561
Other contingent liabilities	-	-	-	-
<b>Total</b>	<b>715,890.40</b>	<b>61,423,396</b>	<b>166,046.64</b>	<b>14,080,755</b>
<b>Other commitments</b>				
Documentary credits, short term and trade related transactions	-	-	-	-
Forward assets purchased and forward deposits placed	-	-	-	-
Undrawn note issuance, revolving and underwriting facilities	-	-	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total off-balance sheet items including contingent liabilities</b>	<b>715,890.40</b>	<b>61,423,396</b>	<b>166,046.64</b>	<b>14,080,755</b>



**Shahjalal Islami Bank Limited (Offshore Banking Unit)**  
**Profit and Loss Account**  
**For the year ended 31 December 2021**

	Note	2021		2020	
		USD	Taka	USD	Taka
Investment Income	9	6,662,905.25	571,677,270	7,357,248.95	623,894,711
Less: Profit paid on Deposits & Borrowing	10	1,999,059.82	171,519,333	2,533,546.64	214,844,755
<b>Net Investment Income</b>		<b>4,663,845.43</b>	<b>400,157,938</b>	<b>4,823,702.31</b>	<b>409,049,956</b>
Commission, Exchange and Brokerage	11	7,977.86	684,500	8,985.99	762,012
Other Operating Income	12	130,001.05	11,154,090	123,468.09	10,470,094
		<b>137,978.91</b>	<b>11,838,590</b>	<b>132,454.08</b>	<b>11,232,106</b>
<b>Total Operating Income</b>		<b>4,801,824.34</b>	<b>411,996,528</b>	<b>4,956,156.39</b>	<b>420,282,062</b>
Salaries and Allowances	13	123,016.51	10,554,817	114,359.58	9,697,692
Rent, Taxes, Insurances, Electricity etc.	14	195.41	16,766	233.86	19,831
Legal Expenses		-	-	2,739.74	232,330
Postage, Stamps, Telecommunication etc.	15	331.16	28,414	213.90	18,139
Stationery, Printings, Advertisements etc.	16	656.69	56,344	285.46	24,207
Auditor's Fees		-	-	-	-
Depreciation & Repairs of Bank's Assets	17	1,642.06	140,889	1,511.66	128,189
Other Expenses	18	7,979.68	684,657	8,758.39	742,711
<b>Total Operating Expenses</b>		<b>133,821.51</b>	<b>11,481,886</b>	<b>128,102.59</b>	<b>10,863,100</b>
<b>Profit before Provision</b>		<b>4,668,002.83</b>	<b>400,514,643</b>	<b>4,828,053.80</b>	<b>409,418,962</b>
Specific provision for Classified Investments		-	-	-	-
General provision for Unclassified Investments		1,829,836.83	157,000,000	-	-
Provision for Other Assets		-	-	-	-
<b>Total Provision</b>		<b>1,829,836.83</b>	<b>157,000,000</b>	<b>-</b>	<b>-</b>
<b>Total Profit before Provisions for Taxation</b>		<b>2,838,166.00</b>	<b>243,514,643</b>	<b>4,828,053.80</b>	<b>409,418,962</b>
Deferred Tax Expenses		-	-	-	-
Current Tax Expenses		-	-	-	-
<b>Net Profit after Taxation</b>		<b>2,838,166.00</b>	<b>243,514,643</b>	<b>4,828,053.80</b>	<b>409,418,962</b>
Retained Earnings from previous year		-	-	-	-
Add: Retained Earnings of current year		2,838,166.00	243,514,643	4,828,053.80	409,418,962
<b>Retained Earnings carried forward</b>		<b>2,838,166.00</b>	<b>243,514,643</b>	<b>4,828,053.80</b>	<b>409,418,962</b>
Less: Retained earnings transferred to central operation		2,838,166.00	243,514,643	4,828,053.80	409,418,962
		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Shahjalal Islami Bank Limited (Offshore Banking Unit)**  
**Cash Flow Statement**  
**For the year ended 31 December 2021**

	2021		2020	
	USD	Taka	USD	Taka
<b>Cash flows from operating activities</b>				
Investment income receipt in cash	6,662,905.25	571,677,270	7,357,248.95	623,894,711
Profit paid on deposits & borrowings	(1,999,059.82)	(171,519,333)	(2,533,546.64)	(214,844,755)
Fees & commission receipt in cash	7,977.86	684,500	8,985.99	762,012
Cash payments to employees	(123,016.51)	(10,554,817)	(114,359.58)	(9,697,692)
Cash payments to suppliers	(656.69)	(56,344)	(285.46)	(24,207)
Receipts from other operating activities	130,001.05	11,154,090	123,468.09	10,470,094
Payments for other operating activities	(8,584.18)	(742,957)	(12,059.95)	(1,021,972)
<b>(i) Operating profit before changes in operating assets and liabilities</b>	<b>4,669,566.96</b>	<b>400,642,411</b>	<b>4,829,451.40</b>	<b>409,538,190</b>
<b>Changes in operating assets and liabilities</b>				
(Increase)/decrease of investments to customers	(39,496,317.13)	(3,531,431,100)	(6,440,966.55)	(532,573,351)
Increase/(decrease) of deposits received from customers	(93,559.58)	(7,885,553)	47,879.25	4,050,762
Increase/(decrease) of other liabilities	(9,027.51)	(34,592)	(397,382.34)	(33,811,758)
<b>(ii) Cash flows from operating assets and liabilities</b>	<b>(39,598,904.22)</b>	<b>(3,539,351,245)</b>	<b>(6,790,469.64)</b>	<b>(562,334,346)</b>
<b>Net cash used in operating activities (A)=(i+ii)</b>	<b>(34,929,337.26)</b>	<b>(3,138,708,834)</b>	<b>(1,961,018.24)</b>	<b>(152,796,156)</b>
<b>Cash flows from investing activities</b>				
Proceeds from sale of fixed assets	-	-	-	-
Purchases of fixed assets	(292.45)	(25,092)	(717.10)	(60,810)
<b>Net cash used in investing activities (B)</b>	<b>(292.45)</b>	<b>(25,092)</b>	<b>(717.10)</b>	<b>(60,810)</b>
<b>Cash flows from financing activities</b>				
Borrowings from Banks & Financial Institutions	38,041,500.00	3,405,990,700	6,736,700.00	557,742,830
Profit transferred to Shahjalal Islami Bank Ltd.	(2,838,166.00)	(243,514,643)	(4,828,053.80)	(409,418,962)
<b>Net cash flow from financing activities (C)</b>	<b>35,203,334.00</b>	<b>3,162,476,057</b>	<b>1,908,646.20</b>	<b>148,323,868</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>273,704.29</b>	<b>23,742,131</b>	<b>(53,089.14)</b>	<b>(4,533,098)</b>
Add: Cash and cash equivalents at the beginning of the year	258,303.19	21,904,111	311,392.33	26,437,209
<b>Cash and cash equivalents at the end of the year</b>	<b>532,007.48</b>	<b>45,646,242</b>	<b>258,303.19</b>	<b>21,904,111</b>



**Shahjalal Islami Bank Limited (Offshore Banking Unit)****Notes to the Financial Statements****As at and for the year ended 31 December 2021****1. Status of the Unit**

Offshore Banking Unit (OBU) is a separate business unit of Shahjalal Islami Bank Limited, governed under the rules and guidelines of Bangladesh Bank. The Bank commenced the operation of its Offshore Banking Unit on 21 December 2008 with the permission from Bangladesh Bank vide letter no. BRPD (P-3)744(99)/2008-2800 dated 24 July 2008. The unit is located at Shahjalal Islami Bank Tower, Plot-04, Block-CWN(C), Gulshan Avenue, Gulshan, Dhaka-1212.

**1.1 Nature of Business/Principal Activities**

The principal activities of Offshore Banking Unit are to provide all kinds of shariah based commercial banking services to its customers complying the applicable rules & regulations.

**2. Significant Accounting Policies****2.1 Basis of Accounting**

The accounting records of the unit are maintained in USD form and the financial statements are prepared on a going concern basis under the historical cost convention and in accordance with First Schedule of the Banking Companies Act, 1991 (as amended up to date) by Bangladesh Bank BRPD Circular No. 15 dated 09 November 2009, other Bangladesh Bank circulars, International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act, 1994, the listing regulations of the Stock Exchanges, the Securities and Exchange Rule, 1987 and other laws and rules applicable in Bangladesh.

**2.2 Common Expense**

- a. Expenditure for audit fees has not been separately accounted for in the Financial Statements of OBU.
- b. Provision for taxation, investments and off-balance sheet items has not been accounted for in the separate Financial Statements of OBU. However, all provisions have been accounted for in the Financial Statement of Shahjalal Islami Bank Limited instead of OBU.

**2.3 General**

- a. These Financial Statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- b. Assets, liabilities, income & expenses have been converted to BDT currency @ US\$1 = Taka 85.80 (weighted average rate as at 31 December 2021).

**3. Balance with Other Banks and Financial Institutions  
(other than Mudaraba Term Fund)**

Inside Bangladesh (Note-3.1)  
Outside Bangladesh

31.12.2021		31.12.2020	
USD	Taka	USD	Taka
532,007.48	45,646,242	258,303.19	21,904,111
-	-	-	-
<b>532,007.48</b>	<b>45,646,242</b>	<b>258,303.19</b>	<b>21,904,111</b>

**3.1 Inside Bangladesh**  
Shahjalal Islami Bank Ltd

532,007.48	45,646,242	258,303.19	21,904,111
<b>532,007.48</b>	<b>45,646,242</b>	<b>258,303.19</b>	<b>21,904,111</b>

**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.  
Net Bills Purchased and Discounted (Note- 4.1)  
**Outside Bangladesh**

17,788,253.12	1,526,232,118	10,997,570.45	932,593,974
-	-	-	-
<b>17,788,253.12</b>	<b>1,526,232,118</b>	<b>10,997,570.45</b>	<b>932,593,974</b>
164,355,154.06	14,101,672,218	131,649,519.60	11,163,879,262
-	-	-	-
<b>182,143,407.18</b>	<b>15,627,904,336</b>	<b>142,647,090.05</b>	<b>12,096,473,236</b>

**4.1 Bills Purchased and Discounted**

Payable inside Bangladesh  
Payable outside Bangladesh  
Gross Bills Purchased and Discounted  
Less: Profit receivable on Bills Purchased and Discounted  
Net Bills Purchased and Discounted

6,245,813.00	535,890,755	5,681,044.00	481,752,531
158,306,652.83	13,582,710,813	126,160,275.00	10,698,391,320
<b>164,552,465.83</b>	<b>14,118,601,568</b>	<b>131,841,319.00</b>	<b>11,180,143,851</b>
197,311.77	16,929,350	191,799.40	16,264,589
<b>164,355,154.06</b>	<b>14,101,672,218</b>	<b>131,649,519.60</b>	<b>11,163,879,262</b>

**5. Fixed Assets including Premises, Furniture & Fixtures**

Furniture & Fixture  
Office Equipment  
**Carrying Value**

2,513.43	215,652	3,316.41	281,232
2,649.26	227,307	3,117.96	264,403
<b>5,162.69</b>	<b>442,959</b>	<b>6,434.37</b>	<b>545,635</b>

**6. Placement from other Banks & Financial Institutions**

Mudaraba Term Deposit from other Banks  
Borrowing from Shahjalal Islami Bank Ltd

64,000,000.00	5,491,200,000	45,000,000.00	3,816,000,000
116,071,500.00	9,958,934,700	97,030,000.00	8,228,144,000
<b>180,071,500.00</b>	<b>15,450,134,700</b>	<b>142,030,000.00</b>	<b>12,044,144,000</b>

**7. Deposits and Other Accounts**

Al-Wadeeah Current Deposit  
Sundry Deposits

43,719.23	3,751,110	38,121.16	3,232,674
3,880.01	332,905	58,646.16	4,973,194
<b>47,599.24</b>	<b>4,084,015</b>	<b>96,767.32</b>	<b>8,205,869</b>

Mudaraba Savings Deposit

700.00	60,060	45,091.50	3,823,759
<b>700.00</b>	<b>60,060</b>	<b>45,091.50</b>	<b>3,823,759</b>

Mudaraba Term Deposit

-	-	-	-
-	-	-	-
<b>48,299.24</b>	<b>4,144,075</b>	<b>141,858.82</b>	<b>12,029,628</b>

**8. Other Liabilities**

Profit Payable  
Provision for Investments  
Other Payables  
Outstanding Expenses

730,326.28	62,661,995	739,968.79	62,749,353
1,829,836.83	157,000,000	-	-
-	-	-	-
615.00	52,767	-	-
<b>2,560,778.11</b>	<b>219,714,762</b>	<b>739,968.79</b>	<b>62,749,353</b>



**9. Profit on Investments**  
Profit received from Mudaraba Import Bills (UPAS)  
Profit received from Hire Purchase

2021		2020	
USD	Taka	USD	Taka
6,002,118.92	514,981,803	6,754,117.20	572,749,139
660,786.33	56,695,467	603,131.75	51,145,572
<b>6,662,905.25</b>	<b>571,677,270</b>	<b>7,357,248.95</b>	<b>623,894,711</b>

**10. Profit paid on Deposits & Borrowings**

Profit paid on borrowings

<b>1,999,059.82</b>	<b>171,519,333</b>	<b>2,533,546.64</b>	<b>214,844,755</b>
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**11. Commission, Exchange & Brokerage**

Commission from LC

<b>7,977.86</b>	<b>684,500</b>	<b>8,985.99</b>	<b>762,012</b>
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**12. Other Operating Income**

SWIFT & REUTERS  
Miscellaneous Earnings  
Service & Charges Receipts

24,378.64	2,091,687	20,699.23	1,755,295
105,535.46	9,054,942	102,594.97	8,700,053
86.95	7,460	173.89	14,746
<b>130,001.05</b>	<b>11,154,090</b>	<b>123,468.09</b>	<b>10,470,094</b>

**13. Salary & Allowances**

Basic Salary  
Allowances  
Bonus  
Bank's Contribution to Provident fund

47,406.78	4,067,502	48,842.84	4,141,873
47,226.08	4,051,998	41,602.36	3,527,880
23,316.24	2,000,533	19,862.36	1,684,328
5,067.41	434,784	4,052.02	343,611
<b>123,016.51</b>	<b>10,554,817</b>	<b>114,359.58</b>	<b>9,697,692</b>

**14. Rent, Taxes, Insurance, Electricity etc.**

Insurance

195.41	16,766	233.86	19,831
<b>195.41</b>	<b>16,766</b>	<b>233.86</b>	<b>19,831</b>

**15. Postage, Stamps, Telecommunication etc**

Telephone charges

331.16	28,414	213.90	18,139
<b>331.16</b>	<b>28,414</b>	<b>213.90</b>	<b>18,139</b>

**16. Stationery, Printing, Advertisement etc**

Computer Stationery  
Advertisement

656.69	56,344	275.33	23,348
-	-	10.13	859
<b>656.69</b>	<b>56,344</b>	<b>285.46</b>	<b>24,207</b>

**17. Depreciation and Repairs of Fixed Assets**

**Depreciation of Fixed Assets**

Furniture & Fixtures  
Office Appliance & Equipment

802.98	68,896	805.22	68,283
761.15	65,307	592.38	50,234
<b>1,564.13</b>	<b>134,202</b>	<b>1,397.60</b>	<b>118,516</b>

Repairs & Maintainance

77.93	6,686	114.06	9,672
<b>1,642.06</b>	<b>140,889</b>	<b>1,511.66</b>	<b>128,189</b>

**18. Other Expenses**

Entertainment Expense  
Travelling Expense  
Business Development & Promotion  
Car Expense

12.62	1,083	558.20	47,335
-	-	-	-
173.10	14,852	381.23	32,328
7,793.96	668,722	7,818.96	663,048
<b>7,979.68</b>	<b>684,657</b>	<b>8,758.39</b>	<b>742,711</b>