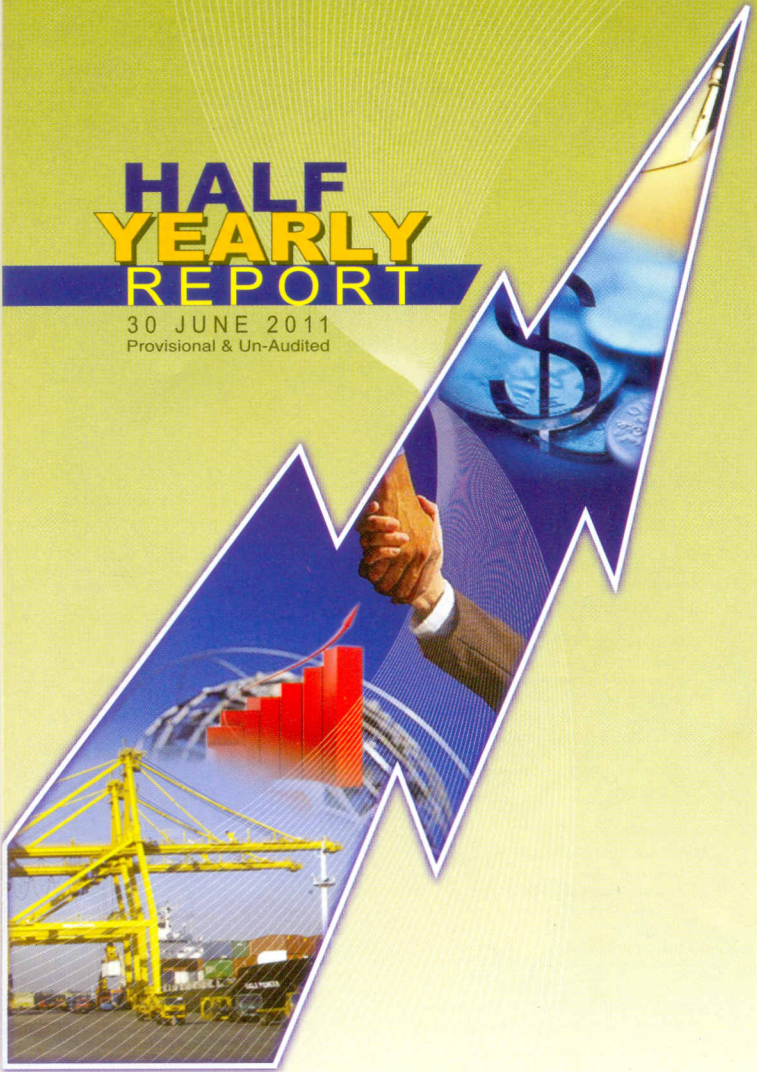


HALF YEARLY REPORT

30 JUNE 2011
Provisional & Un-Audited



Shahjalal Islami Bank

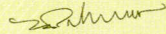
L I M I T E D

Committed to Cordial Service

Honourable Shareholder(s),

Assalamu Alaikum

In compliance with Rule 13 of the Securities & Exchange Rules 1987, we are pleased to forward the provisional and un-audited Financial Statements for the half-year ended 30 June 2011.



Md. Abdur Rahman Sarker
Managing Director

CONSOLIDATED BALANCE SHEET

As AT 30 JUNE 2011

PROPERTY AND ASSETS	June'2011 Taka	December'2010 Taka
Cash		
Cash in hand (Including Foreign Currencies)	756,799,719	757,585,771
Balance with Bangladesh Bank & Sonali Bank (Including Foreign Currencies)	9,795,401,421	6,442,098,480
	10,552,201,140	7,199,684,251
Balance with other Banks and Financial Institutions		
Inside Bangladesh	2,444,072,632	684,337,121
Outside Bangladesh	1,008,427,964	473,022,125
	3,452,500,596	1,157,359,246
Placement with other Banks & Financial Institutions	4,905,981,613	4,336,581,235
Investments in Shares & Securities		
Government	1,700,000,000	1,400,000,000
Others	1,353,797,421	828,851,599
	3,053,797,421	2,228,851,599
Investments		
General Investment etc.	56,840,569,670	54,295,073,642
Bills Purchased and Discounted	9,429,086,658	7,145,002,263
	66,269,656,328	61,440,075,905
Fixed Assets Including Premises	1,563,094,440	1,472,502,085
Other Assets	4,465,036,478	965,347,663
Non Banking Assets	-	-
Total Assets	94,262,268,016	78,800,401,984
LIABILITIES AND CAPITAL		
Liabilities		
Placement from other Banks & Financial Institutions	5,450,000,000	5,732,190,000
Deposits and Other Accounts		
Mudaraba Savings Deposits	3,944,483,605	3,861,423,717
Mudaraba Term Deposits	49,709,124,329	38,104,072,325
Other Mudaraba Deposits	14,288,089,663	14,806,640,228
Al-Wadeeah Current & Other Deposit Accounts	7,753,801,374	5,665,293,559
Bills Payable	953,369,064	527,518,236
	76,648,868,035	62,964,948,065
Other Liabilities	4,447,388,052	3,278,501,504
Deferred Tax Liabilities	95,383,452	76,413,085
Total Liabilities	86,641,639,539	72,052,052,654
Capital/Shareholders' Equity		
Paid-up Capital	4,452,655,350	3,425,119,500
Statutory Reserve	2,021,817,541	1,774,626,888
Retained Earnings	905,925,950	1,548,602,942
Total Shareholders' Equity	7,380,398,841	6,748,349,330
Non-controlling Interest	240,229,636	-
Total Liabilities & Shareholders' Equity	94,262,268,016	78,800,401,984
OFF BALANCE SHEET ITEMS		
CONTINGENT LIABILITIES		
Acceptances and Endorsements	-	-
Letters of Guarantee	3,480,480,626	3,525,379,837
Irrevocable Letters of Credit (including Back to Back Bills)	26,555,836,281	22,928,366,982
Bills for Collection	1,423,188,356	1,211,299,294
Other Contingent Liabilities	-	-
Total	31,459,505,263	27,665,046,113
OTHER COMMITMENTS		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total	-	-
TOTAL OFF BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES	31,459,505,263	27,665,046,113


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 30 JUNE 2011

	Jan. 2011 to June 2011	Jan. 2010 to June 2010	April 2011 to June 2011	April 2010 to June 2010
	Taka	Taka	Taka	Taka
Investment Income	4,439,802,161	2,959,362,905	2,405,312,019	1,538,705,997
Less: Profit paid on Deposits	3,189,875,481	2,054,399,966	1,751,544,183	1,032,877,782
Net Investment Income	1,249,926,680	904,962,939	653,767,836	505,828,215
Income from Investment in Shares/securities	22,858,360	390,457,061	15,683,360	178,797,374
Commission, Exchange and Brokerage	798,086,971	756,418,761	407,988,051	435,410,894
Other Operating Income	207,703,337	127,327,484	126,072,717	84,156,612
	1,028,648,667	1,274,203,306	549,744,127	698,364,880
Total Operating Income	2,278,575,348	2,179,166,245	1,203,511,964	1,204,193,095
Salaries and Allowances	400,010,504	295,453,876	225,993,919	185,629,212
Rent, Taxes, Insurances, Electricity etc.	99,967,557	69,327,963	67,594,957	33,533,920
Legal Expenses	540,947	476,835	182,654	285,036
Postage, Stamps, Telecommunication etc.	12,667,418	8,091,591	8,518,359	5,030,059
Stationery, Printings, Advertisements etc.	17,821,998	19,215,505	9,030,599	12,311,887
Chief Executive's Salary & Fees	5,700,000	3,400,000	3,000,000	2,200,000
Directors' Fees & Expenses	366,054	1,493,232	200,682	431,713
Shariah Supervisory Committee's Fees & Expenses	132,560	10,950	79,650	-
Auditors' Fees	-	-	-	-
Depreciation & Repairs of Bank's Assets	45,170,255	31,078,526	24,382,876	16,476,188
Zakat Expenses	-	-	-	-
Other Expenses	102,972,204	130,580,963	56,816,210	54,188,423
Total Operating Expenses	685,349,497	559,129,441	395,799,906	310,086,438
Profit before Provision	1,593,225,851	1,620,036,804	807,712,058	894,106,657
Specific provisions for Classified Investment	(40,000,000)	-	(12,500,000)	70,000,000
General Provisions for Unclassified Investment	(95,000,000)	(80,000,000)	(62,500,000)	(40,000,000)
General Provisions for Off-Balance Sheet	(37,500,000)	(70,000,000)	(7,500,000)	(30,000,000)
Provisions for diminution in value of Investments in Shares	(145,000,000)	(5,500,000)	(85,000,000)	4,500,000
Provisions for Other Assets	-	(4,500,000)	-	(4,500,000)
Total Provision	(317,500,000)	(160,000,000)	(167,500,000)	-
Total Profit before Provisions for Taxation	1,275,725,851	1,460,036,804	640,212,058	894,106,657
Deferred Tax Expenses	18,970,367	17,312,622	9,551,307	14,717,880
Current Tax Expenses	609,476,336	548,511,831	353,749,670	331,447,686
	628,446,703	565,824,453	363,300,977	346,165,566
Net Profit after Taxation	647,279,148	894,212,351	276,911,081	547,941,091
Appropriations				
Statutory Reserve	247,190,653	292,007,361	120,087,894	178,821,331
Non-controlling Interest	15,229,636	-	15,229,636	-
Retained Earnings	384,858,858	602,204,990	141,593,550	369,119,760
	647,279,148	894,212,351	276,911,081	547,941,091
Profit available for distribution				
Retained Earnings from previous year	521,067,092	68,304,428	521,067,092	68,304,428
Add: Retained Earnings of Current Period	384,858,858	602,204,990	141,593,550	369,119,760
	905,925,950	670,509,418	662,660,642	437,424,188
Earning Per Share (EPS)	1.42	2.01	0.59	1.23


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2011

Particulars	Paid-up Capital Taka	Statutory Reserve Taka	Non-Controlling Interest Taka	Retained Earnings Taka	Total Taka
Balance as at 01 January 2011	3,425,119,500	1,774,626,888	-	1,548,602,942	6,748,349,330
Changes in accounting policy	-	-	-	-	-
Restated Balance	3,425,119,500	1,774,626,888	-	1,548,602,942	6,748,349,330
Bonus shares issued for the year 2010	1,027,535,850	-	-	(1,027,535,850)	-
Net profit for the year	-	247,190,653	-	384,858,858	632,049,511
Total Shareholders' Equity as at 30 June '11	4,452,655,350	2,021,817,541	-	905,925,950	7,380,398,841
Non-controlling interest	-	-	240,229,636	-	240,229,636
Add: General Provision for Unclassified Investment					815,479,000
Add: General Provision for Off-Balance Sheets					315,500,000
Total Equity as on 30 June 2011					8,751,607,477
Total Equity as on 30 June 2010					6,474,185,129


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2011

Cash Flow from Operating Activities

Investment Income receipt in cash	
Profit Paid on Deposits	
Dividend Receipts	
Fees & Commission receipt in cash	
Cash Payments to Employees	
Cash Payments to Suppliers	
Income Tax Paid	
Receipts from other Operating activities	
Payments for other Operating activities	

Jan.'11 to June'11 Taka	Jan.'10 to June'10 Taka
4,380,904,133	3,385,659,111
(2,867,314,279)	(2,043,005,593)
1,843,360	754,819
798,086,971	756,418,761
(405,710,504)	(298,853,876)
(17,821,998)	(19,215,505)
(443,957,108)	(370,004,598)
207,703,337	127,327,484
(223,117,283)	(214,867,396)

Operating Profit before changes in Operating Assets

1,430,616,629

1,324,213,207

Changes in Operating Assets and Liabilities

Investment to Customers	
Other Assets	
Deposits from other Banks	
Deposits received from Customers	
Other liabilities on account of customers	
Other Liabilities	

(4,829,580,423)	(8,433,031,663)
(3,419,775,787)	(207,555,539)
82,158,980	464,793,992
13,601,760,990	6,913,642,297
19,420,201	17,373,715
343,885,917	(43,672,790)

Sub Total

5,797,869,878 **(1,288,449,988)**

A) Net Cash from Operating Activities

7,228,486,507 **35,763,219**

Cash flows from Investing Activities

Proceeds from sale of Securities	
Payment for purchases of securities	
Proceeds from Sale of fixed assets	
Purchases of Property, Plant & Equipments	
Purchase/Sale of subsidiaries	

-	1,806,976,417
(599,945,822)	(471,058,381)
-	-
(129,292,067)	(670,526,430)
-	-

B) Net Cash from Investing Activities

(729,237,889) **665,391,606**

Cash flows from Financing Activities

Receipts from issue of Debt Instruments	
Payments for redemption of Debt Instruments	
Receipts from issue of ordinary shares	
Dividend Paid in cash	

(851,590,378)	400,000,000
-	-
-	-
-	-

C) Net Cash from Financing Activities

(851,590,378) **400,000,000**

D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)

5,647,658,240 **1,101,154,825**

E) Cash and cash equivalents at the beginning of the year

8,357,043,497 **6,212,497,077**

F) Cash and cash equivalents at the end of the period (D+E)

14,004,701,737 **7,313,651,902**


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

HIGHLIGHTS OF PERFORMANCE (CONSOLIDATED)

(Taka in Crore)

SL	PARTICULARS	June'2011	June'2010
1	Authorised Capital	600.00	600.00
2	Paid up Capital	445.27	342.51
3	Required Capital	722.90	548.93
4	Capital Maintained (Core + Supplementary)	875.16	647.42
	a) Core Capital	738.04	557.02
	b) Supplementary Capital	137.12	90.40
5	Capital Adequacy Ratio	10.90%	9.74%
6	Total Deposit	7,664.89	5,444.70
7	Investment (Loans & Advance)	6,626.97	5,239.13
8	Investment Deposit Ratio (%)	86.46%	96.22%
9	Classified Investment	127.39	65.80
10	Required Provision for Investment	103.98	62.56
11	Provision Maintained against Investment	112.35	67.85
12	Excess Provision	8.37	5.29
13	Amount of Provision against Off-Balance Sheet Items	31.55	21.80
14	Classified Investment to Investment	1.92%	1.26%
15	Net Classified Investment to Net Investments	1.46%	1.03%
16	Operating Profit	159.32	162.01
17	Profit after Tax and Provision	64.73	89.42
18	Earning Per Share	1.42	2.01
19	Net Asset Value Per Share	16.58	17.00
20	Import	3,836.62	2,526.26
21	Export	3,757.79	1,914.43
22	Foreign Remittance	308.57	293.56
23	Total Foreign Exchange Business	7,902.98	4,734.25
24	Total Assets	9,426.23	6,754.38
25	No. of Employees	1,677	1,485
26	No. of Branches	63	52
27	No. of Foreign Correspondent	637	600

BALANCE SHEET

As AT 30 JUNE 2011

PROPERTY AND ASSETS	June'2011 Taka	December'2010 Taka
Cash		
Cash in hand (Including Foreign Currencies)	756,686,099	757,585,771
Balance with Bangladesh Bank & Sonali Bank (Including Foreign Currencies)	9,795,401,421	6,442,098,480
	10,552,087,520	7,199,684,251
Balance with other Banks and Financial Institutions		
Inside Bangladesh	1,324,026,596	684,337,121
Outside Bangladesh	1,008,427,964	473,022,125
	2,332,454,560	1,157,359,246
Placement with other Banks & Financial Institutions	4,905,981,613	4,336,581,235
Investments in Shares & Securities		
Government	1,700,000,000	1,400,000,000
Others	892,655,614	828,851,599
	2,592,655,614	2,228,851,599
Investments		
General Investment etc.	60,621,674,583	54,295,073,642
Bills Purchased and Discounted	9,429,086,658	7,145,002,263
	70,050,761,241	61,440,075,905
Fixed Assets Including Premises	1,530,932,731	1,472,502,085
Other Assets	1,510,320,059	965,347,663
Non Banking Assets	-	-
Total Assets	93,475,193,338	78,800,401,984
LIABILITIES AND CAPITAL		
Liabilities		
Placement from other Banks & Financial Institutions	5,450,000,000	5,732,190,000
Deposits and Other Accounts		
Mudaraba Savings Deposits	3,944,483,605	3,861,423,717
Mudaraba Term Deposits	49,709,124,329	38,104,072,325
Other Mudaraba Deposits	14,288,089,663	14,806,640,228
Al-Wadeeah Current & Other Deposit Accounts	7,753,801,374	5,665,293,559
Bills Payable	953,369,064	527,518,236
	76,648,868,035	62,964,948,065
Other Liabilities	3,915,772,646	3,278,501,504
Deferred Tax Liabilities	95,383,452	76,413,085
Total Liabilities	86,110,024,133	72,052,052,654
Capital/Shareholders' Equity		
Paid-up Capital	4,452,655,350	3,425,119,500
Statutory Reserve	2,021,817,541	1,774,626,888
Retained Earnings	890,696,314	1,548,602,942
	7,365,169,205	6,748,349,330
Total Shareholders' Equity	7,365,169,205	6,748,349,330
Total Liabilities & Shareholders' Equity	93,475,193,338	78,800,401,984

OFF BALANCE SHEET ITEMS

CONTINGENT LIABILITIES

Acceptances and Endorsements	-	-
Letters of Guarantee	3,480,480,626	3,525,379,837
Irrevocable Letters of Credit (including Back to Back Bills)	26,555,836,281	22,928,366,982
Bills for Collection	1,423,188,356	1,211,299,294
Other Contingent Liabilities	-	-
Total	31,459,505,263	27,665,046,113

OTHER COMMITMENTS

Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total	-	-

TOTAL OFF BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES

31,459,505,263	27,665,046,113
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Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 30 JUNE 2011

	Jan. 2011 to June 2011	Jan. 2010 to June 2010	April 2011 to June 2011	April 2010 to June 2010
	Taka	Taka	Taka	Taka
Investment Income	4,436,759,002	2,959,362,905	2,402,268,860	1,538,705,997
Less: Profit paid on Deposits	3,189,127,606	2,054,399,966	1,750,796,308	1,032,877,782
Net Investment Income	1,247,631,396	904,962,939	651,472,552	505,828,215
Income from Investment in Shares/securities	22,858,360	390,457,061	15,683,360	178,797,374
Commission, Exchange and Brokerage	783,149,887	756,418,761	393,050,967	435,410,894
Other Operating Income	173,295,767	127,327,484	91,665,147	84,156,612
	979,304,014	1,274,203,306	500,399,474	698,364,880
Total Operating Income	2,226,935,410	2,179,166,245	1,151,872,026	1,204,193,095
Salaries and Allowances	396,671,592	295,453,876	222,655,007	185,629,212
Rent, Taxes, Insurances, Electricity etc.	98,235,544	69,327,963	65,862,944	33,533,920
Legal Expenses	540,947	476,835	182,654	285,036
Postage, Stamps, Telecommunication etc.	12,667,418	8,091,591	8,518,359	5,030,059
Stationery, Printings, Advertisements etc.	17,811,779	19,215,505	9,020,380	12,311,887
Chief Executive's Salary & Fees	5,700,000	3,400,000	3,000,000	2,200,000
Directors' Fees & Expenses	366,054	1,493,232	200,682	431,713
Shariah Supervisory Committee's Fees & Expenses	132,560	10,950	79,650	-
Auditors' Fees	-	-	-	-
Depreciation & Repairs of Bank's Assets	44,679,563	31,078,526	23,892,184	16,476,188
Zakat Expenses	-	-	-	-
Other Expenses	96,676,689	130,580,963	50,520,695	54,188,423
Total Operating Expenses	673,482,146	559,129,441	383,932,555	310,086,438
Profit before Provision	1,553,453,264	1,620,036,804	767,939,471	894,106,657
Specific provisions for Classified Investment	(40,000,000)	-	(12,500,000)	70,000,000
General Provisions for Unclassified Investment	(95,000,000)	(80,000,000)	(62,500,000)	(40,000,000)
General Provisions for Off-Balance Sheet	(37,500,000)	(70,000,000)	(7,500,000)	(30,000,000)
Provisions for demerit in value of Investments in Shares	(145,000,000)	(5,500,000)	(85,000,000)	4,500,000
Provisions for Other Assets	-	(4,500,000)	-	(4,500,000)
Total Provision	(317,500,000)	(160,000,000)	(167,500,000)	-
Total Profit before Provisions for Taxation	1,235,953,264	1,460,036,804	600,439,471	894,106,657
Deferred Tax Expenses	18,970,367	17,312,622	9,551,307	14,717,880
Current Tax Expenses	600,163,022	548,511,831	344,436,356	331,447,686
	619,133,389	565,824,453	353,987,663	346,165,566
Net Profit after Taxation	616,819,875	894,212,351	246,451,808	547,941,091
Appropriations				
Statutory Reserve	247,190,653	292,007,361	120,087,894	178,821,331
Retained Earnings	369,629,222	602,204,990	126,363,914	369,119,760
	616,819,875	894,212,351	246,451,808	547,941,091
Profit available for distribution				
Retained Earnings from previous year	521,067,092	68,304,428	521,067,092	68,304,428
Add: Retained Earnings of Current Period	369,629,222	602,204,990	126,363,914	369,119,760
	890,696,314	670,509,418	647,431,006	437,424,188
Earning Per Share (EPS)	1.39	2.01	0.55	1.23


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2011

Particulars	Paid-up Capital Taka	Statutory Reserve Taka	Retained Earnings Taka	Total Taka
Balance as at 01 January 2011	3,425,119,500	1,774,626,888	1,548,602,942	6,748,349,330
Changes in accounting policy	-	-	-	-
Restated Balance	3,425,119,500	1,774,626,888	1,548,602,942	6,748,349,330
Bonus shares issued for the year 2010	1,027,535,850	-	(1,027,535,850)	-
Net profit for the Period	-	247,190,653	369,629,222	616,819,875
Total Shareholders' Equity as at 30 June '11	4,452,655,350	2,021,817,541	890,696,314	7,365,169,205
Add: General Provision for Unclassified Investment				815,479,000
Add: General Provision for Off-Balance Sheets				315,500,000
Total Equity as on 30 June 2011				8,496,148,205
Total Equity as on 30 June 2010				6,474,185,129


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director

CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2011

	Jan.'11 to June'11 Taka	Jan.'10 to June'10 Taka
Cash Flow from Operating Activities		
Investment Income receipt in cash	4,390,896,800	3,385,659,111
Profit Paid on Deposits	(2,867,314,279)	(2,043,005,593)
Dividend Receipts	1,843,360	754,819
Fees & Commission receipt in cash	783,149,887	756,418,761
Cash Payments to Employees	(402,371,592)	(298,853,876)
Cash Payments to Suppliers	(17,811,779)	(19,215,505)
Income Tax Paid	(440,153,911)	(370,004,598)
Receipts from other Operating activities	173,295,767	127,327,484
Payments for other Operating activities	(215,010,112)	(214,867,396)
Operating Profit before changes in Operating Assets	1,406,524,141	1,324,213,207
Changes in Operating Assets and Liabilities		
Investment to Customers	(8,610,685,336)	(8,433,031,663)
Other Assets	(478,095,194)	(207,555,539)
Deposits from other Banks	82,158,980	464,793,992
Deposits received from Customers	13,601,760,990	6,913,642,297
Other liabilities on account of customers	19,420,201	17,373,715
Other Liabilities	(181,471,497)	(43,672,790)
Sub Total	4,433,088,144	(1,288,449,988)
A) Net Cash from Operating Activities	5,839,612,285	35,763,219
Cash flows from Investing Activities		
Proceeds from sale of Securities	-	1,806,976,417
Payment for purchases of securities	(363,804,015)	(471,058,381)
Proceeds from Sale of fixed assets	32,044,730	-
Purchases of Property, Plant & Equipments	(128,764,039)	(670,526,430)
Purchase/Sale of subsidiaries	-	-
B) Net Cash from Investing Activities	(460,523,324)	665,391,606
Cash flows from Financing Activities		
Receipts from issue of Debt Instruments	(851,590,378)	400,000,000
Payments for redemption of Debt Instruments	-	-
Receipts from issue of ordinary shares	-	-
Dividend Paid in cash	-	-
C) Net Cash from Financing Activities	(851,590,378)	400,000,000
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	4,527,498,583	1,101,154,825
E) Cash and cash equivalents at the beginning of the year	8,357,043,497	6,212,497,077
F) Cash and cash equivalents at the end of the period (D+E)	12,884,542,080	7,313,651,902


Sayed Abul Hashem, ACA, FCMA
Chief Financial Officer


Md. Abdur Rahman Sarker
Managing Director



L I M I T E D

Committed to Cordial Service

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