


Export Import Bank of Bangladesh Limited
Shariah Based Islami Bank

Half Yearly Financial Statements (Un-audited)
as at 30 June 2016

EXPORT IMPORT BANK OF BANGLADESH LIMITED
Consolidated Balance Sheet (Un-audited)
as at 30 June 2016

	June 2016	December 2015
	Taka	Taka
PROPERTY & ASSETS		
Cash		
In hand (including foreign currency)	2,419,542,446	1,355,903,662
Balance with Bangladesh Bank and its Agent Banks (including foreign currency)	28,415,278,584	24,646,179,045
	30,834,821,030	26,002,082,707
Balance with other banks and financial institutions		
In Bangladesh	2,005,739,849	12,429,955,363
Outside Bangladesh	3,165,001,574	2,945,712,673
	5,170,741,423	15,375,668,036
Placement with banks & other financial institutions		
	500,000,000	500,000,000
Investments in shares and securities		
Government	8,689,051,038	10,239,051,038
Others	7,364,726,286	7,342,565,510
	16,053,777,324	17,581,616,548
Investments		
General investments etc.	203,426,730,993	190,205,047,581
Bills purchased and discounted	9,556,801,937	7,331,522,761
	212,983,532,930	197,536,570,342
Fixed assets including premises		
	5,621,589,487	5,635,007,309
Other assets		
	9,351,976,412	2,517,470,984
Non-banking assets		
	280,516,438,606	265,148,415,926
LIABILITIES & CAPITAL		
Liabilities		
Placement from banks & other financial institutions	-	25,832,944
Deposits and other accounts		
Mudaraba savings deposits	14,236,982,878	12,399,415,064
Mudaraba term deposits	135,271,511,611	130,756,701,829
Other Mudaraba Deposits	55,761,842,466	60,063,811,265
Al wadeeah current and other deposit accounts	30,813,077,427	20,061,937,060
Bills payable	2,756,281,630	1,489,026,882
	238,839,696,012	224,770,892,100
Mudaraba Subordinated Bond		
	2,500,000,000	2,500,000,000
Other Liabilities		
	13,405,211,902	12,729,267,955
Total liabilities	254,744,907,914	240,025,992,999
Capital/shareholders' equity		
Paid up capital	14,122,510,680	14,122,510,680
Statutory reserve	7,117,534,781	6,869,910,585
Other reserves	2,130,546,666	2,130,546,666
Foreign currency translation adjustment	(7,873,997)	(3,471,427)
Retained earnings	2,408,732,174	2,002,846,021
EXIM Bank Shareholders' Equity	25,771,450,304	25,122,342,525
Minority Interest	80,388	80,402
Total shareholders' equity	25,771,530,692	25,122,422,927
Total liabilities and shareholders' equity	280,516,438,606	265,148,415,926
Off balance sheet items		
Contingent liabilities:		
Acceptance and endorsements -		
Letters of guarantee	4,506,524,697	3,878,124,923
Irrevocable letters of credit	23,352,268,178	24,819,040,252
Bills for collection	3,819,596,862	3,196,782,335
Other contingent liabilities	38,078,426,437	37,958,537,494
Total contingent liabilities	69,756,816,174	69,852,485,004
Other commitments		
	69,756,816,174	69,852,485,004


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director

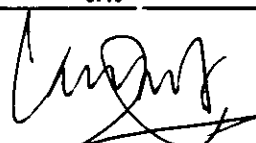

Chairman

EXPORT IMPORT BANK OF BANGLADESH LIMITED
Consolidated Profit and Loss Account (Un-audited)
for the period ended 30 June 2016

Particulars	Jan-Jun 2016	Jan-Jun 2015	Apr- Jun 2016	Apr- Jun 2015
	Taka	Taka	Taka	Taka
Investment income	10,923,268,313	11,478,338,851	5,593,793,227	5,794,021,064
Profit paid on deposits, borrowings, etc.	(7,553,871,257)	(8,199,055,498)	(3,696,494,231)	(4,143,914,933)
Net investment income	3,369,397,056	3,279,283,353	1,897,298,996	1,650,106,131
Income from investment in shares/securities	186,881,733	207,519,011	170,031,934	205,730,629
Commission, exchange and brokerage	827,977,931	979,318,675	398,933,127	527,198,425
Gain on sale of investment in shares	4,725,976	4,151,343	2,271,712	3,435,898
Other operating income	333,190,357	316,972,476	224,494,223	187,756,200
Total operating income (A)	4,722,173,053	4,787,244,858	2,693,029,992	2,574,227,283
Operating expenses				
Salaries and allowances	1,327,811,872	1,222,943,185	688,246,765	710,246,093
Rent, taxes, insurance, electricity etc.	272,869,423	249,004,085	162,294,885	89,518,405
Legal expenses	4,910,214	24,799,214	3,472,988	1,235,129
Postage, stamp, telegram, telephone etc.	40,126,868	37,132,921	19,481,710	17,819,167
Auditors fees	52,517	32,979	52,517	32,979
Stationery, printing, advertisement, etc.	100,532,722	91,832,990	41,796,388	42,335,281
Managing Director's remuneration	7,564,000	5,528,000	3,002,000	2,506,000
Managing Director's fees	-	-	-	-
Directors' fees and expenses	1,128,232	752,466	663,679	522,582
Shariah Supervisory Committee's Fees & Expenses	291,200	159,480	169,270	60,280
Charges on Investment Losses	-	-	-	-
Depreciation on and repairs to Bank's property	121,059,076	118,396,166	60,855,245	59,741,406
Zakat expenses	87,478,402	-	-	-
Other expenses	520,646,453	333,648,337	231,486,316	181,459,814
Total operating expenses (B)	2,484,470,979	2,084,229,823	1,211,521,763	1,105,477,136
Profit before provisions (C=A-B)	2,237,702,074	2,703,015,035	1,481,508,229	1,468,750,147
Provision for investments and Off-Balance Sheet	827,381,300	2,022,658,443	293,826,228	1,438,156,679
Provision for diminution in value of shares	167,517,605	198,821,159	163,917,605	93,185,205
Total Provision (D)	994,898,905	2,221,479,602	457,743,833	1,531,341,884
Profit before taxes (C-D)	1,242,803,169	481,535,433	1,023,764,396	(62,591,737)
Provision for taxation:				
Current tax	595,886,975	159,070,829	463,623,215	(83,791,328)
Deferred tax	-	-	-	-
	595,886,975	159,070,829	463,623,215	(83,791,328)
Profit after tax	646,916,194	322,464,604	560,141,181	21,199,591
Retained earnings brought forward	2,009,440,162	1,884,981,020	2,009,440,162	1,884,981,020
Profit available for appropriation	2,656,356,356	2,207,445,624	2,569,581,343	1,906,180,611
Appropriations:				
Statutory reserve	247,624,196	97,756,566	203,657,614	(15,137,256)
Issue of bonus shares	-	1,283,864,600	-	1,283,864,600
	247,624,196	1,381,621,166	203,657,614	1,268,727,344
Retained earnings carried forward	2,408,732,160	825,824,458	2,365,923,729	637,453,267
Export Import Bank of Bangladesh Limited	2,408,732,174	825,825,679	2,365,923,407	637,452,241
Minority Interest	(14)	(1,221)	322	1,026
	2,408,732,160	825,824,458	2,365,923,729	637,453,267
Consolidated Earnings per ordinary share	0.46	0.23	0.40	0.02


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO



Director



Chairman

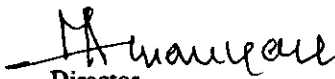
EXPORT IMPORT BANK OF BANGLADESH LIMITED
Consolidated Cash Flow Statement (Un-audited)
for the period ended 30 June 2016

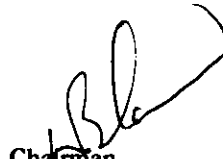
Particulars	June 2016	June 2015
	Taka	Taka
A) Cash flows from operating activities		
Investment income receipts	10,999,063,204	11,536,206,898
Profit paid on deposits, borrowings, etc.	(6,933,385,332)	(8,066,007,562)
Dividend receipts	186,881,696	198,274,097
Fees and commission receipts	827,977,931	979,318,675
Cash payment to employees	(1,335,375,872)	(1,228,471,185)
Cash payment to suppliers	(3,427,564)	523,405
Income tax payments	(1,828,320,847)	(1,152,273,257)
Receipts from other operating activities	332,804,673	320,828,476
Payments for other operating activities	(1,024,244,934)	(711,426,990)
Cash flows before changes in operating assets and liabilities	1,221,972,955	1,876,972,557
Changes in operating assets and liabilities:		
(Increase)/decrease in operating assets/liabilities		
Statutory deposit	-	-
Trading security - shares	(22,160,739)	(38,522,995)
Investments to other banks	-	-
Investments to customers	(15,460,364,187)	(14,749,384,736)
Other assets	(6,490,024,258)	(2,267,466,839)
Deposits from other banks	(68,089,211)	1,274,147,351
Deposits from customers	13,516,407,198	15,517,689,744
Liabilities on account of customers	-	-
Trading liabilities (borrowing)	(25,832,944)	(452,825,605)
Other liabilities	506,757,154	457,340,039
	(8,043,306,987)	(259,023,041)
Net cash from operating activities	(6,821,334,032)	1,617,949,516
B) Cash flows from investing activities:		
Receipts from sale of securities - BGIIB	-	-
Payment for purchase of securities	1,550,000,000	276,000,000
Purchase of fixed assets	(108,238,944)	(132,663,433)
Sale proceeds of fixed assets	5,193,115	418,551
Purchase of Subsidiaries	-	-
Net cash from investing activities	1,446,954,171	143,755,118
C) Cash flows from financing activities		
Receipts from issue of Debt Instruments	-	2,500,000,000
Payment for redemption of Debt Instruments	-	-
Receipts from issue of ordinary share (rights share)	-	-
Dividend paid in cash	-	-
Minority investment in subsidiaries	-	-
Net cash from financing activities	-	2,500,000,000
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)	(5,374,379,861)	4,261,704,634
E) Effect of Exchange rate changes on cash and cash equivalents	2,191,571	(216,769)
F) Cash and cash equivalents at beginning of the year	41,377,750,743	32,066,531,478
G) Cash and cash equivalents at end of the period (D+E+F)	36,005,562,453	36,328,019,343
H) Cash and cash equivalents		
Cash	30,834,821,030	30,382,522,924
Balance with other banks and financial institutions	5,170,741,423	5,945,496,419
	36,005,562,453	36,328,019,343


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director


Chairman

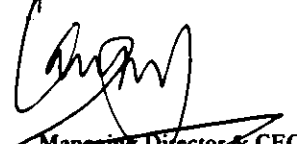
EXPORT IMPORT BANK OF BANGLADESH LIMITED
Consolidated Statement of Changes in Equity (Un-audited)
for the period ended 30 June 2016

Particulars	Paid up capital Taka	Statutory reserve Taka	Revaluation reserve of Fixed Assets Taka	General/Other reserve* Taka	Revaluation Gain/(loss) on Investment Taka	Foreign currency translation gain/(loss) Taka	Retained earnings Taka	Minority Interest Taka	Total Taka
Balance at 1 January 2016	14,122,510,680	6,869,910,585	2,067,771,666	62,775,000	(5,925,266)	2,453,839	2,002,846,021	80,402	25,122,422,927
Changes in accounting policies	-	-	-	-	-	-	-	-	-
Restated Balance	14,122,510,680	6,869,910,585	2,067,771,666	62,775,000	(5,925,266)	2,453,839	2,002,846,021	80,402	25,122,422,927
Surplus/(Deficit) on Account of Revaluation Properties	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) on Account of Revaluation of Investment	-	-	-	-	(3,048,359)	-	-	-	(3,048,359)
Currency translation difference	-	-	-	-	-	(1,354,211)	6,594,141	-	5,239,930
Net Gain and Losses not recognized in the income statement	-	-	-	-	(3,048,359)	(1,354,211)	6,594,141	-	2,191,571
Net Profit for the period	-	-	-	-	-	-	646,916,208	(14)	646,916,194
Stock Dividend paid during the period	-	-	-	-	-	-	-	-	-
Transferred to statutory reserve	-	247,624,196	-	-	-	-	(247,624,196)	-	-
Minority interest	-	-	-	-	-	-	-	-	-
Total Shareholders Equity as on 30 June 2016	14,122,510,680	7,117,534,781	2,067,771,666	62,775,000	(8,973,625)	1,099,628	2,408,732,174	80,388	25,771,530,692
Total Shareholders Equity as on 30 June 2015	14,122,510,680	6,216,070,630	2,067,771,666	62,775,000	3,013,252	1,251,765	825,825,679	89,470	23,299,308,142

*General Reserve/Other Reserve	Jun-16	Jun-15
General Reserve	-	-
Dividend Equalization Account	62,775,000	62,775,000
Total	62,775,000	62,775,000


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director


Chairman

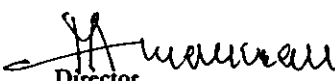
EXPORT IMPORT BANK OF BANGLADESH LIMITED
Balance Sheet (Un-audited)
as at 30 June 2016

	June 2016	December 2015
	Taka	Taka
PROPERTY & ASSETS		
Cash		
In hand (including foreign currency)	2,404,942,368	1,335,925,552
With Bangladesh Bank and its Agent Banks (including foreign currency)	28,415,278,584	24,646,179,045
	30,820,220,952	25,982,104,597
Balance with other banks and financial institutions		
In Bangladesh	2,005,739,849	12,429,955,363
Outside Bangladesh	3,161,195,215	2,943,664,859
	5,166,935,064	15,373,620,222
Placement with banks & other financial institutions		
	500,000,000	500,000,000
Investments in shares and securities		
Government	8,689,051,038	10,239,051,038
Others	7,953,865,834	7,953,865,834
	16,642,916,872	18,192,916,872
Investments		
General investments etc.	202,188,044,162	188,979,896,608
Bills purchased and discounted	9,556,801,937	7,331,522,761
	211,744,846,099	196,311,419,369
Fixed assets including premises		
	5,620,115,776	5,633,472,614
Other assets		
	9,505,551,646	2,659,993,873
Non-banking assets		
Total assets	280,000,586,409	264,653,527,547
LIABILITIES & CAPITAL		
Liabilities		
Placement from banks & other financial institutions	-	25,832,944
Deposits and other accounts		
Mudaraba savings deposits	14,236,982,878	12,399,415,064
Mudaraba term deposits	135,521,973,565	130,999,726,543
Other Mudaraba Deposits	55,820,669,203	60,115,071,608
Al wadeeah current and other deposit accounts	30,814,305,158	20,063,089,901
Bills payable	2,754,463,289	1,487,234,723
	239,148,394,093	225,064,537,839
Mudaraba Subordinated Bond		
	2,500,000,000	2,500,000,000
Other liabilities		
	12,406,808,275	11,765,125,308
Total liabilities	254,055,202,368	239,355,496,091
Capital/shareholders' equity		
Paid up capital	14,122,510,680	14,122,510,680
Statutory reserve	7,117,534,781	6,869,910,585
Other reserves	2,130,546,666	2,130,546,666
Retained earnings	2,574,791,914	2,175,063,525
Total shareholders' equity	25,945,384,041	25,298,031,456
Total liabilities and shareholders' equity	280,000,586,409	264,653,527,547
Off balance sheet items		
Contingent liabilities:		
Acceptance and endorsements -		
Letters of guarantee	4,506,524,697	3,878,124,923
Irrevocable letters of credit	23,352,268,178	24,819,040,252
Bills for collection	3,819,596,862	3,196,782,335
Other contingent liabilities	38,078,426,437	37,958,537,494
Total contingent liabilities	69,756,816,174	69,852,485,004
Other commitments	-	-
Total off balance sheet items	69,756,816,174	69,852,485,004


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director


Chairman


EXPORT IMPORT BANK OF BANGLADESH LIMITED
Profit and Loss Account (Un-audited)
for the period ended 30 June 2016

Particulars	Jan- Jun 2016	Jan- Jun 2015	Apr- Jun 2016	Apr- Jun 2015
	Taka	Taka	Taka	Taka
Investment income	10,918,932,425	11,474,048,471	5,591,616,012	5,792,817,404
Profit paid on deposits, borrowings, etc.	(7,562,698,549)	(8,210,625,277)	(3,700,764,810)	(4,150,417,263)
Net investment income	3,356,233,876	3,263,423,194	1,890,851,202	1,642,400,141
Income from investment in shares/securities	182,310,353	204,411,302	166,792,254	203,211,870
Commission, exchange and brokerage	816,004,905	968,084,664	392,619,412	521,244,569
Gain on sale of investment in shares	-	-	-	-
Other operating income	333,085,657	316,864,932	225,024,719	187,649,400
Total operating income (A)	4,687,634,791	4,752,784,092	2,675,287,587	2,554,505,980
Operating expenses				
Salaries and allowances	1,324,392,567	1,219,458,018	686,606,919	708,481,660
Rent, taxes, insurance, electricity etc.	265,209,056	242,140,056	158,357,877	86,069,488
Legal expenses	4,865,933	24,726,097	3,459,603	1,162,012
Postage, stamp, telegram, telephone etc.	39,863,944	36,817,621	19,361,088	17,665,518
Auditors fees	-	-	-	-
Stationery, printing, advertisement, etc.	100,414,119	91,682,535	41,739,870	42,268,568
Managing Director's remuneration	7,564,000	5,528,000	3,002,000	2,506,000
Managing Director's fees	-	-	-	-
Directors' fees and expenses	1,089,904	729,466	663,679	511,082
Shariah Supervisory Committee's Fees & Expenses	291,200	159,480	169,270	60,280
Charges on Investment Losses	-	-	-	-
Depreciation on and repairs to Bank's property	120,814,251	118,119,855	60,749,405	59,584,459
Zakat expenses	87,478,402	-	-	-
Other expenses	516,898,856	330,347,223	229,363,882	179,515,193
Total operating expenses (B)	2,468,882,232	2,069,708,351	1,203,473,593	1,097,824,260
Profit before provisions (C=A-B)	2,218,752,559	2,683,075,741	1,471,813,994	1,456,681,720
Provision for investments and Off-Balance Sheet Exposures	821,758,158	2,005,868,315	294,652,501	1,438,155,705
Provision for diminution in value of shares	158,873,423	188,424,598	158,873,423	94,212,299
Total Provision (D)	980,631,581	2,194,292,913	453,525,924	1,532,368,004
Profit before taxes (C-D)	1,238,120,978	488,782,828	1,018,288,070	(75,686,284)
Provision for taxation:				
Current tax	590,768,393	152,781,888	461,061,930	(87,117,485)
Deferred tax	-	-	-	-
	590,768,393	152,781,888	461,061,930	(87,117,485)
Profit after tax	647,352,585	336,000,940	557,226,140	11,431,201
Retained earnings brought forward	2,175,063,525	2,017,784,837	2,175,063,525	2,017,784,837
Profit available for appropriation	2,822,416,110	2,353,785,777	2,732,289,665	2,029,216,038
Appropriations:				
Statutory reserve	247,624,196	97,756,566	203,657,614	(15,137,256)
Issue of bonus shares	-	1,283,864,600	-	1,283,864,600
	247,624,196	1,381,621,166	203,657,614	1,268,727,344
Retained earnings carried forward	2,574,791,914	972,164,611	2,528,632,051	760,488,694
Earnings per ordinary share	0.46	0.24	0.39	0.01


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director


Chairman


EXPORT IMPORT BANK OF BANGLADESH LIMITED
Cash Flow Statement (Un-audited)
for the period ended 30 June 2016

Particulars	June 2016	June 2015
	Taka	Taka
A) Cash flows from operating activities		
Investment income receipts	10,994,727,316	11,531,916,518
Profit paid on deposits, borrowings, etc.	(6,942,212,624)	(8,077,577,341)
Dividend receipts	182,310,316	195,166,388
Fees and commission receipts	816,004,905	968,084,664
Cash payment to employees	(1,331,956,567)	(1,224,986,018)
Cash payment to suppliers	(3,427,564)	523,405
Income tax payments	(1,817,787,392)	(1,135,167,156)
Receipts from other operating activities	327,973,997	316,569,589
Payments for other operating activities	(1,032,961,926)	(740,982,248)
Cash flows before changes in operating assets and liabilities	1,192,670,461	1,833,547,801
Changes in operating assets and liabilities:		
(Increase)/decrease in operating assets/liabilities		
Statutory deposit	-	-
Trading security - shares	37	(6,956,619)
Investments to other banks	-	-
Investments to customers	(15,443,553,467)	(14,725,246,546)
Other assets	(6,501,076,603)	(2,269,458,559)
Deposits from other banks	(68,089,211)	1,274,147,351
Deposits from customers	13,531,459,540	15,495,241,746
Liabilities on account of customers	-	-
Trading liabilities (borrowing)	(25,832,944)	(452,825,605)
Other liabilities	481,348,625	462,631,076
	(8,025,744,023)	(222,467,156)
Net cash from operating activities	(6,833,073,562)	1,611,080,645
B) Cash flows from investing activities:		
Receipts from sale of securities - BGIIB	-	-
Payment for purchase of securities	1,550,000,000	276,000,000
Purchase of fixed assets	(90,688,356)	(118,109,432)
Sale proceeds of fixed assets	5,193,115	418,551
Purchase of Subsidiaries	-	-
Net cash from investing activities	1,464,504,759	158,309,119
C) Cash flows from financing activities		
Receipts from issue of Debt Instruments	-	2,500,000,000
Payment for redemption of Debt Instruments	-	-
Receipts from issue of Ordinary Share/Right Share	-	-
Dividend paid in Cash	-	-
Net cash from financing activities	-	2,500,000,000
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)	(5,368,568,803)	4,269,389,764
E) Effect of Exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	41,355,724,819	32,048,365,778
G) Cash and cash equivalents at end of the period (D+E+F)	35,987,156,016	36,317,755,542
H) Cash and cash equivalents		
Cash	30,820,220,952	1,548,992,631
Balance with other banks and financial institutions	5,166,935,064	34,768,762,911
	35,987,156,016	36,317,755,542


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director

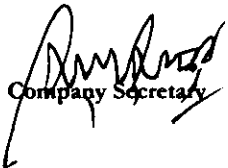

Chairman


EXPORT IMPORT BANK OF BANGLADESH LIMITED
Statement of Changes in Equity (Un-audited)
for the period ended 30 June 2016

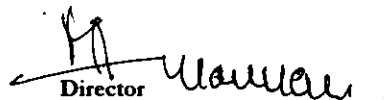
Particulars	Paid up capital	Statutory reserve	Revaluation reserve of Fixed Assets	General/ Other Reserves*	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Balance at 1 January 2016	14,122,510,680	6,869,910,585	2,067,771,666	62,775,000	2,175,063,525	25,298,031,456
Changes in accounting policies	-	-	-	-	-	-
Restated Balance	14,122,510,680	6,869,910,585	2,067,771,666	62,775,000	2,175,063,525	25,298,031,456
Surplus/(Deficit) on Account of Revaluation Properties	-	-	-	-	-	-
Surplus/(Deficit) on Account of Revaluation of Investment	-	-	-	-	-	-
Currency translation difference	-	-	-	-	-	-
Net Gain and Losses not recognized in the income	-	-	-	-	-	-
Profit for the period	-	-	-	-	647,352,585	647,352,585
Stock Dividend paid during the period	-	-	-	-	-	-
Transferred to statutory reserve	-	247,624,196	-	-	(247,624,196)	-
Total Shareholders Equity as on 30 June 2016	14,122,510,680	7,117,534,781	2,067,771,666	62,775,000	2,574,791,914	25,945,384,041
Total Shareholders Equity as on 30 June 2015	14,122,510,680	6,216,070,630	2,067,771,666	62,775,000	972,164,611	23,441,292,587

*General Reserve/Other Reserve	Jun-16	Jun-15
General Reserve	-	-
Dividend Equalization Account	62,775,000	62,775,000
Total	62,775,000	62,775,000


Deputy Managing Director & CFO


Company Secretary


Managing Director & CEO


Director


Chairman

Export Import Bank of Bangladesh Limited

Notes to the Financial Statements

For the period ended 30 June 2016

1.0 Status of the Bank

1.01 Legal Form of the Bank

Export Import Bank of Bangladesh Limited was incorporated in Bangladesh on 02 June 1999 as Banking Company under the Companies Act 1994. The Bank converted its banking operation into Islamic Banking based on Islamic Shariah from traditional banking operation on 01 July 2004 after obtaining approval from Bangladesh Bank. The Bank went for public issue of shares in the year 2004 and its shares are listed with Dhaka Stock Exchange and Chittagong Stock Exchange.

1.02 Nature of Business

The commercial banking activities of the Bank consist of services including mobilizing deposits, providing investment facilities, discounting bills, conducting money transfer, foreign exchange transactions and providing services like safe keeping, issuing guarantees, acceptances and letters of credit etc.

The Bank carries out its banking activities through 105 (One hundred five) Branches operating as per Islamic Shariah in the country.

1.03 Subsidiaries

The subsidiary companies of the Bank namely EXIM Exchange Company (UK) Ltd., EXIM Exchange Company (Canada) Ltd. and EXIM Islami Investment Ltd. (EIIL) for conducting specified services to the customers. 2 (Two) foreign subsidiaries are fully owned by the bank to help expediting remittance flow in the country. EXIM Islami Investment Limited (EIIL), the only local subsidiary where Bank owns 99.99% share with substantial control and rest 0.01% is minority interest. EXIM Islami Investment Limited (EIIL) carries out merchant banking activities and conducting specified services to the customers.

1.04 Off-shore Banking Unit

Off-shore Banking Units (OBUs) of Export Import Bank of Bangladesh Limited was established under the rules and guidelines of Bangladesh Bank. The Bank obtained Off-shore Banking Unit permission vide letter no. BRPD (P-3)744(118)/2010-3861 & BRPD (P-3)744(118)/2015-6018 dated 31 August 2010 & 11 August 2015 respectively. Bank commenced the Off-shore Banking Units (OBUs) services from April 2012. Two Off-shore Banking Units (OBUs) are located at Dhaka (Motijheel & Gulshan) and another one is at Chittagong. OBUs maintain separate accounts in US Dollar.

2.0 Significant Accounting Policies

2.01 Basis of preparation

The operations of Export Import Bank of Bangladesh Limited and its subsidiaries are governed in compliance with the rules of Islamic Shariah. The consolidated financial statements and the separate financial statements of the Bank have been prepared basically as per provisions of the "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No. 15 dated 09 November 2009 with reference to the provisions

Export Import Bank of Bangladesh Limited

Notes to the Financial Statements

For the period ended 30 June 2016

of the Bank Company Act, 1991 as amended up to 2013 & Bangladesh Bank's other circulars/instructions and in accordance with International Financial Reporting Standards (IFRSs) adopted as Bangladesh Financial Reporting Standards (BFRSs) by the Institute of Chartered Accountants of Bangladesh (ICAB); the Companies Act, 1994; the Securities and Exchange Rules 1987; Dhaka and Chittagong Stock Exchanges' Listing Regulations and other laws and rules applicable in Bangladesh.

In case the requirement of guidelines and circulars issued by Bangladesh Bank differ with those of other regulatory authorities and financial reporting standards, the guidelines and circulars issued by Bangladesh Bank prevails.

2.02 Investment and Provision

Investments are stated in the Balance Sheet net off unearned income. Provisions for investments are made as per instructions contained in relevant Circulars of Bangladesh Bank.

2.03 Provision for diminution in value of shares

Provision for investment in share is made on the basis of period-end review by the management and instructions from regulatory authorities.

2.04 Provision for corporate tax

Provision for current tax has been made in the accounts @ 40% as per Finance Act 2016 of the accounting profit made by the Bank.

2.05 Off-balance sheet items

Off balance sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines. Provisions on off balance sheet items have been made as per Bangladesh Bank Circular.

2.06 Earnings per share

Earnings per share (EPS) have been computed by dividing the basic earnings by the number of Ordinary Shares being calculated as per BAS-33. Previous year's figures have been adjusted as per Guidelines of BAS-33.

2.07 Cash flow statement

Cash flow statement is prepared in accordance with BAS-7 "Cash Flow Statement" and the cash flow from operating activities has been presented under direct method as prescribed by the Securities and Exchange Rules 1987.

2.08 Reporting period

These Financial Statements cover the period from 1 January 2016 to 30 June 2016.