

## AUDITOR'S REPORT

### TO THE SHAREHOLDERS OF EXPORT IMPORT BANK OF BANGLADESH LIMITED

We have audited the accompanying consolidated financial statements of Export Import Bank of Bangladesh Limited and its subsidiaries, which comprises the consolidated balance sheet as at 31 December 2012 and the related consolidated profit and loss account, consolidated cash flow statement, consolidated statement of changes in equity and consolidated statement of liquidity for the year then ended and a summary of significant accounting policies and other explanatory notes.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), Bank Companies Act 1991, the rules and regulations issued by the Bangladesh Bank, the Companies Act 1994, the Securities and Exchanges Rules 1987, Principles of Islamic Shariah and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### Auditors' Responsibility

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

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

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

#### Opinion:

In our opinion, the consolidated financial statements prepared in accordance with Bangladesh Financial Reporting Standards, give a true and fair view of the state of the bank's affairs as at 31 December 2012 and of the results of its operations and its cash flows for the year then ended and comply with the Bank Companies Act 1991, the rules and regulations issued by the Bangladesh Bank, the Companies Act 1994, the Securities and Exchange Rules 1987, Principles of Islamic Shariah and other applicable laws and regulations.



**Further to our opinion in the above paragraph, we state 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) in our opinion, proper books of account as required by law have been kept by Export Import Bank of Bangladesh Limited so far as it appeared from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- (iii) the Export Import Bank of Bangladesh Limited's Balance Sheet and Profit and Loss Account together with the annexed notes 1 to 49 dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditure incurred was for the purposes of the Export Import Bank of Bangladesh Limited's business;
- (v) the financial position of Export Import Bank of Bangladesh Limited as at 31 December 2012 and the profit for the year then ended have been properly reflected in the financial statements and the financial statements have been prepared in accordance with the generally accepted accounting principles;
- (vi) the financial statements have been drawn up in conformity with the Bank Companies Act, 1991 and in accordance with the accounting rules and regulations issued by the Bangladesh Bank;
- (vii) the financial statements conform to the prescribed standards set in the accounting regulations issued by the Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- (viii) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (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) it appeared from our test checks that the internal control system was satisfactory and adequate to prevent probable frauds and forgeries;
- (xii) cash reserve requirement (CRR) and statutory liquidity reserve (SLR) with Bangladesh bank have been maintained as per rule;
- (xiii) the capital adequacy ratio (CAR), as required by law, has been maintained adequately during the year;
- (xiv) as far as it was revealed from our test checks, the existing rules, regulations and procedure for sanctioning and disbursement of investment have been followed properly;
- (xv) the Bank has no overseas branches but has three exchange houses abroad;
- (xvi) 80% of the risk-weighted assets have been audited; and
- (xvii) we have spent approximately 3,900 person hours for the audit of books and accounts of the Bank.

Dhaka  
Date: 29. 05. 2013

  
**Pinaki & Company**  
Chartered Accountants



IAS 1.10 (a)  
IAS 1.51 (c)**Consolidated Balance Sheet** as at 31 December 2012IAS 1.113  
IAS 1.38, 39

Notes

Taka

2012

2011

**PROPERTY & ASSETS**

IAS 1.54 (i), 7.7

**Cash :**

In hand (including foreign currency)

3 (a)

1,314,251,466

948,773,916

Balance with Bangladesh Bank and its Agent Banks  
(including foreign currency)

3 (b)

24,866,509,519

13,964,278,341

**26,180,760,985****14,913,052,257**

IAS 1.54 (d)

**Balance with other banks and financial institutions**

4 (a)

In Bangladesh

6,186,227,238

3,882,017,395

Outside Bangladesh

2,768,122,145

1,414,527,197

**8,954,349,383****5,296,544,592**

IAS 1.54 (i)

**Placement with banks & other financial institutions**

5

-

-

IAS 1.54 (b)

**Investments in shares and securities**

6 (a)

Government

3,263,708,330

2,763,708,330

Others

7,081,674,745

3,970,320,439

**10,345,383,075****6,734,028,769**

IAS 39.9, IFRS 7.8 (c)

**Investments**

7(a)

General investments etc.

115,805,715,527

96,855,012,694

Bills purchased and discounted

3,554,351,738

3,999,007,171

**119,360,067,265****100,854,019,865**

IAS 1.54 (a)

**Fixed assets including premises**

8 (a)

439,482,675

472,209,683

IAS 1.55, 1.57 (a)

**Other assets**

9 (a)

1,717,886,434

1,439,961,675

IAS 1.55, 1.57 (a)

**Non-banking assets**

10

-

-

**Total assets****166,997,929,817****129,709,816,841****LIABILITIES & CAPITAL****Liabilities**

IAS 1.54 (k)

**Placement from banks & other financial institutions**

11

4,300,000,000

3,450,000,000

IAS 1.54 (m)

**Deposits and other accounts**

Mudaraba savings deposits

12.3

6,038,002,361

5,461,081,193

Mudaraba term deposits

12.4 (a)

90,136,641,065

65,776,569,258

Other mudaraba deposits

12.1 (a)

25,180,642,319

21,633,784,660

Al Wadeeah current and other deposit accounts

12.2 (a)

17,073,089,857

13,717,312,688

Bills payable

12.5 (a)

1,597,046,903

926,550,798

**140,025,422,505****107,515,298,597**

IAS 1.55, 1.57 (a)

**Other liabilities**

13 (a)

6,122,305,295

4,275,035,477

**Total liabilities****150,447,727,800****115,240,334,074****Capital/shareholders' equity**

IAS 1.54 (r), 1.78 (e)

Paid up capital

14.2

10,514,861,660

9,223,562,860

IAS 1.54 (r), 1.78 (e)

Statutory reserve

15

4,587,465,775

3,849,775,919

IAS 1.54 (r), 1.78 (e)

Other reserves

16

62,775,000

62,775,000

IAS 21.32

Foreign currency translation adjustment

17 (a)

17,708,229

11,716,177

IAS 1.54 (r), 1.78 (e)

Retained earnings

18(a)

1,367,293,534

1,321,550,384

**EXIM Bank shareholders' equity****16,550,104,198****14,469,380,340**

IAS 27.33

Minority Interest

19

97,819

102,427

**Total shareholders' equity****16,550,202,017****14,469,482,767****Total liabilities and shareholders' equity****166,997,929,817****129,709,816,841**

IAS 1.10 (a)  
IAS 1.51 (c)

## Consolidated Balance Sheet as at 31 December 2012

IAS 1.113  
IAS 1.55  
IAS 37.28, 37.86

### Off balance sheet items

#### Contingent liabilities:

Acceptance and endorsements -

Letters of guarantee

Irrevocable letters of credit

Bills for collection

Other contingent liabilities

Total contingent liabilities

Other commitments

**Total off balance sheet items**

Notes	Taka	
	2012	2011
20		
20.1	3,667,283,774	3,923,644,884
20.2	18,331,133,277	15,239,815,112
20.3	2,375,795,416	2,590,679,299
20.4	39,576,271,160	33,175,780,264
	<u>63,950,483,627</u>	<u>54,929,919,559</u>
	<u><b>63,950,483,627</b></u>	<u><b>54,929,919,559</b></u>

The annexed notes 1 to 49 and annexures A-D form an integral part of these financial statements.

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

See annexed Auditor's Report to the shareholders of date

Signed in terms of our separate report of even date

Dhaka,  
Date : 29. 05. 2013

  
**PINAKI & COMPANY**  
Chartered Accountants



IAS 1.10 (b)  
IAS 1.51 (c)

## Consolidated Profit and Loss Account for the year ended 31 December 2012

IAS 1.113  
IAS 1.38, 39

Particulars	Notes	Taka	
		2012	2011
Investment income	23(a)	17,283,330,742	13,266,077,269
Profit paid on deposits, borrowings, etc.	24(a)	(12,228,664,694)	(9,339,884,935)
<b>Net investment income</b>		<b>5,054,666,048</b>	<b>3,926,192,334</b>
Income from investment in shares/securities	25(a)	138,120,503	99,745,891
Commission, exchange and brokerage	26(a)	2,070,731,029	1,914,082,722
Gain on sale of investment in shares		51,467,200	-
Other operating income	27(a)	802,080,203	675,060,237
<b>Total operating income (A)</b>		<b>8,117,064,983</b>	<b>6,615,081,184</b>
<b>Operating expenses</b>			
Salaries and allowances	28(a)	1,475,414,349	1,338,511,684
Rent, taxes, insurance, electricity etc.	29(a)	274,271,388	214,630,630
Legal expenses	30(a)	38,277,696	9,345,446
Postage, stamp, telegram, telephone etc.	31(a)	66,565,319	67,963,092
Auditor's fees	32(a)	1,916,685	3,305,582
Stationery, printing, advertisement, etc.	33(a)	123,360,905	103,852,471
Managing Director's remuneration		8,088,387	8,986,135
Managing Director's fees		-	-
Directors' fees and expenses	34(a)	2,291,071	2,382,190
Shariah Supervisory Committee's Fees & Expenses	35	256,736	308,611
Charges on Investment Losses		-	-
Depreciation on and repairs to Bank's property	36(a)	160,452,801	148,557,159
Zakat expenses		102,409,570	83,883,260
Other expenses	37(a)	569,576,545	547,697,143
<b>Total operating expenses (B)</b>		<b>2,822,881,452</b>	<b>2,529,423,403</b>
<b>Profit before provisions (C = A-B)</b>		<b>5,294,183,531</b>	<b>4,085,657,781</b>
Provision for investments	38(a)	937,200,819	217,903,636
Provision for Off balance sheet exposures	40	90,205,640	17,888,196
Provision for Off-Shore Banking Units (OBU)	39	8,088,929	-
Provision for diminution in value of shares		644,788,890	311,860,666
<b>Total Provision (D)</b>		<b>1,680,284,278</b>	<b>547,652,498</b>
<b>Profit before taxes (C-D)</b>		<b>3,613,899,253</b>	<b>3,538,005,283</b>
<b>Provision for taxation:</b>			
Current tax	13.3.1 (a)	1,530,817,994	1,520,289,616
Deferred tax		-	-
		<b>1,530,817,994</b>	<b>1,520,289,616</b>
<b>Profit after tax</b>		<b>2,083,081,259</b>	<b>2,017,715,667</b>
Retained earnings brought forward	18(a1)	1,313,196,323	2,390,143,482
<b>Profit available for appropriation</b>		<b>3,396,277,582</b>	<b>4,407,859,149</b>
<b>Appropriations:</b>			
Statutory reserve		737,689,856	695,012,268
Issue of bonus shares		1,291,298,800	2,391,294,070
		<b>2,028,988,656</b>	<b>3,086,306,338</b>
<b>Retained earnings carried forward</b>		<b>1,367,288,926</b>	<b>1,321,552,811</b>
Export Import Bank of Bangladesh Limited		1,367,293,534	1,321,550,384
Minority Interest		(4,608)	2,427
		<b>1,367,288,926</b>	<b>1,321,552,811</b>
<b>Earnings per ordinary share</b>	41(a)	<b>1.98</b>	<b>1.92</b>

The annexed notes 1 to 49 and annexures A-D form an integral part of these financial statements.

Chairman

Director

Director

Managing Director &amp; CEO

Dhaka

Dated 29. 05. 2013

Pinaki & Company  
Chartered Accountants



IAS 1.10 (d)  
IAS 1.51 (c)

# Consolidated Cash Flow Statement for the year ended 31 December 2012

IAS 1.38, 39

IAS 7.10

IAS 7.31

IAS 7.31

IAS 7.31

IAS 7.14 (b)

IAS 7.14 (d)

IAS 7.14 (c)

IAS 7.35

IAS 7.14 (b)

IAS 7.14 (c)

IAS 7.19(b)

IAS 7.10

IAS 7.16 (d)

IAS 7.16 (c)

IAS 7.16 (a)

IAS 7.16 (b)

IAS 7.16 (c)

IAS 7.10

IAS 7.17(c)

IAS 7.17(d)

IAS 7.17 (a)

IAS 7.17 (a)

IAS 7.31

IAS 7.50 (d)

IAS 7.30

IAS 7.45

## Particulars

### A) Cash flows from operating activities

Investment income receipts	17,418,067,589
Profit paid on deposits, borrowings, etc.	(11,683,495,242)
Dividend receipts	75,751,667
Fees and commission receipts	2,070,731,029
Cash payment to employees	(1,483,502,736)
Cash payment to suppliers	(5,600,822)
Income tax payments	(1,839,370,986)
Receipts from other operating activities	846,842,257
Payments for other operating activities	(1,200,016,767)
<b>Cash flows before changes in operating assets and liabilities</b>	<b>4,199,405,989</b>

### Changes in operating assets and liabilities:

(Increase)/decrease in operating assets/liabilities

Statutory deposit	-	-
Trading security - shares	(3,101,222,317)	(2,201,610,857)
Investments to other banks	-	-
Investments to customers	(18,506,138,315)	(6,362,363,513)
Other assets	(354,823,937)	478,597,568
Deposits from other banks	3,699,780,389	(1,665,783,773)
Deposits from customers	28,265,174,067	13,873,077,968
Liabilities on account of customers	-	-
Trading liabilities (borrowing)	850,000,000	1,797,732,067
Other liabilities	475,629,447	136,603,158
	<b>11,328,399,334</b>	<b>6,056,252,618</b>

### Net cash from operating activities

**15,527,805,323**

**8,847,151,598**

### B) Cash flows from investing activities:

Receipts from sale of securities - BGIIB	-
Payment for purchase of securities	(500,000,000)
Purchase of fixed assets	(106,890,172)
Sale proceeds of fixed assets	6,960,377
Purchase of Subsidiaries	-
<b>Net cash from investing activities</b>	<b>(599,929,795)</b>

(1,708,330)

(133,479,551)

557,716

-

**(134,630,165)**

### C) Cash flows from financing activities

Receipts from issue of Debt Instruments	-
Payment for redemption of Debt Instruments	-
Receipts from issue of ordinary share (rights share)	-
Dividend paid in cash	-
Minority investment in subsidiaries	-
<b>Net cash from financing activities</b>	<b>-</b>

### D) Net increase/(decrease) in cash and cash equivalents (A + B + C)

**14,927,875,528**

**8,712,521,433**

### E) Effect of Exchange rate changes on cash and cash equivalents

(2,362,009)

5,038,067

### F) Cash and cash equivalents at beginning of the year

20,209,596,849

11,492,037,349

### G) Cash and cash equivalents at end of the year (D + E + F)

**35,135,110,368**

**20,209,596,849**

### H) Cash and cash equivalents

Cash	26,180,760,985
Balance with other banks and financial institutions	8,954,349,383
	<b>35,135,110,368</b>

14,913,052,257

5,296,544,592

**20,209,596,849**

  
Chairman

  
Director

  
Director

  
Managing Director & CEO



# Consolidated Statement of Changes in Equity for the year ended 31 December 2012

IAS 1.106 (b)

IAS 1.106

IFRIC 1.6 (a)

IFRIC 1.6 (a)

IFRIC 1.6 (a)

IFRIC 1.6 (a)

IAS 1.106 (a)

IAS 1.107

IAS 1.106 (d)

Particulars	Paid up capital Taka	Statutory reserve 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 2012	9,223,562,860	3,849,775,919	62,775,000	12,801,315	(1,085,138)	1,321,550,384	102,427	14,469,482,767
Changes in accounting policies/last year profit	-	-	-	-	-	(6,455,944)	-	(6,455,944)
<b>Restated Balance</b>	<b>9,223,562,860</b>	<b>3,849,775,919</b>	<b>62,775,000</b>	<b>12,801,315</b>	<b>(1,085,138)</b>	<b>1,315,094,440</b>	<b>102,427</b>	<b>14,463,026,823</b>
Surplus/(Deficit) on Account of Revaluation Properties	-	-	-	-	-	-	-	-
Surplus/(Deficit) on Account of Revaluation of Investment	-	-	-	4,833,332	-	-	-	4,833,332
Currency translation difference	-	-	-	-	1,158,720	(1,898,117)	-	(739,397)
<b>Net Gain and Losses not recognized in the income statement</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,833,332</b>	<b>1,158,720</b>	<b>(1,898,117)</b>	<b>-</b>	<b>4,093,935</b>
Net Profit for the year	-	-	-	-	-	2,083,085,867	(4,608)	2,083,081,259
Stock Dividend paid during the year	1,291,298,800	-	-	-	-	(1,291,298,800)	-	-
Transferred to statutory reserve	-	737,689,856	-	-	-	(737,689,856)	-	-
Minority interest	-	-	-	-	-	-	-	-
<b>Total Shareholders Equity as on 31 December 2012</b>	<b>10,514,861,660</b>	<b>4,587,465,775</b>	<b>62,775,000</b>	<b>17,634,647</b>	<b>73,582</b>	<b>1,367,293,534</b>	<b>97,819</b>	<b>16,550,202,017</b>
Add: General Provision for Unclassified (standard) Investment								932,944,211
Add: Provision for Off balance sheet Exposures								639,504,836
<b>Total Equity as on 31 December 2012</b>								<b>18,122,651,064</b>

*General Reserve/Other Reserve	2012	2011
General Reserve	-	-
Dividend Equalization Account	62,775,000	62,775,000
<b>Total</b>	<b>62,775,000</b>	<b>62,775,000</b>

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

## Consolidated Statement of Liquidity (Maturity Analysis of Assets and Liabilities) as at 31 December 2012

Particulars	Within one month	Within one to three months	Within three to twelve months	Within one to five years	More than five years	Total Taka
<b>Assets</b>						
Cash	18,855,222,785	-	-	-	7,325,538,200	26,180,760,985
Balance with other banks and financial institutions	4,354,349,383	1,000,000,000	3,600,000,000	-	-	8,954,349,383
Placement with other banks and financial institutions	-	-	-	-	-	-
Investments (shares and securities)	6,879,415,680	-	-	3,250,000,000	215,967,395	10,345,383,075
Investments (general etc.)	10,397,888,313	5,551,572,661	61,724,649,217	23,577,716,828	18,108,240,246	119,360,067,265
Fixed assets including Premises (Land & Building)	-	-	-	286,278,591	153,204,084	439,482,675
Other assets	266,769,669	339,309,015	1,105,003,292	-	6,804,458	1,717,886,434
Non-banking assets	-	-	-	-	-	-
<b>Total assets</b>	<b>40,753,645,830</b>	<b>6,890,881,676</b>	<b>66,429,652,509</b>	<b>27,113,995,419</b>	<b>25,809,754,383</b>	<b>166,997,929,817</b>
<b>Liabilities</b>						
Placement from other banks, and other financial institutions	1,550,000,000	2,000,000,000	750,000,000	-	-	4,300,000,000
Deposits and other accounts	59,012,019,360	26,553,978,485	38,274,278,759	10,940,672,633	5,244,473,268	140,025,422,505
Provisions and other liabilities	203,474,295	750,745	1,711,543,982	3,419,198,731	787,337,542	6,122,305,295
<b>Total liabilities</b>	<b>60,765,493,655</b>	<b>28,554,729,230</b>	<b>40,735,822,741</b>	<b>14,359,871,364</b>	<b>6,031,810,810</b>	<b>150,447,727,800</b>
<b>Net liquidity difference</b>	<b>(20,011,847,825)</b>	<b>(21,663,847,554)</b>	<b>25,693,829,768</b>	<b>12,754,124,055</b>	<b>19,777,943,573</b>	<b>16,550,202,017</b>



IAS 1.10 (a)  
IAS 1.51 (c)**Balance Sheet** as at 31 December 2012

IAS 1.113 IAS 1.38, 39		Notes	Taka	
			2012	2011
<b>PROPERTY &amp; ASSETS</b>				
IAS 1.54 (i), 7.7	<b>Cash</b>	3		
	In hand (including foreign currency)		1,256,309,598	939,991,945
	Balance with Bangladesh Bank and its Agent Banks (including foreign currency)		24,866,509,519	13,964,278,341
			<b>26,122,819,117</b>	<b>14,904,270,286</b>
IAS 1.54 (d)	<b>Balance with other banks and financial institutions</b>	4		
	In Bangladesh		6,186,227,238	3,882,017,395
	Outside Bangladesh		2,746,578,779	1,400,339,005
			<b>8,932,806,017</b>	<b>5,282,356,400</b>
IAS 1.54 (i)	<b>Placement with banks &amp; other financial institutions</b>	5	-	-
IFRS 1.54 (b)	<b>Investments in shares and securities</b>	6		
	Government		3,263,708,330	2,763,708,330
	Others		8,050,886,317	4,890,056,290
			<b>11,314,594,647</b>	<b>7,653,764,620</b>
IAS 39.9, IFRS 7.8 (c)	<b>Investments</b>	7.2		
	General investments etc.		114,665,641,259	95,700,620,485
	Bills purchased and discounted		3,554,351,738	3,999,007,171
			<b>118,219,992,997</b>	<b>99,699,627,656</b>
IAS 1.54 (a)	<b>Fixed assets including premises</b>	8	433,091,621	467,981,225
IAS 1.55, 1.57 (a)	<b>Other assets</b>	9	2,033,321,720	1,866,423,976
IAS 1.55, 1.57 (a)	<b>Non-banking assets</b>	10	-	-
	<b>Total assets</b>		<b>167,056,626,119</b>	<b>129,874,424,163</b>
<b>LIABILITIES &amp; CAPITAL</b>				
<b>Liabilities</b>				
IAS 1.54 (k)	<b>Placement from banks &amp; other financial institutions</b>	11	4,300,000,000	3,450,000,000
IAS 1.54 (m)	<b>Deposits and other accounts</b>			
	Mudaraba savings deposits	12.3	6,038,002,361	5,461,081,193
	Mudaraba term deposits	12.4	90,462,187,026	66,067,864,576
	Other Mudaraba Deposits	12.1	25,194,565,446	21,697,201,006
	Al Wadeeah current and other deposit accounts	12.2	17,081,530,155	13,733,096,041
	Bills payable	12.5	1,593,372,169	921,963,085
			<b>140,369,657,157</b>	<b>107,881,205,901</b>
IAS 1.55, 1.57 (a)	<b>Other liability</b>	13	5,745,112,830	4,058,993,415
	<b>Total liabilities</b>		<b>150,414,769,987</b>	<b>115,390,199,316</b>
<b>Capital/shareholders' equity</b>				
IAS 1.54 (r), 1.78 (e)	<b>Paid up capital</b>	14.2	10,514,861,660	9,223,562,860
IAS 1.54 (r), 1.78 (e)	<b>Statutory reserve</b>	15	4,587,465,775	3,849,775,919
IAS 1.54 (r), 1.78 (e)	<b>Other reserves</b>	16	62,775,000	62,775,000
IAS 1.54 (r), 1.78 (e)	<b>Retained earnings</b>	18	1,476,753,697	1,348,111,068
	<b>Total shareholders' equity</b>		<b>16,641,856,132</b>	<b>14,484,224,847</b>
	<b>Total liabilities and shareholders' equity</b>		<b>167,056,626,119</b>	<b>129,874,424,163</b>

IAS 1.10 (a)  
IAS 1.51 (c)

## Balance Sheet as at 31 December 2012

IAS 1.113  
IAS 1.55  
IAS 37.28, 37.86

### Off balance sheet items

Contingent liabilities:  
Acceptance and endorsements -  
Letters of guarantee  
Irrevocable letters of credit  
Bills for collection  
Other contingent liabilities  
**Total contingent liabilities**  
Other commitments  
**Total off balance sheet items**

Notes	TAKA	
	2012	2011
20		
20.1	3,667,283,774	3,923,644,884
20.2	18,331,133,277	15,239,815,112
20.3	2,375,795,416	2,590,679,299
20.4	39,576,271,160	33,175,780,264
	<b>63,950,483,627</b>	<b>54,929,919,559</b>
	-	-
	<b>63,950,483,627</b>	<b>54,929,919,559</b>

The annexed notes 1 to 49 and annexures A-D form an integral part of these financial statements.

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

Signed in terms of our separate report of even date

Dhaka,  
Date : 29. 05. 2013

  
PINAKI & COMPANY  
Chartered Accountants



IAS 1.10 (b),  
IAS 1.51 (c)

## Profit and Loss Account for the year ended 31 December 2012

IAS 1.113  
IAS 1.38, 39

Particulars	Notes	Taka	
		2012	2011
Investment income	23.1	17,269,324,953	13,122,774,352
Profit paid on deposits, borrowings, etc.	24	(12,271,789,204)	(9,357,767,130)
<b>Net investment income</b>		<b>4,997,535,749</b>	<b>3,765,007,222</b>
Income from investment in shares/securities	25	132,324,453	99,232,341
Commission, exchange and brokerage	26	2,023,679,387	1,831,245,268
Gain on sale of investment in shares		51,467,200	-
Other operating income	27	880,688,890	748,628,692
<b>Total operating income (A)</b>		<b>8,085,695,679</b>	<b>6,444,113,523</b>
<b>Operating expenses</b>			
Salaries and allowances	28	1,440,473,901	1,325,173,260
Rent, taxes, insurance, electricity etc.	29	258,147,595	203,398,519
Legal expenses	30	33,071,219	8,931,521
Postage, stamp, telegram, telephone etc.	31	65,131,475	66,389,857
Auditors fees	32	550,000	500,000
Stationery, printing, advertisement, etc.	33	122,519,510	102,561,637
Managing Director's remuneration		8,088,387	8,986,135
Managing Director's fees		-	-
Directors' fees and expenses	34	2,220,971	2,290,190
Shariah Supervisory Committee's Fees & Expenses	35	256,736	308,611
Charges on Investment Losses		-	-
Depreciation on and repairs to Bank's property	36	158,521,361	147,107,703
Zakat expenses		102,409,570	83,883,260
Other expenses	37	559,959,125	538,759,781
<b>Total operating expenses (B)</b>		<b>2,751,349,850</b>	<b>2,488,290,474</b>
<b>Profit before provisions (C = A-B)</b>		<b>5,334,345,829</b>	<b>3,955,823,049</b>
Provision for investments	38	909,761,694	167,805,718
Provision for Off balance sheet exposures	40	90,205,640	17,888,196
Provision for Off-Shore Banking Units (OBU)	39	8,088,929	-
Provision for diminution in value of shares		637,840,287	295,067,797
<b>Total Provision (D)</b>		<b>1,645,896,550</b>	<b>480,761,711</b>
<b>Profit before taxes (C-D)</b>		<b>3,688,449,279</b>	<b>3,475,061,338</b>
<b>Provision for taxation:</b>			
Current tax	13.3.1	1,530,817,994	1,465,688,496
Deferred tax		-	-
<b>Profit after tax</b>		<b>1,530,817,994</b>	<b>1,465,688,496</b>
Retained earnings brought forward		2,157,631,285	2,009,372,842
<b>Profit available for appropriation</b>		<b>1,348,111,068</b>	<b>2,425,044,564</b>
<b>Appropriations:</b>		<b>3,505,742,353</b>	<b>4,434,417,406</b>
Statutory reserve		737,689,856	695,012,268
Issue of bonus shares		1,291,298,800	2,391,294,070
		<b>2,028,988,656</b>	<b>3,086,306,338</b>
<b>Retained earnings carried forward</b>		<b>1,476,753,697</b>	<b>1,348,111,068</b>
<b>Earnings per share</b>	41	<b>2.05</b>	<b>1.91</b>

The annexed notes 1 to 49 and annexures A-D form an integral part of these financial statements.

Chairman

Director

Director

Managing Director &amp; CEO

Dhaka, Dated: 29. 05. 2013

  
**PINAKI & COMPANY**  
 Chartered Accountants



IAS 1.10 (d),  
IAS 1.51 (c)

## Cash Flow Statement for the year ended 31 December 2012

IAS 1.38, 39

IAS 7.10

IAS 7.31

IAS 7.31

IAS 7.31

IAS 7.14 (b)

IAS 7.14 (d)

IAS 7.14 (c)

IAS 7.35

IAS 7.14 (b)

IAS 7.14 (c)

IAS 7.19(b)

IAS 7.10

IAS 7.16 (d)

IAS 7.16 (c)

IAS 7.16 (a)

IAS 7.16 (b)

IAS 7.16 (c)

IAS 7.10

IAS 7.17 (c)

IAS 7.17 (d)

IAS 7.17 (a)

IAS 7.31

IAS 7.50 (d)

IAS 7.30

IAS 7.45

## Particulars

Taka

2012

2011

**A) Cash flows from operating activities**

Investment income receipts

Profit paid on deposits, borrowings, etc.

Dividend receipts

Fees and commission receipts

Cash payment to employees

Cash payment to suppliers

Income tax payments

Receipts from other operating activities

Payments for other operating activities

**Cash flows before changes in operating assets and liabilities**

Changes in operating assets and liabilities:

(Increase)/decrease in operating assets/liabilities

Statutory deposit

Trading security - shares

Investments to other banks

Investments to customers

Other assets

Deposits from other banks

Deposits from customers

Liabilities on account of customers

Trading liabilities (borrowing)

Other liabilities

**Net cash from operating activities****B) Cash flows from investing activities:**

Receipts from sale of securities - BGIB

Payment for purchase of securities

Purchase of fixed assets

Sale proceeds of fixed assets

Purchase of Subsidiaries

**Net cash from investing activities****C) Cash flows from financing activities**

Receipts from issue of Debt Instruments

Payment for redemption of Debt Instruments

Receipts from issue of Ordinary Share/Right Share

Dividend paid in Cash

**Net cash from financing activities****D) Net increase/(decrease) in cash and cash equivalents (A + B + C)****E) Effect of Exchange rate changes on cash and cash equivalents****F) Cash and cash equivalents at beginning of the year****G) Cash and cash equivalents at end of the year (D + E + F)****H) Cash and cash equivalents**

Cash

Balance with other banks and financial institutions

17,404,061,800

(11,726,619,752)

69,955,617

2,023,679,387

(1,448,562,288)

(5,600,822)

(1,790,965,604)

925,450,944

(1,165,084,234)

**4,286,315,048**

13,158,209,380

(8,905,481,089)

33,451,300

1,831,245,268

(1,334,159,395)

(6,026,011)

(1,827,695,208)

748,345,211

(1,026,177,126)

**2,671,712,330**

-

(3,150,698,038)

-

(18,520,456,256)

(243,796,922)

3,699,780,389

28,243,501,415

-

850,000,000

300,461,390

**11,178,791,978****15,465,107,026**

-

(2,051,093,638)

-

(6,585,924,239)

418,881,349

(1,665,783,773)

14,145,303,564

-

1,797,732,067

128,451,715

**6,187,567,045****8,859,279,375**

-

(500,000,000)

(103,068,955)

6,960,377

-

**(596,108,578)**

-

(1,708,330)

(132,195,816)

557,716

-

**(133,346,430)**

-

-

-

-

-

-

14,868,998,448

-

20,186,626,686

**35,055,625,134****35,055,625,134**

8,725,932,945

-

11,460,693,741

**20,186,626,686****20,186,626,686**

26,122,819,117

8,932,806,017

**35,055,625,134**

14,904,270,286

5,282,356,400

**20,186,626,686**

Chairman

Director

Director

Managing Director &amp; CEO



# Statement of Changes in Equity for the year ended 31 December 2012

Particulars	Paid up Capital Taka	Statutory Reserve Taka	General/ Other reserves* Taka	Retained earnings Taka	Total Taka
Balance at 1 January 2012	9,223,562,860	3,849,775,919	62,775,000	1,348,111,068	14,484,224,847
Changes in accounting policies/last year profit	-	-	-	-	-
<b>Restated Balance</b>	<b>9,223,562,860</b>	<b>3,849,775,919</b>	<b>62,775,000</b>	<b>1,348,111,068</b>	<b>14,484,224,847</b>
Surplus/(Deficit) on Account of Revaluation Properties	-	-	-	-	-
Surplus/(Deficit) on Account of Revaluation of Investment	-	-	-	-	-
Currency translation difference	-	-	-	-	-
<b>Net Gain and Losses not recognized in the income statement</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Profit for the year	-	-	-	2,157,631,285	2,157,631,285
Stock Dividend paid during the year	1,291,298,800	-	-	(1,291,298,800)	-
Transferred to statutory reserve	-	737,689,856	-	(737,689,856)	-
<b>Total Shareholders' Equity as on 31 December 2012</b>	<b>10,514,861,660</b>	<b>4,587,465,775</b>	<b>62,775,000</b>	<b>1,476,753,697</b>	<b>16,641,856,132</b>
Add: General Provision for Unclassified Investment					932,944,211
Add: Provision for Off balance sheet Exposures					639,504,836
<b>Total Equity as on 31 December 2012</b>					<b>18,214,305,179</b>

*General Reserve/Other Reserve	2012	2011
General Reserve	-	-
Dividend Equalization Account	62,775,000	62,775,000
<b>Total</b>	<b>62,775,000</b>	<b>62,775,000</b>

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

IAS 1.65,  
IAS 1.51 (c)

## Statement of Liquidity (Maturity Analysis of Assets and Liabilities) as at 31 December 2012

Particulars	Within one month	Within one to three months	Within three to twelve months	Within one to five years	More than five years	Total Taka
<b>Assets</b>						
Cash	18,797,280,917	-	-	-	7,325,538,200	26,122,819,117
Balance with other banks and financial institutions	4,332,806,017	1,000,000,000	3,600,000,000	-	-	8,932,806,017
Placement with other bank and financial institutions	-	-	-	-	-	-
Investments (shares and securities)	6,697,986,747	-	-	3,250,000,000	1,366,607,900	11,314,594,647
Investments (general etc.)	9,257,814,045	5,551,572,661	61,724,649,217	23,577,716,828	18,108,240,246	118,219,992,997
Fixed assets including Premises (Land & Building)	-	-	-	281,242,559	151,849,062	433,091,621
Other assets	266,769,669	339,309,015	849,872,331	-	577,370,705	2,033,321,720
Non-banking assets	-	-	-	-	-	-
<b>Total assets</b>	<b>39,352,657,395</b>	<b>6,890,881,676</b>	<b>66,174,521,548</b>	<b>27,108,959,387</b>	<b>27,529,606,113</b>	<b>167,056,626,119</b>
<b>Liabilities</b>						
Placement from other banks, and other financial institutions	1,550,000,000	2,000,000,000	750,000,000	-	-	4,300,000,000
Deposits and other accounts	59,016,784,924	39,217,481,508	25,950,244,824	10,940,672,633	5,244,473,268	140,369,657,157
Provisions and other liabilities	203,474,295	51,101,407	1,284,000,855	3,419,198,731	787,337,542	5,745,112,830
<b>Total liabilities</b>	<b>60,770,259,219</b>	<b>41,268,582,915</b>	<b>27,984,245,679</b>	<b>14,359,871,364</b>	<b>6,031,810,810</b>	<b>150,414,769,987</b>
<b>Net liquidity difference</b>	<b>(21,417,601,824)</b>	<b>(34,377,701,239)</b>	<b>38,190,275,869</b>	<b>12,749,088,023</b>	<b>21,497,795,303</b>	<b>16,641,856,132</b>



IAS 1.51 (c)

# Notes to the Financial Statements for the year ended 31 December 2012

IAS 1.138 (a), (b)

## 1.0 The Bank and its activities

Export Import Bank of Bangladesh Limited was incorporated in Bangladesh on 2 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 1 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.

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 72 (seventy two) branches operating as per Islamic Shariah in the country.

Bank also has 4 (four) subsidiary companies-EXIM Exchange (UK) Ltd., EXIM Exchange (Canada) Ltd., EXIM (USA) Inc. and EXIM Islami Investment Ltd. (EIL) for conducting specified services to the customers. Three foreign subsidiaries are fully owned by the Bank to help expediting remittance flow in the country. In EXIM Islami Investment Limited (EIL), the only local subsidiary where Bank owns 99.99% share with substantial control and rest 0.01% is minority interest. EXIM Islami Investment Limited (EIL) carries out merchant banking activities. Bank has also two Offshore Banking Units (OBU) approved by Bangladesh Bank. One unit of Offshore Banking Units (OBU) is located at Dhaka and the other one is at Chittagong. OBUs maintain separate accounts in US Dollar.

IAS 1.112 (a)

## 2.0 Significant accounting policies

IAS 1.117 (a)

### 2.1 Basis of preparation of the financial statements

The financial statements of the Bank are prepared on a going concern basis under historical cost convention in accordance with the first schedule of the Bank Companies Act 1991 as amended on June 25, 2003, Bangladesh Bank Circulars, International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies act 1994, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh in compliance with the rules of Islamic Shariah. Wherever appropriate, such principles are explained in succeeding notes. The Balance Sheet, Profit and Loss Account, Statement of Cash Flow and Statement of Changes in Equity have been drawn as per proforma's prescribed by Bangladesh Bank. Reference Paragraphs of IFRS and IAS have been made based on latest available version. (Approved at January 2008).

IAS 1.119

### 2.2 Consolidation

A separate set of records for consolidating the statement of affairs and income and expenditure statements of seventy two Branches were maintained at the Corporate Office of the Bank in Dhaka. Based on those and financial positions and profit & loss account provided by subsidiary companies of the bank, these financial statements have been prepared.

The consolidated financial statements comprises of the financial statements of Export Import Bank of Bangladesh Limited and all of its subsidiaries; EXIM Islami Investment Limited (EIL), EXIM Exchange Company (UK) Limited, EXIM Exchange Company (Canada) Limited and EXIM (USA) Inc. as per IAS-27 "Consolidated and Separate Financial Statements".

All intra-company transactions, balances, income and expenses are eliminated on consolidation.

IAS 1.119

### 2.3 Revenue recognition

The accounting policies adopted for the recognition of revenue are as follows:

- Profit on investment is taken into income account proportionately from profit receivable account.
- Fees and commission income are recognized when earned.



## Notes to the Financial Statements for the year ended 31 December 2012

c. As per IAS 18 Revenue should be recognized on accrual basis but due to the unique nature of Islamic Banking income from investment under Mudaraba, Musharaka, Bai Salam and Bai-as-Sarf modes is accounted for on realization basis.

IAS 1.118, 18.35 (a)

### 2.4 Investment in Shares and Securities and revenue recognition:

- a) Investment in shares & securities has been stated at cost and provisions have been made for probable losses.
- b) Dividend income is recognized when it is realized.
- c) Profit on Investment in Bangladesh Government Islamic Investment Bond is recognized on accrual basis.

IAS 18.35 (a)

### 2.5 Profit/rent/compensation/ suspense account and irregular income

Profit/rent/compensation accrued on classified investments are suspended and accounted for as per Circulars issued by the Bangladesh Bank. Moreover, income which are irregular (doubtful) as per Shariah are also not included in the distributable income of the Bank.

Compensation on unclassified overdue Bai-Murabaha, Bai-Muazzal and Bai-Salam investments are charged. As per Islamic Shariah such compensation is not shown as income of the Bank.

Profit received from the balances held with foreign banks abroad and from foreign currency clearing account with Bangladesh Bank is also not credited to regular income since these are not permissible as per Shariah.

IAS 21.23

### 2.6 Foreign currency transactions:

Items included in the financial statements of each entity in the group are measured using the currency of the primary economic environment in which the entity operates i.e. the functional currency. The financial statements of the group and the Bank are presented in Taka which is the Bank's functional and presentation currency.

#### a) Conversion of transactions in foreign currencies

Foreign currencies are converted into equivalent Taka using the ruling exchange rates on the respective date of transaction. Assets and liabilities including balance with other Banks denominated in foreign currencies are translated into Taka currency at the weighted average rate of inter bank market declared by Bangladesh Bank. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying cross rates of New York closing of the previous day.

#### b) Foreign operations:

The results and financial position of the subsidiaries whose functional currency is other than Bangladeshi Taka are translated as follows:

- i) Assets and liabilities are translated at the exchange rate ruling at balance sheet date
- ii) Income and expenses are translated at an average rate
- iii) Resulting exchange differences are recognized as a separate component of equity.
- iv) When a foreign operation will be disposed of, such currency translation differences will be recognized in the income statement.

#### c) Translation gains and losses:

The resulting exchange transaction gains and losses are included in the profit and loss account, except those arising on the translation on net investment in foreign subsidiaries.



## Notes to the Financial Statements for the year ended 31 December 2012

### 2.7 Sharing of investment income:

Mudaraba Fund gets preference over cost free fund. The investment income earned through deployment of Mudaraba Fund is shared by the Bank and the Mudaraba Depositors at the pre determined ratio fixed by the Bank and agreed by the Mudaraba Depositors at the time of opening account.

IAS 1.119

### 2.8 Assets and their presentation

IAS 7.45

#### 2.8.1 Cash and cash equivalents

Cash and cash equivalent accounts for notes and coins in hand, highly liquid financial assets, unrestricted balances held with other banks/financial intermediaries and Bangladesh Bank.

IAS 1.118

#### 2.8.2 Investments in Shares and Securities

Value of investments has been stated as follows:

Items	Applicable accounting value
Bangladesh Government Islami Investment Bond (BGIIIB)	At cost
Investment in Shares	At cost

IAS 1.119

#### 2.8.3 Investments

Investments are stated in the Balance Sheet net off unearned income. Provisions for investments are made as per instructions contained in Bangladesh Bank BRPD Circular No. 14 dated 23 September 2012 and BRPD Circular No. 19 dated 27 December 2012 at the following rates:

SL. NO.	Particulars	Rate (%)
a.	General provision on off balance sheet exposures	1
b.	General provision on standard investment to SME	0.25
c.	General provision on standard investment (except SL. No. d, e, f & g)	1
d.	General provision on standard investment to BH/MB/SD etc.	2
e.	General provision on standard consumer finance- housing finance & Investment to professionals to set up business	2
f.	General provision on unclassified (standard & SMA) consumer finance- Other than housing finance & Investment to professionals to set up business	5
g.	General/specific provision on unclassified (standard & SMA), SS & DF short term agri-investment and micro investment	5
h.	General provision on special mention account	5
i.	Specific provision on substandard investment	20
j.	Specific provision on doubtful investment	50
k.	Specific provision on bad/loss investment	100

IAS 16.73

#### 2.8.4 Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation.

Depreciation is charged at the following rates on straight-line method on cost of assets from the date of purchase:

Assets Category	Rate of depreciation p.a (%)
Land	0
Building and Construction	2.5
Furniture and fixtures	10
Office equipment	20
Interior decoration	10
Vehicles	20
Books	20



## Notes to the Financial Statements for the year ended 31 December 2012

IAS 1.119

### 2.8.5 Other assets

#### a) Provision for other assets

Other assets are classified as per BRPD circular no. 14 dated 25-06-2001 of Bangladesh Bank and necessary provisions are made thereon for items considering their eligibility.

#### b) Write off other assets

No 'Other assets' have been written off and subsequently recovered during the year.

IFRS 7.30

### 2.9 Assets pledged as security

The bank has no other assets pledged as security against liabilities except Bangladesh Government Islami Investment Bond and Mudaraba Term Deposit Receipt of different Banks against borrowings from Bangladesh Bank.

IAS 1.119

### 2.10 Other Liabilities and provisions

IAS 37.84

#### 2.10.1 Provision for investments

Provision for investment is made as per Bangladesh Bank Circular and prescribed rate as stated in the note no. 2.8.3 above.

IAS 37.84

#### 2.10.2 Provision for diminution in value of shares

Provision for investments is made on the basis of year-end review by the management and in compliance with instructions contained in Bangladesh Bank DOS circular no.04 dated 24 November 2011.

IAS 37.84

#### 2.10.3 Provision for Zakat:

Zakat is paid by the bank at a rate of 2.58% of the closing balance of Statutory Reserve and Dividend Equalization Account and net amount of Retained earnings. Payment of Zakat on Paid up capital and Deposits is the responsibility of Shareholders and depositors respectively.

IAS 37.84

#### 2.10.4 Provision for corporate tax

IAS 12.12,46

Provision for current tax has been made in the accounts @ 42.50% as per Finance Act 2012 of the accounting profit made by the Bank. Details of tax position as on 31 December 2012 are shown in note 13.3.

IAS 12.15,24,47

#### 2.10.5 Deferred tax

Deferred tax liabilities and assets are the amounts of income taxes payable and recoverable in future periods in respect of taxable temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying of assets, liabilities, income and expenditure and their respective tax basis.

IAS 19.120

#### 2.10.6 Retirement benefits

- The Bank operates a contributory provident fund for its eligible employees. The provident fund is contributed on monthly basis and operated by separate Board of Trustee of the Bank. The fund is recognized by the National Board of Revenue.
- The bank has made provision against gratuity for the employees for the year 2012.
- The Bank operates a Superannuation Fund Scheme, provision in respect of which is made annually. It is operated by a separate Board of Trustees of the Bank.
- The Bank has introduced a safety scheme against Employees' House Building Investment to compensate death and disability of its contributory members.

### 2.11 Revenues, gains, expenses & losses prohibited by Shariah:

Any gains, expenses & losses not permitted in the Shariah and not duly approved by the Shariah Supervisory Committee is not accounted for and income thus derived transferred/expensed as per approval of the Shariah Supervisory Committee.



# Notes to the Financial Statements for the year ended 31 December 2012

IAS 1.114 (d)

## 2.12 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 and provision thereof are shown in the note no. 13.1(f) under "other liabilities".

IAS 1.117 (b)

## 2.13 Reconciliation of books of accounts

Books of accounts with regard to inter-bank (in Bangladesh and outside Bangladesh) and inter-branch transactions are reconciled on continuous basis and any material difference which may affect the financial statements are reconciled as prime concern. No provision required in un-reconciled entries in Nostro accounts as of 31 December 2012.

IAS 1.32

## 2.14 Off-setting of Asset and liability

The values of any assets or liabilities as shown in the Balance Sheet are not off-set by way of deduction from another liabilities or assets unless there is a legally enforceable right to off-set. Advance income tax has been netted off against income tax liability in the note no.13.3.

IAS 8.19 (a)

## 2.15 Changes in accounting policies:

No changes in accounting policies were made during the year 2012.

IAS 10.8

## 2.16 Disclosures of significant subsequent events:

Any subsequent events to the date of financial position that may affect significantly after the date of Balance Sheet as at 31 December 2012 are stated under note no.49.1.

IAS 8.49 (a)

## 2.17 Correction of error in period financial statements:

No other material correction was made in the prior year's Financial Statements except restatement of Consolidated Retained Earnings in the statement of changes in Equity due to the fact that EXIM (USA) Inc. was incorporated earlier the year 2012 as money transmitter and started transmitting money from the year 2012. Before commencement of operations EXIM (USA) Inc. incurred some expenses which have been shown as beginning deficit by the external auditor of EXIM (USA) Inc in the year 2012.

## 2.18 Disclosure of compensating balances:

No compensating balance has been deposited with other financial institutions.

IAS 24.17

## 2.19 Related party disclosure:

Position of related party transaction has been shown under the note no.48.

## 2.20 Audit Committee:

As per the directives of the Bangladesh Bank vide BRPD Circular no.12 dated 23 December 2002 & BRPD circular letter no.08 dated 19 June 2011, the Audit Committee was formed by the Board of Directors of the Bank consisting of the Board members. Name of the members on Audit Committee has been given in the note no 46.

## 2.21 Creation of Reserves:

**2.21.1 Statutory Reserve:** As per section 24 of the Bank Company Act 1991, 20% of the profit is transferred to the Statutory Reserve every year.

**2.21.2 Dividend Equalization Account:** Dividend Equalization Account was created and provided for as per Bangladesh Bank BRPD circular letter no.18 dated 20-08-2002.

IAS 1.114 (d)

## 2.22 Risk management

Risk management for banking sector throughout the world has become an integral part of day to day operations of the Banks. Risk means the probability or chance of loss in terms of finance, operation and reputation. Management of these risks is related to the techniques, policies and procedures for holding the race of their magnitudes. In the modern world, Banks are to give high importance on this issue.

The risk management of the Bank covers 6 (six) core risk areas of banking introduced by Bangladesh Bank which are – Investment Risk Management, Foreign Exchange Risk Management,



## Notes to the Financial Statements for the year ended 31 December 2012

Asset Liability Management, Prevention of Money Laundering, Internal Control & Compliances Risk and Information and Communication Technology (ICT) Risk Management.

The Bank's risk management procedure can be described as under -

IFRS 7.33

### 2.22.1. Investment risk management

Risk is inherent in all aspects of a commercial operation; however for Banks and financial institutions, investment risk is an essential factor that needs to be managed. Investment risk is the possibility that a customer or counter party will fail to meet its obligations in accordance with agreed terms. Investment risk, therefore, arises from the bank's dealings with or investing to corporates, individuals, and other banks or financial institutions.

Investment risk management needs to be a robust process that enables banks to proactively manage investment portfolios in order to minimize risk of losses and earn an acceptable level of return for stakeholders. Central to this, an IT system, which should have the ability to capture all key customer data, risk management and transaction information including trade & Forex. Given the fast changing, dynamic global economy and the increasing pressure of globalization, liberalization, consolidation and dis-intermediation, it is essential that banks have robust investment risk management policies and procedures that are sensitive and responsive to these changes.

For smooth business operation a bank necessarily requires effective and successful management of risk element and also maintenance of effective relationship with the customer, marketing of existing investment product in an acceptable manner and exploring /innovating new product covering unexplored/uncovered area of business activities. To achieve the goal 2 (two) divisions are working with the investment portfolio one of which is Corporate Banking Division headed by Head of Corporate Banking and is responsible for relationship management/marketing of customer, innovation, exploring and customizing different investment product of the bank and another one headed by Head of investment Risk Management/Head of Investment, responsible for approval of potential and high quality investment proposal, ensure standard asset portfolio and recovery of delinquent investment. The Bank has adopted a framework for investment risk management, set up an independent Investment Risk Management (IRM) team to establish better control and check. The Head of Investment Risk Management (HoIRM) has clear responsibility for management of investment risk. In this connection policies/instructions are approved by the Board of Directors or authorities depending on their delegation. Besides, subjective appraisal of investment application, bank uses a numerical grading system for quantifying the risk associated with a customer, which is not a decision making tool but a general indicator to compare risk perception about the customers. The grading is based on Investment Risk Grading Matrix (IRGM) that analyzes a customer against a range of quantitative and qualitative measures. In addition to risk grading customer are also rated through external rating agencies in applicable cases. Retail and small investments are managed under separate Product Program Guidelines, approved by the Board of Directors. In selecting customers as corporate, medium or small central Bank guidelines are followed meticulously through core banking system.

Investment exposure of EXIM Bank is measured and monitored monthly through an MIS system which is submitted to MD & CEO. Bank complies with related norms on exposure stipulated by Bangladesh Bank and its self made sector wise and product wise exposure capping. Bank can automatically generate daily reports on customer wise limits, utilizations, overdue, repayments etc.

IRM Division is subdivided into 3 (three) departments to manage investment/asset separately as a) Investment Risk Management Approval Department-I, b) Investment Risk Management Approval Department-II, and c) Investment Risk Management Administration & Recovery Department. Before entertaining an investment proposal, IRMAD-I and IRMAD-II appraise the proposal in terms of customer risk analysis, financial statement analysis, industrial analysis, historical performance of the customer, security of the proposed investment facility and market reputation of the customer etc as instructed by Bangladesh Bank and IRMA & R department ensures proper documentation as per sanction stipulation. IRMA & R department also ensures proper management/treatment of delinquent investment with a view to maintain quality of assets.

IAS 1.119

### 2.22.2 Foreign exchange risk management

The behavior of Foreign Exchange (Forex) market is fully different from other markets. The rocket



## Notes to the Financial Statements for the year ended 31 December 2012

speed, unprecedented volatility and enormous size of the Forex market are unlike anything else in the financial world. The Forex market is uncontrollable – no single event, individual or factor can rule it. Just like any other speculative business, increased risk entails chances for a higher profit/loss.

Since Foreign Exchange involves purchase and sale of any national currency against other national currency, the Foreign Exchange risk arises due to unexpected movement of market price of the holding currencies or the price of the assets denominated in foreign currencies.

All the foreign exchange transactions of the bank are carried out on behalf of the customers of export, import and remittance business and the different overseas exchange houses. Hence the foreign exchange risk of the Bank lies at a minimum level.

For effective and efficient management of Foreign Exchange Risk, the Bank has a well developed and well structured Foreign Exchange Risk Manual and an international standard Dealing Room Manual. It has also established a Risk Management Unit (RMU) within the guideline of Central Bank. Further, in order to mitigate risk bank follows all kinds of guidelines and directives that Central Bank advises from time to time.

The Treasury of the Bank is mainly divided into three departments namely Front Office, Mid Office and Back Office. With the help of these three departments, the Treasury carries out the activities of Foreign Exchange as per procedures of Dealing Room Manual and advices of Risk Management Unit. The Front Office independently conducts the transactions and the Back Office is responsible for verification of the deals and passing of their entries in the books of account. The reporting lines of both the offices to the Managing Director and the CEO are also separate. The Mid Office plays a vital role in the process by checking the Foreign Exchange procedure performed by Front and Back Offices and by reporting it directly to the Managing Director and the CEO of the Bank.

All foreign exchange transactions and its holdings are revaluated daily at Mark to Market rate as determined by inter-bank. All Nostro accounts are reconciled on monthly basis and the outstanding entries are reviewed by the management and they take necessary steps to wash out the outstanding entries.

IFRS 7.39 (b)

### 2.22.3 Asset liability management

Asset Liability Management (ALM) in a bank is a process of managing its balance sheet in order to provide a degree of protection to the risk arising out of asset/liability mismatch either due to liquidity or changes in profit rates. It is a strategic management tool to manage profit rate risk and liquidity risk.

Export Import Bank of Bangladesh Limited manages ALM risk through a separate and well staffed ALM Desk under direct supervision of a well developed Asset Liability Committee (ALCO) formed in line with Bangladesh Bank guidelines. The bank has an ALM guideline rich in contents. The ALCO sits at least once in a month and regularly reviews the issues like- Maturity profiles of assets and liabilities, deposit -investment trend, deposit -investment mix, wholesale borrowing/placement, commitment, Medium Term Funding ratio, ID ratio, Maximum Cumulative Outflow, day to day liquidity management, liquidity contingency plan, liquidity ratios, Value at Risk (VaR), Management Action Trigger (MAT), sensitivity analysis, 'economic, market status and outlook' etc.

As per recommendations of Bangladesh Bank in their ALM inspection report, we have prepared Transfer Pricing Policy, Medium to Long Term Liquidity Management Policy, Profit Rate Policy; we have performed Market Dynamics Analysis for Target Market Analysis. For enhancing the quality of ALM, several of our employees have participated in the training/workshop programs arranged by IFC, BIBM, and Bangladesh Bank time to time. We are using extended IT support for generating various ALM reports and performing various analyses efficiently. Recently separate 'Treasury and Financial Institutions Division' has been formed which will further strengthen the bank's asset liability management.



## Notes to the Financial Statements for the year ended 31 December 2012

IAS 1.114 (d)

**2.22.4 Prevention of money laundering**

Money Laundering is the criminal practice of filtering ill-gotten gains or black money through a series of transaction so as to give the money a clean look that it appears to have originated from legal activities. It is a process of filtering money obtained through predicate offence such as corruption, fraud, drug trafficking etc. through the financial system. Money Laundering now a days is one of the greatest challenges that the Governments, Banks and Financial Institutions faces in the globalized financial system.

As per guidelines of Bangladesh Bank, EXIM Bank has also identified the Money Laundering as one of its core risk areas and has been making all out efforts to prevent money laundering. To mitigate the risk, the bank has a designated Chief Anti-Money Laundering Compliance Officer (CAMLCO) at Central Compliance Unit under Anti-Money Laundering Division, Head Office, who has sufficient authority to implement and enforce corporate wide AML policy, procedure & measure and is reporting directly to the Senior Management including CEO and the Board of Directors. Moreover, every branch of our bank has a designated Branch Anti-Money Laundering Compliance Officer (BAMLCO) under Branch Anti-Money Laundering Compliance Unit, who is assigned for ensuring AML compliance at branch level.

Anti-Money Laundering Division has provided Cash Transaction Report (CTR) to Bangladesh Bank regularly on monthly basis and Suspicious Transaction Report (STR), if found any. Information is also provided from this division on demand regarding account query, freezing of account etc. to the regulatory bodies. Anti-Money Laundering Division also conducting Training/Workshop through EXIM Bank Training & Research Academy (EBTRA) in consultation with Human Resources Division to aware all of our employees about Prevention of Money Laundering and Terrorist Financing. Inspections of Branches are being conducted by Anti-Money Laundering Division regarding Prevention of Money Laundering as and when required from time to time. In the year 2012, AMLD amended existing manual (Guidelines for Prevention of Money Laundering and Terrorist Financing) based on Bangladesh Bank Guidance Notes on Prevention of Money Laundering & Terrorist Financing 2012 under Prevention of Money Laundering Act-2012, Anti-Terrorism Act-2009 and Anti-Terrorism (Amendment) Act-2012 and circulated the same to all of our Branches and Division of Head Office.

EXIM Bank is very much adherent to the existing law & regulation and always tries to fully comply with the rules & regulation of Government, Bangladesh Bank as well as other regulatory authorities in Money Laundering Risk Management.

IAS 1.114 (d)

**2.22.5 Internal control and compliance**

Effective and strategic internal controls are the foundation of the safe and sound banking practice. A properly designed and consistently enforced system of operational and financial internal control helps a Bank's Board of Directors and Management to safeguard the bank's resources, assess possible risk factors, produce reliable financial reports and comply with existing laws and regulations. Effective internal control also reduces the possibility of significant errors; evaluate the extent of risk exposures as well as deviations and irregularities and assists in their timely detection whenever they take place.

Internal Control and Compliance Division of EXIM Bank was formed in 2004 in accordance with Core Risk Management Guidelines prescribed by Bangladesh Bank. To segregate duties and establish accountabilities in a more vigorous way, it has been further subdivided into three independent Departments namely;

- 1) Audit and Inspection Operation Department
- 2) Audit and Inspection Compliance Department and
- 3) Audit and Inspection Monitoring Department,



## Notes to the Financial Statements for the year ended 31 December 2012

headed by a senior level Executive for coordination from a single platform. As per Core Risk Guidelines of Bangladesh Bank, ICCD is acknowledged as one of the key risk management organ of the bank. To mitigate its operational risks and identify various malpractices prevailing in operational activities the division has formulated a robust and resourceful policy guideline to be followed which ensure that Bank demonstrates compliance and conformity with relevant regulations of the Central Bank and other regulatory bodies. In addition, they ensure that corrective action plans are implemented within the set dead line as well as ensure proper corporate discipline and awareness. During the year 2012 the Division successfully conducted comprehensive inspection on some Divisions of Head Office and 71 Branches out of 72 including 9 new Branches opened in that year strictly as its inspection schedule and submitted findings thereon to the Board Audit Committee for discussion, review, suggestion and evaluation.

IAS 1.114 (d)

### 2.22.6 Information and Communication Technology (ICT) Risk Management

The rapid development of Information and Communication Technologies (ICT) has effectively facilitated reorganizing a company's business processes and streamlining the provision of its products and services in today's dynamic business environment. Such adoption helps modern financial organizations (i.e commercial banks) develop and maintain their competitive advantage for ensuring their profitability and sustainability in the market place. Their competitive advantage often brings organizations numerous benefits including fast business transactions, increasing automation of business processes, improved customer service, and provision for effective decision support in a timely manner. However, the adoption of ICT applications has also brought organizations risks related to ICT such as strategic risk, financial risk, operational risk and technological risk.

Information must be considered an organizational asset and must consequently be protected. With the aid of a ICT risk management process, risk should be identified and possible countermeasures should be taken. In general, risk management is based on four steps: risk identification, risk analysis, risk treatment and monitoring of risks. In order to minimize and control these risks successfully, ICT risk management policies and strategies have been developed and implemented in organizations. In general, ICT risk management is embedded in organizational internal control which is widely used as part of the management control for risk management in organization. However, this management control emphasizes both business control and technological control which support business requirement and governance. Business and technological controls are involved in the policies, processes, systems and people in the organization.

In order to guarantee the protection of critical IT system from unauthorized access, modification, disclosure and destruction, the Bank has already taken initiatives to safeguard the interest of customers. In this context bank has implemented a world renowned core banking software ensuring adequate security. Along with this core banking services our bank also have successfully incorporated other delivery channel services as Automated Teller Machines (ATM), Internet Banking (IB) and mobile banking which had introduced some level of vulnerability of unwanted access to our frictionless flow of crucial information of our Core Banking system. New threats like: identity theft, unauthorized account access, fraudulent transactions phishing etc has been the growing concern of the banking industry for the last couple of years. In this regard we have incorporated in our system the most superior security measures: Two Factor Authentication with zero level of penetration threat and also Secure Sockets Layer (SSL) most secure cryptographic measure to ensure communication security over the Internet & telecommunication network. To protect sensitive information of core banking software and other software in the event of any disaster, the bank has implemented a disaster recovery site having synchronous mirroring facility of live system. The Bank has already developed its own ICT policies for various operation and services which are closely in line with the ICT guidelines of Bangladesh Bank. The Bank has been maintaining separate insurance coverage for its critical ICT assets. The Bank management has been putting continuous efforts to improve IT Operation Management, Problem Management, Change Management, Asset Management and Request Management to maintain maximum uptime of automated banking business. The Bank is strictly following the Information Security policy of Bangladesh Bank covering Password Control, User ID Maintenance, Input Control, Network



## Notes to the Financial Statements for the year ended 31 December 2012

Security, Data Encryption, Virus Protection and Access Control to Internet and Emailing. The bank is regularly conducting internal ICT audit to all its' branches and Head Office divisions to ensure proper implementation of the ICT policies. The Bank has been maintaining Service Level Agreement (SLA) with the vendors that are providing critical services on behalf of the Bank. Also, 2012 has been the year for initiation of Enterprise Data Warehousing (EDW) for facilitating the management with reporting & critical business analysis for improving bank's performance.

In conclusion, it is evident that in our bank we have a very strong ICT Risk Management system in practice which is capable to ensure Information Security and safeguarding the banking data in any contingency situation to guarantee business continuity.

### 2.23 Others

IAS 1.117 (b)

#### 2.23.1 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 International Accounting Standard (IAS-33). Previous year's figures have been adjusted as per Guidelines of IAS-33.

IFRS 7.39 (a)

#### 2.23.2 Statement of liquidity

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

- a. Balance with other banks and financial institutions are on the basis of their maturity term.
- b. Investments (shares and securities) are on the basis of their maturity.
- c. Investments are on the basis of their repayment/maturity schedule.
- d. Fixed assets are on the basis of their useful life.
- e. Other assets are on the basis of their probable date of adjustment.
- f. Deposits and other accounts are on the basis of their maturity term and behavioral past trend.
- g. Provisions and other liabilities are on the basis of their adjustment.

IAS 1.111

#### 2.23.3 Cash flow statement

Cash flow statement is prepared in accordance with IAS-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.

IAS 1.36

#### 2.23.4 Reporting period

These financial statements cover one calendar year from 1 January 2012 to 31 December 2012.

#### 2.23.5 Number of employees

Number of employees at 31 December 2012 was 1909; (as on 31 December 2011: 1724) who were in receipt of remuneration for that year which in the aggregate was not less than Tk.36,000 per annum and those employed for a part that year who were also in receipt of remuneration of not less than Tk.3,000 per month.



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 7.45	<b>3 Cash in hand</b>		
	i) Local currency	1,248,416,763	935,465,142
	ii) Foreign currencies (note 3.1)	7,892,835	4,526,803
	<b>Sub total (a)</b>	<b>1,256,309,598</b>	<b>939,991,945</b>
	iii) Balance with Bangladesh Bank and its agent (Sonali Bank) (Note 3.2)		
	Balance with Bangladesh Bank	24,683,455,651	13,852,906,005
	Balance with Sonali Bank (as agent of Bangladesh Bank)	183,053,868	111,372,336
	<b>Sub Total (b)</b>	<b>24,866,509,519</b>	<b>13,964,278,341</b>
	<b>Grand total (a + b)</b>	<b>26,122,819,117</b>	<b>14,904,270,286</b>
IAS 1.77	<b>3.1 In Foreign Currency</b>		
	US Dollar	7,747,596	4,384,532
	Great Britain Pound (GBP)	145,239	142,271
	<b>Total</b>	<b>7,892,835</b>	<b>4,526,803</b>
IAS 1.77	<b>3.2 Balance with Bangladesh Bank and its agent (Sonali Bank)</b>		
	Balance with Bangladesh Bank		
	i) Local currency	17,475,965,923	8,581,182,614
	ii) Foreign currencies	7,207,489,728	5,271,723,391
	<b>Sub total (a)</b>	<b>24,683,455,651</b>	<b>13,852,906,005</b>
	Balance with Sonali Bank		
	<b>i) Local currency (b)</b>	<b>183,053,868</b>	<b>111,372,336</b>
	<b>Grand Total (a + b)</b>	<b>24,866,509,519</b>	<b>13,964,278,341</b>
IAS 1.77	<b>3.3 The Cash Reserve Requirement (CRR) and the Statutory Liquidity Requirement (SLR) are maintained as per BRPD Circular No. 11 &amp; 12, dated 25 August 2005, MPD circular No. 04 &amp; 05, dated 01 December 2010 and in consistent with Islami banks.</b>		
	Cash Reserve Requirement (CRR) and the Statutory Liquidity Requirement (SLR) and deposits there against with Bangladesh Bank at 31 December 2012 are as follows:		
IAS 1.77	<b>3.4 Cash Reserve Requirement (CRR): 6.00% of average demand and time liabilities of TK122,092,303,300/- as on 31-12-2012 (of TK.101,461,339,300/- for 2011)</b>		
	Required reserve	7,325,538,200	6,087,680,360
	Actual reserve held with Bangladesh Bank (Annexure D)	17,428,881,482	8,567,251,201
	Surplus/(deficit)	<b>10,103,343,282</b>	<b>2,479,570,841</b>
IAS 1.77	<b>3.5 Statutory Liquidity Requirement (SLR): 11.50% (including 6.00% CRR) of average demand and time liabilities</b>		
	Required reserve	14,040,615,000	11,668,054,000
	Actual reserve held with Bangladesh Bank	22,150,746,000	11,868,616,000
	Surplus/(deficit)	<b>8,110,131,000</b>	<b>200,562,000</b>
IAS 1.77	<b>3.5.1 Components of Statutory Liquidity Requirement (SLR)</b>		
	Cash in hand including Foreign Currencies	1,256,310,000	939,992,000
	Balance with Bangladesh Bank and its agents	17,644,436,000	8,678,624,000
	Balance with Bangladesh Bank (FC clearing account)	-	-
	<b>Unencumbered approved securities:</b>		
	Bangladesh Government Islami Investment Bond (BGIIIB)	3,250,000,000	2,250,000,000
		<b>22,150,746,000</b>	<b>11,868,616,000</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 7.45	<b>3 (a) Consolidated Cash in hand</b>		
	Export Import Bank of Bangladesh Limited	1,256,309,598	939,991,945
	Add: Bank's subsidiaries	57,941,868	8,781,971
		<b>1,314,251,466</b>	<b>948,773,916</b>
IAS 7.45	<b>3 (b) Consolidated Balance with Bangladesh Bank and its agent (Sonali Bank)</b>		
	Export Import Bank of Bangladesh Limited	24,866,509,519	13,964,278,341
	Add: Bank's subsidiaries	-	-
		<b>24,866,509,519</b>	<b>13,964,278,341</b>
IAS 1.77	<b>4 Balance with other banks and financial institutions</b>		
	In Bangladesh (Annexure - B)		
	i) In Current Account	73,215,626	65,025,378
	ii) In Mudaraba Savings, MSND & MTDR Account with other Islamic Banks/Financial Institutions*	6,113,011,612	3,816,992,017
		6,186,227,238	3,882,017,395
	Add: Off-shore Banking Units (OBU)	410,668	-
		<b>6,186,637,906</b>	<b>3,882,017,395</b>
	Less: Off-shore Banking Units (OBU)	410,668	-
	<b>Sub total (a)</b>	<b>6,186,227,238</b>	<b>3,882,017,395</b>
	<b>Outside Bangladesh (Annexure - C)</b>		
	i) In Current Account	2,746,578,779	1,400,339,005
	ii) In Mudaraba Savings & MTDR Account with other Islamic Banks/Financial Institutions	-	-
	<b>Sub total (b)</b>	<b>2,746,578,779</b>	<b>1,400,339,005</b>
	<b>Grand total (a + b)</b>	<b>8,932,806,017</b>	<b>5,282,356,400</b>
	*Mudaraba Term Deposit Receipt for Tk.4,300,000,000.00 has been kept lien with Bangladesh Bank for availing borrowing.		
IAS 1.61	<b>4.1 Maturity-wise Classification</b>		
	i) Repayable on Demand	2,829,116,750	1,473,089,383
	With a residual maturity of		
	ii) Not more than 3 months	2,503,689,267	2,259,267,017
	iii) Over 3 months but not more than 1 year	3,600,000,000	1,550,000,000
	iv) Over 1 year but not more than 5 years	-	-
	v) More than 5 years	-	-
	<b>Total</b>	<b>8,932,806,017</b>	<b>5,282,356,400</b>
IAS 1.77	<b>4 (a) Consolidated Balance with other banks and financial institutions</b>		
	In Bangladesh		
	Export Import Bank of Bangladesh Limited	6,186,227,238	3,882,017,395
	Add: Bank's subsidiaries	347,909,386	370,495,017
	Less: Intra group transactions	(347,909,386)	(370,495,017)
	<b>Sub total (a)</b>	<b>6,186,227,238</b>	<b>3,882,017,395</b>
	<b>Outside Bangladesh</b>		
	Export Import Bank of Bangladesh Limited	2,746,578,779	1,400,339,005
	Add: Bank's subsidiaries	21,543,366	14,188,192
	<b>Sub total (b)</b>	<b>2,768,122,145</b>	<b>1,414,527,197</b>
	<b>Grand total (a + b)</b>	<b>8,954,349,383</b>	<b>5,296,544,592</b>
IAS 1.77	<b>5 Placement with banks &amp; other financial institutions</b>		
	<b>a) In Bangladesh</b>		
	Islamic Bank	-	-
	<b>b) Outside Bangladesh</b>	-	-
	<b>Grand Total (a + b)</b>	-	-



## Notes to the Financial Statements for the year ended 31 December 2012

## No. Particulars

IAS 1.77

## 6 Investments in Shares &amp; Securities

	Holding Share	Face Value	Purchase price	Market Value at 31 Dec'2012	Remarks
i) Government securities:					
Bangladesh Govt. Islamic Investment Bond (BGIIIB)			3,250,000,000	3,250,000,000	Unquoted
Central Depository Bangladesh Limited	1370833	10	13,708,330	13,708,330	Unquoted
<b>Sub total</b>			<b>3,263,708,330</b>	<b>3,263,708,330</b>	
ii) Investment in Subsidiary Companies					
EXIM Exchange Company (UK) Limited			46,115,648	46,115,648	
EXIM Exchange Company (Canada) Limited			40,053,870	40,053,870	
EXIM (USA) Inc.			64,570,987	64,575,259	
EXIM Islami Investment Limited (EIIL)			999,900,000	999,900,000	
<b>Sub total</b>			<b>1,150,640,505</b>	<b>1,150,644,777</b>	
iii) EXIM Bank 1st Mutual Fund			<b>200,000,000</b>	<b>200,000,000</b>	Unquoted
iv) Others					
Southeast Bank Ltd.	2 58 69 325	10	752,801,141	517,386,500	Quoted
Social Islami Bank Ltd.	1 34 29 000	10	381,354,756	260,522,600	Quoted
Jamuna Bank Limited	1 55 17 750	10	446,824,179	336,735,175	Quoted
Bank Asia Ltd.	72 00 000	10	283,316,513	154,800,000	Quoted
Islami Bank Bangladesh Ltd.	1 08 70 575	10	479,747,226	465,260,610	Quoted
NCC Bank Ltd.	1 26 56 690	10	324,946,555	230,351,758	Quoted
Mercantile Bank Ltd	92 75 119	10	233,945,076	177,154,773	Quoted
Dutch Bangla Bank Ltd.	21 46 000	10	275,165,253	251,082,000	Quoted
AB Bank Ltd.	13 80 000	10	112,288,020	46,506,000	Quoted
ONE Bank Ltd.	20 15 000	10	92,267,208	45,942,000	Quoted
City Bank Ltd.	1 14 07 700	10	346,301,506	305,726,360	Quoted
Premier Bank Ltd.	18 83 200	10	71,658,149	30,507,840	Quoted
Prime Bank Ltd.	99 01 200	10	343,691,465	366,344,400	Quoted
Shahjalal Islami Bank Ltd.	3 47 98 750	10	981,519,683	991,764,375	Quoted
Dhaka Bank Ltd.	3 94 793	10	13,027,046	9,790,866	Quoted
Al-Arafah Islami Bank Ltd.	10 95 678	10	29,849,210	27,501,518	Quoted
National Bank Ltd.	89 71 600	10	209,910,082	198,272,360	Quoted
United Commercial Bank Ltd.	55 17 500	10	132,185,940	130,213,000	Quoted
Standard Bank Ltd.	3 96 000	10	10,035,710	7,603,200	Quoted
First Security Islami Bank Ltd.	2 19 038	10	3,112,718	4,052,203	Quoted
Uttara Bank Ltd.	54 81 325	10	211,718,162	208,838,483	Quoted
Beximco Pharmaceuticals Ltd.	30 50 776	10	256,175,856	170,538,378	Quoted
Titas Gas	30 00 000	10	264,808,633	195,900,000	Quoted
Lafarge Surma Cement Ltd.	1 04 500	10	4,057,583	3,438,050	Quoted
Shinepukur Ceramics Ltd.	1 52 087	10	9,579,145	4,136,766	Quoted
Prime Islami Life Insurance	8 349	10	1,486,944	968,484	Quoted
LINDE Bangladesh Ltd.	800	10	511,750	439,280	Quoted
BGIC	9 05 000	10	32,124,345	29,141,000	Quoted
Fareast Islami Life Insurance	4 07 150	10	50,535,984	43,239,330	Quoted
Peoples Insurance	20 66 600	10	66,891,446	56,831,500	Quoted
Asia Pacific General Insurance	11 67 000	10	42,031,625	40,961,700	Quoted
City General Insurance	6 75 000	10	26,493,413	23,895,000	Quoted
Karnafuli Insurance	7 49 300	10	30,069,756	23,303,230	Quoted
Pragati Insurance	1 00 000	10	6,798,630	6,240,000	Quoted
EBL NRB MF	50 00 000	10	50,000,000	47,000,000	Quoted
EBL 1ST MF	10 00 000	10	16,364,727	8,900,000	Quoted
ICBEP MF 1ST	10 00 000	10	15,592,734	8,100,000	Quoted
TRUST BANK 1ST MF	10 00 000	10	15,405,030	8,700,000	Quoted
DBH 1ST MF	10 00 000	10	14,946,229	7,100,000	Quoted
IFIC 1ST MF	10 00 000	10	14,942,065	8,000,000	Quoted
PRIME 1ICBA	10 00 000	10	13,505,254	7,000,000	Quoted
PHP MF1	10 00 000	10	10,000,000	6,700,000	Quoted
POPULAR1MF	10 00 000	10	10,000,000	7,200,000	Quoted
MBL 1ST MF	10 00 000	10	10,000,000	6,900,000	Quoted
SWIFT	13	173,774	2,259,065	2,259,065	Unquoted
<b>Sub total (ii + iii + iv)</b>			<b>6,700,245,812</b>	<b>5,483,247,804</b>	
			<b>8,050,886,317</b>	<b>6,833,892,581</b>	
<b>Grand total (i + ii + iii + iv)</b>			<b>11,314,594,647</b>	<b>10,097,600,911</b>	



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.61	<b>6.1 Maturity grouping of investment (shares and securities)</b>		
	i) Repayable on Demand	6,697,986,747	3,610,649,160
	With a residual maturity of		
	ii) Not more than 3 months	-	-
	iii) Over 3 months but not more than 1 year	-	-
	iv) Over 1 year but not more than 5 years	3,250,000,000	2,750,000,000
	v) More than 5 years	1,366,607,900	1,293,115,460
		<b>11,314,594,647</b>	<b>7,653,764,620</b>
IAS 1.77	<b>6 (a) Consolidated Investment in Shares &amp; Securities</b>		
	i) Government securities:		
	Export Import Bank of Bangladesh Limited	3,263,708,330	2,763,708,330
	Add: EXIM Bank's Subsidiaries	-	-
	<b>Sub total</b>	<b>3,263,708,330</b>	<b>2,763,708,330</b>
	ii) Others		
	Export Import Bank of Bangladesh Limited	8,050,886,317	4,890,056,290
	Add: EXIM Islami Investment Limited (EIIL)	181,428,933	157,412,214
	Less: Bank's subsidiaries	(1,150,640,505)	(1,077,148,065)
	<b>Sub total</b>	<b>7,081,674,745</b>	<b>3,970,320,439</b>
	<b>Grand Total (i + ii)</b>	<b>10,345,383,075</b>	<b>6,734,028,769</b>
IAS 1.77	<b>7 Investments</b>		
IAS 1.61	<b>7.1 Maturity-wise classification</b>		
	i) Repayable on Demand	5,150,818,252	1,174,976,786
	With a residual maturity of		
	ii) Not more than 3 months	11,002,063,850	16,282,060,214
	iii) Over 3 months but not more than 1 year	61,409,572,589	44,077,249,872
	iv) Over 1 year but not more than 5 years	25,697,651,551	12,700,271,000
	v) More than 5 years	14,959,886,755	25,465,069,784
		<b>118,219,992,997</b>	<b>99,699,627,656</b>
IAS 1.77	<b>7.2 Mode-wise Investment</b>		
	<b>a) In Bangladesh</b>		
	Bai - Muajjal	45,404,593,852	36,991,343,058
	Bai - Murabaha	21,436,726,226	17,746,405,168
	Bai-Salam	3,368,183,634	3,033,228,095
	Izara bill baia (Commercial)	43,007,033,766	36,825,680,283
	Izara bill baia (Staff)	1,066,054,117	894,471,784
	Quard	383,049,664	209,492,097
	<b>Sub total</b>	<b>114,665,641,259</b>	<b>95,700,620,485</b>
	<b>Bills purchased and discounted</b>		
	Bai-as-Sarf (FDBP)	369,753,419	449,528,622
	Musharaka Documentary Bill (MDB)	1,948,424,188	2,374,501,763
	Mudaraba Import Bills (UPAS)	766,696,403	-
	Murabaha Import Bill (MIB)	469,477,728	1,174,976,786
	<b>Sub total (a)</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>
	<b>b) Outside Bangladesh</b>	-	-
	<b>Sub total (b)</b>	-	-
	<b>Grand Total (a + b)</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011
IAS 1.77		
<b>7.2.1 Geographical Location-wise Classification of Investment</b>		
i) Within Bangladesh		
a) In Rural Areas	5,025,506,173	4,407,290,012
b) In Urban Areas	113,194,486,824	95,292,337,644
<b>Sub total (a + b)</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>
ii) Outside Bangladesh	-	-
<b>Total (i + ii)</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>
IAS 1.77		
<b>7.2.2 Division-wise classification of investment</b>		
i) Dhaka division	86,867,067,527	74,196,536,500
ii) Chittagong division	24,396,177,405	19,631,800,230
iii) Khulna division	1,162,649,399	1,129,931,000
iv) Rajshahi division	3,143,807,584	2,468,888,989
v) Barisal division	199,440,674	115,962,832
vi) Sylhet division	1,478,536,388	1,397,388,113
vii) Rangpur division	972,314,020	759,119,994
<b>Total</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>
IAS 1.77		
<b>7.3 Group-wise Classification of Investments</b>		
i) Investments to directors	-	-
ii) Investments to Chief Executive & Other Senior Executives	113,565,444	83,956,618
iii) Investment (funded and nonfunded) to Customers		
<b>Group (10% of Equity and above) note 7.8</b>	<b>47,865,100,000</b>	<b>25,200,800,000</b>
iv) Industry-wise Classification of Investments		
a) Garments	11,920,002,343	11,212,866,978
b) Textile	6,622,006,946	6,947,692,892
c) Agrobased Industry	5,710,500,000	3,255,602,117
d) Other Industry	9,576,790,711	7,454,840,360
<b>Total (iv)</b>	<b>33,829,300,000</b>	<b>28,871,002,347</b>
v) Trading and others	84,390,692,997	70,828,625,309
<b>Total (iv + v)</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>
IAS 1.77		
<b>7.4 Classification of investments</b>		
Unclassified :		
i) Unclassified investments including staff investment	110,646,094,397	96,287,310,387
ii) Special mention account (SMA)	2,522,128,393	1,785,782,000
<b>Total Unclassified (i + ii)</b>	<b>113,168,222,790</b>	<b>98,073,092,387</b>
Classified:		
iii) Substandard	1,518,471,919	239,595,733
iv) Doubtful	658,246,551	414,980,894
v) Bad/loss	2,875,051,737	971,958,642
<b>Total Classified (iii + iv + v)</b>	<b>5,051,770,207</b>	<b>1,626,535,269</b>
<b>Grand Total (i to v)</b>	<b>118,219,992,997</b>	<b>99,699,627,656</b>
IAS 1.114 (c)		
<b>7.5 Pledged collateral against investment</b>		
Land & Building	120,232,649,953	99,767,944,348
MTDR, Securities etc	8,664,796,945	7,839,097,500
Share Certificates	4,760,000	38,587,011
Others	3,426,593,102	11,266,182,511
<b>Total</b>	<b>132,328,800,000</b>	<b>118,911,811,370</b>



## Notes to the Financial Statements for the year ended 31 December 2012

IAS 1.114 (c)

## No. Particulars

Taka

2012

2011

## 7.6 Description of investments

- i) Investments considered good in respect of which the bank is fully secured
- ii) Investments considered good in respect of which the bank holds debtors personal security
- iii) Investments considered good and secured by the personal security of one or more persons in addition to the personal security of debtors
- iv) Investments considered bad or doubtful not provided for

**Total**

- v) Investments due by directors or employees of the bank or any of them either severally or jointly with any other persons

- vi) Investments due by directors or employees of the bank are interested as Directors, partners, managing agents or, in case of private companies, as members

- vii) Total amount of investments, including temporary investments, made any time during the year to directors or employees of the bank or any of them either severally or jointly with any other persons

- viii) Total amount of investments, including temporary investments, granted during the year to the companies or firms in which the directors of the bank are interested as directors, partners, managing agents or, in case of private companies, as members

- ix) Investment due from other banks

- x) Classified investments on which profit has not been charged:

- xi) Particulars of Written Off Investments

- a) Cumulative amount of Investment Written Off since inception up to 31 December 2012

- b) Amount of Investment Written Off during this year

**c) Total amount of Written Off (a + b)**

- d) Amount recovered against such Written Off Investment up to this year

- e) Amount of investment Written Off against which suit has been filed to recover the same\*

115,037,730,673	98,083,726,046
3,182,262,324	1,615,901,610
-	-
-	-
<b>118,219,992,997</b>	<b>99,699,627,656</b>
<b>1,066,054,116</b>	<b>894,471,784</b>
-	-
<b>1,066,054,116</b>	<b>894,471,784</b>
-	-
-	-
<b>2,875,051,737</b>	<b>971,958,642</b>
302,501,026	108,460,423
-	194,040,603
<b>302,501,026</b>	<b>302,501,026</b>
16,200,000	12,800,000
<b>279,801,423</b>	<b>289,701,423</b>

\*Tk.0.65 crore has been waived from total written off investment of Taka 28.97 crore

IAS 1.77

## 7.7 Bills purchased and discounted

- i) Payable in Bangladesh
- ii) Payable outside Bangladesh
- Total**

2,417,901,916	3,549,478,549
1,136,449,822	449,528,622
<b>3,554,351,738</b>	<b>3,999,007,171</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011
<b>7.7.1 Maturity grouping of bills discounted and purchased</b>		
Payable within 1 month	98,412,090	1,174,976,786
Over 1 month but less than 3 months	289,800,203	145,769,705
Over 3 months but less than 6 months	755,594,190	125,187,050
6 months or more	2,410,545,255	2,553,073,630
<b>Total</b>	<b>3,554,351,738</b>	<b>3,999,007,171</b>

IAS 1.77

**7.8 Detail of Large Investments**

Investments above 10% of total capital of the bank (Total capital Tk. 1821.43 crore &amp; Tk. 1610.96 crore for the years 2012 &amp; 2011 respectively)

Number of clients	19	11
Amount of outstanding investments:		
Funded (7.8.1)	22,256,400,000	10,346,100,000
Non-funded (7.8.1)	25,608,700,000	14,854,700,000
	<b>47,865,100,000</b>	<b>25,200,800,000</b>
Amount of classified investments	-	-
Measures taken for recovery of classified investments	Not applicable	Not applicable

IAS 1.114 (c)

**7.8.1 Investments above 10% of total capital of the bank**

Name of the Clients	Outstanding		Outstanding	
	Taka		Taka	
	2012		2011	
	Funded	Non-funded	Total	Total
1 AKH Group	856,500,000	3,499,900,000	4,356,400,000	4,352,100,000
2 Masco Group	1,160,700,000	2,368,100,000	3,528,800,000	2,035,200,000
3 S.Alam Vegetable Oils Ltd.	689,000,000	2,633,400,000	3,322,400,000	-
4 Badsha Group	1,671,700,000	1,333,300,000	3,005,000,000	2,172,600,000
5 Pretty Group (S.Suhi)	1,641,200,000	1,292,300,000	2,933,500,000	2,429,700,000
6 S.Alam Super Edible Oil Ltd.	-	2,769,600,000	2,769,600,000	-
7 Sikder Real Estate Ltd & Its Associates	2,554,100,000	-	2,554,100,000	-
8 Marine Vegetable Oils & Its Associates	1,861,800,000	690,100,000	2,551,900,000	2,490,500,000
9 MP Spinning Mills Ltd & Its Associates	1,259,300,000	1,264,000,000	2,523,300,000	1,739,700,000
10 Meghna Group	628,800,000	1,605,500,000	2,234,300,000	-
11 City Group	-	2,158,800,000	2,158,800,000	-
12 OK Group	2,156,100,000	-	2,156,100,000	1,649,100,000
13 ABA Group	509,700,000	1,590,500,000	2,100,200,000	2,669,800,000
14 Unitex Spinning Mills Ltd.	1,101,200,000	944,800,000	2,046,000,000	-
15 Impressive Textile Mills Ltd. & Its Associates	1,656,400,000	336,600,000	1,993,000,000	-
16 Outware Group	919,100,000	1,052,100,000	1,971,200,000	-
17 Comfit Composite Ltd	487,500,000	1,441,400,000	1,928,900,000	2,175,500,000
18 S.Alam Group	1,249,700,000	628,300,000	1,878,000,000	1,737,100,000
19 Anowar Khan Mordern Hospital	1,853,600,000	-	1,853,600,000	-
20 JMS Garment Ltd	-	-	-	1,749,500,000
<b>Total</b>	<b>22,256,400,000</b>	<b>25,608,700,000</b>	<b>47,865,100,000</b>	<b>25,200,800,000</b>

IAS 1.77

**7(a) Consolidated Investment**Export Import Bank of Bangladesh Limited  
Add: Bank's subsidiaries**Sub total****Bills purchased and discounted**

Bai-as-Sarf (FDBP)

Musharaka Documentary Bill (MDB)

Mudaraba Import Bills (UPAS)

Murabaha Import Bill (MIB)

**Sub total****Total**

114,665,641,259	95,700,620,485
1,140,074,268	1,154,392,209
<b>115,805,715,527</b>	<b>96,855,012,694</b>
369,753,419	449,528,622
1,948,424,188	2,374,501,763
766,696,403	-
469,477,728	1,174,976,786
3,554,351,738	3,999,007,171
<b>119,360,067,265</b>	<b>100,854,019,865</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 16.73	<b>8 Fixed assets including premises (Annexure-A)</b>		
	i) Land	582,400	582,400
	ii) Building & Construction	16,618,462	17,100,367
	iii) Furniture and Fixtures	34,294,196	30,016,971
	iv) Interior Decoration	108,086,806	107,972,182
	v) Office Equipment	256,055,483	294,871,545
	vi) Vehicles	17,262,338	17,210,781
	vii) Books	191,936	226,979
	<b>Total</b>	<b>433,091,621</b>	<b>467,981,225</b>
IAS 16.73	<b>8 (a) Consolidated fixed assets</b>		
	Export Import Bank of Bangladesh Limited	433,091,621	467,981,225
	Add: Bank's subsidiaries	6,391,054	4,228,458
		<b>439,482,675</b>	<b>472,209,683</b>
IAS 1.77	<b>9 Other assets</b>		
	Income Generating (note 9.1)	570,566,247	570,566,247
	Non Income Generating (note 9.2)	1,462,755,473	1,295,857,729
		<b>2,033,321,720</b>	<b>1,866,423,976</b>
IAS 1.77	<b>9.1 Income Generating</b>		
	Placement with OBU Motijheel	726,480,799	-
	Placement with OBU Agrabad	40,215,604	-
	Placement with EXIM Islami Investment Limited (EIL)	570,566,247	570,566,247
		<b>1,337,262,650</b>	<b>570,566,247</b>
	Less: Investment with OBU	(766,696,403)	-
		<b>570,566,247</b>	<b>570,566,247</b>
IAS 1.77	<b>9.2 Non Income Generating</b>		
	Stock of stationery in hand	30,711,564	25,745,035
	Advance Rent (9.2.1)	117,680,819	94,117,902
	Suspense Account(9.2.2)	554,340,328	352,799,764
	Security Deposit (Telephone deposit)	6,804,458	1,537,778
	Stamps in hand	2,107,285	1,472,992
	Income Receivable on Investment(9.2.3)	185,700,000	310,749,513
	Other Receivable	51,202,984	53,482,388
	Prepaid expenses	300,499	137,349
	Clearing Adjustment	234,873	620,517
	Others (9.2.4)	513,672,663	455,194,491
	<b>Total</b>	<b>1,462,755,473</b>	<b>1,295,857,729</b>
IAS 1.114 (c)	<b>9.2.1 Advance Rent</b>		
	Office rent	108,899,980	83,721,110
	Godown rent	8,780,839	10,396,792
		<b>117,680,819</b>	<b>94,117,902</b>
IAS 1.78	<b>9.2.2 Suspense account</b>		
	EDF loan receivable from Bangladesh Bank	151,824,816	107,481,592
	Advance against new branches	187,484,199	2,788,750
	Others*	215,031,313	242,529,422
		<b>554,340,328</b>	<b>352,799,764</b>

\*This includes advance against Salary, TA/DA, Postage, Sundry debtors, Suspense A/C ID, etc.



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.114 (c)	<b>9.2.3 Income Receivable on Investment</b>		
	Profit receivable on BGIIB	110,000,000	192,500,000
	Other income receivable	75,700,000	118,249,513
		<b>185,700,000</b>	<b>310,749,513</b>
IAS 1.78	<b>9.2.4 Others</b>		
	Office Spaces (including the value of portion of land)	510,087,522	451,757,522
	Insurance premium	3,585,141	3,436,969
		<b>513,672,663</b>	<b>455,194,491</b>
IAS 1.77	<b>9.3 Classification of other assets</b>		
	Unclassified	2,033,321,720	1,866,423,976
	Doubtful	-	-
	Bad/loss	-	-
		<b>2,033,321,720</b>	<b>1,866,423,976</b>
IAS 1.77	<b>9.4 Fictitious Assets</b>		
	No fictitious assets has been accounted for during the year under review.	-	-
IAS 1.77	<b>9 (a) Consolidated other assets</b>		
	Export Import Bank of Bangladesh Limited	2,033,321,720	1,866,423,976
	Add: Bank's subsidiaries	255,130,961	144,103,946
	Less: Placement with EXIM Islami Investment Ltd. (EIL)	(570,566,247)	(570,566,247)
		<b>1,717,886,434</b>	<b>1,439,961,675</b>
IAS 1.77	<b>10 Non Banking Assets</b>	-	-
IFRS 7.7 IAS 1.77	<b>11 Placement from banks &amp; other financial institutions</b>		
	<b>a) In Bangladesh</b>		
	Islamic Bank	-	-
	Borrowing from Bangladesh Bank	4,300,000,000	3,450,000,000
	Sonali Bank	-	-
	<b>Sub Total (a)</b>	<b>4,300,000,000</b>	<b>3,450,000,000</b>
IAS 1.77	<b>b) Outside Bangladesh</b>	-	-
	<b>Grand Total (a + b)</b>	<b>4,300,000,000</b>	<b>3,450,000,000</b>
IAS 1.61	<b>11.1 Security against placement from banks &amp; other financial institutions</b>		
	Secured	4,300,000,000	3,450,000,000
	Unsecured	-	-
		<b>4,300,000,000</b>	<b>3,450,000,000</b>

Tk. 4,300,000,000/-has been borrowed from Bangladesh Bank against Mudaraba Term Deposit Receipt of Tk. 4,300,000,000/-of different Banks.



## Notes to the Financial Statements for the year ended 31 December 2012

Taka

## No. Particulars

2012

2011

IAS 1.61

**11.2 Maturity grouping of placement from banks & other financial institutions**

- i) Re-payable on demand  
With a residual maturity of
- ii) Re-payable within 1 month
- iii) Over 1 month but within 6 months
- iv) Over 6 months but not more than 1 year
- v) Over 1 year but not more than 5 years
- vi) Over 5 years but not more than 10 years

-	-
1,550,000,000	1,000,000,000
2,750,000,000	2,450,000,000
-	-
-	-
-	-
<b>4,300,000,000</b>	<b>3,450,000,000</b>

IFRS 7.7

IAS 1.78

**12 Deposits and other accounts****Maturity-wise classification of Deposits****From banks**

- i) Re-payable on demand  
**With a residual maturity of**
- ii) Re-payable within 1 month
- iii) Over 1 month but within 6 months
- iv) Over 6 months but not more than 1 year
- v) Over 1 year but not more than 5 years
- vi) Over 5 years but not more than 10 years
- vii) More than 10 years

8,140,665	20,345,673
2,065,812,300	1,053,730,569
5,300,144,748	2,350,241,082
-	250,000,000
-	-
-	-
-	-
<b>7,374,097,713</b>	<b>3,674,317,324</b>

**From other than banks**

- i) Re-payable on demand  
**With a residual maturity of**
- ii) Re-payable within 1 month
- iii) Over 1 month but within 6 months
- iv) Over 6 months but not more than 1 year
- v) Over 1 year but not more than 5 years
- vi) Over 5 years but not more than 10 years
- vii) More than 10 years

19,210,199,986	15,126,210,760
37,732,631,973	31,065,778,588
46,374,416,435	33,022,747,689
13,493,165,149	9,553,008,868
10,940,672,633	10,165,177,792
4,594,200,249	4,878,667,834
650,273,019	395,297,046
<b>132,995,559,444</b>	<b>104,206,888,577</b>
<b>140,369,657,157</b>	<b>107,881,205,901</b>

**Total**

IAS 1.78

IAS 1.77

**12.1 Other Mudaraba Deposits**

- Mudaraba Short Notice Deposit
- Mudaraba Cash Waqf Deposit
- Mudaraba Monthly Savings Scheme
- Mudaraba Monthly Income Scheme
- Mudaraba Multiplus Savings Scheme
- Mudaraba Education Savings Scheme
- Mudaraba Super Savings Scheme
- Mudaraba Hajj Deposits
- Mudaraba Denmohor/Marriage Scheme

**Total**

4,346,561,997	3,462,690,627
9,051,520	4,564,500
8,488,696,592	7,479,424,902
3,912,354,444	2,312,201,141
471,181,213	449,938,240
4,158,832	5,303,541
7,946,617,392	7,971,426,580
14,209,931	11,651,475
1,733,525	-
<b>25,194,565,446</b>	<b>21,697,201,006</b>

IAS 1.77

**12.1 (a) Consolidated Other Mudaraba Deposits**

- Export Import Bank of Bangladesh Limited
- Less: Intragroup transaction

25,194,565,446	21,697,201,006
(13,923,127)	(63,416,346)
<b>25,180,642,319</b>	<b>21,633,784,660</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No.	Particulars	2012	2011
IAS 1.77	<b>12.2 Al-Wadeeah Current and Other Deposit Accounts</b>		
	Al-wadeeah Current Deposits	3,698,120,283	3,041,307,322
	Foreign Currency Account (USD)	324,604,382	281,340,869
	Foreign Currency Account (GBP)	2,399,695	2,311,091
	Foreign Currency Account (EURO)	148,578	1,045,071
	Foreign Currency Account (CAD)	4,069,395	2,157,179
	Sundry Deposit	728,567,812	380,533,419
	Security Deposit: LC	1,329,098,110	1,308,701,357
	Security Deposit: Back to Back LC & ABP	8,698,857,122	7,000,934,161
	Security Deposit: Bank Guarantee	194,775,287	140,500,290
	Security Deposit: Inland Bill Purchased (IBP)	55,022,691	73,567,934
	Profit payable	2,045,866,800	1,500,697,348
		<b>17,081,530,155</b>	<b>13,733,096,041</b>
IAS 1.77	<b>12.2 (a) Consolidated Al-Wadeeah Current and Other Deposit Accounts</b>		
	Export Import Bank of Bangladesh Limited	17,081,530,155	13,733,096,041
	Less: Intragroup transaction	(8,440,298)	(15,783,353)
		<b>17,073,089,857</b>	<b>13,717,312,688</b>
IAS 1.77	<b>12.3 Mudaraba savings bank deposits</b>	<b>6,038,002,361</b>	<b>5,461,081,193</b>
IAS 1.77	<b>12.4 Mudaraba term deposits</b>	<b>90,462,187,026</b>	<b>66,067,864,576</b>
IAS 1.77	<b>12.4 (a) Consolidated Mudaraba Term Deposit</b>		
	Export Import Bank of Bangladesh Limited	90,462,187,026	66,067,864,576
	Less: Intragroup transactions	(325,545,961)	(291,295,318)
		<b>90,136,641,065</b>	<b>65,776,569,258</b>
IAS 1.77	<b>12.5 Bills payable</b>		
	Pay order	1,508,730,627	801,093,126
	Demand draft	84,641,542	120,869,959
		<b>1,593,372,169</b>	<b>921,963,085</b>
IAS 1.77	<b>12.5 (a) Consolidated bills payable</b>		
	Export Import Bank of Bangladesh Limited	1,593,372,169	921,963,085
	Add: Bank's subsidiaries	3,674,734	4,587,713
		<b>1,597,046,903</b>	<b>926,550,798</b>
IAS 1.77	<b>13 Other liabilities</b>		
	Provision for classified investments (note-13.1b)	1,460,285,242	399,437,597
	Provision for unclassified (standard) investments (note-13.1c)	787,337,542	977,510,798
	Provision for placement with EIL (note-13.1d)	11,411,320	11,411,000
	Provision for unclassified SMA investments (note-13.1e)	126,106,420	87,110,350
	Provision for Off balance sheet exposures (note-13.1f)	639,504,836	549,299,196
	Provision for Off-Shore Banking Unit(note-13.1g)	8,088,929	-
	Profit suspense account (note-13.2)	247,264,896	165,663,596
	Provision for corporate tax (note-13.3)	675,410,363	935,557,973
	Provision for deferred taxes (note 13.4)	50,256,000	50,256,000
	Provision for diminution in value of shares ( note 13.5)	1,012,798,828	374,958,541
	Provision for employees social securities-superannuation fund	1,000,000	1,000,000
	Provision for gratuity (13.6)	192,355,324	166,984,323
	Provision for audit fees	550,000	500,000
	Zakat fund	200,745	18,035,055
	Accrued expenses payable	4,723,447	2,329,272
	Tax/VAT deducted at source	203,474,295	160,907,692
	Excise duty	50,350,662	46,170,706
	Compensation suspense account	186,710,782	87,390,224
	Compensation realized account	87,283,199	24,471,092
		<b>5,745,112,830</b>	<b>4,058,993,415</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.114 (c)	<b>13.1 a) Provision required</b>		
	Unclassified Investments	787,337,542	977,510,798
	Special mention account (SMA)	126,106,420	87,110,350
		<b>913,443,962</b>	<b>1,064,621,148</b>
	Substandard	189,515,072	9,905,000
	Doubtful	187,998,788	120,456,383
	Bad/loss	1,082,771,382	269,076,214
	Sub total	1,460,285,242	399,437,597
	<b>Total provision on investment</b>	<b>2,373,729,204</b>	<b>1,464,058,745</b>
IAS 37.84	<b>b) Provision for classified investments</b>		
	Balance at 1 January	399,437,597	539,205,420
	Less: Fully provided Investment written off	-	(179,224,770)
	Less: Profit waived	(90,915)	(3,450,410)
		<b>399,346,682</b>	<b>356,530,240</b>
	Add: Recoveries of amount previously written off	-	-
	Add: Provision made during the year	1,060,938,560	42,907,357
	Less: Provision no more required for investment realized	-	-
	Net charge in profit and loss account	<b>1,060,938,560</b>	<b>42,907,357</b>
	Balance at 31 December	<b>1,460,285,242</b>	<b>399,437,597</b>
IAS 37.84	<b>c) General provision on unclassified (standard) investments</b>		
	Provision held at the beginning of the year	977,510,798	917,924,554
	Add: Provision made during the year	(190,173,256)	59,586,244
	Balance at 31 December	<b>787,337,542</b>	<b>977,510,798</b>
	<b>d) General Provision for placement with EILL</b>		
	Provision held at the beginning of the year	11,411,000	8,411,325
	Add: Provision made during the year	320	2,999,675
	Balance at 31 December	<b>11,411,320</b>	<b>11,411,000</b>
IAS 37.84	<b>e) Provision for unclassified special mention account (SMA)</b>		
	Balance at 1 January	87,110,350	24,797,908
	Add: Provision made during the year	38,996,070	62,312,442
	Less: Provision no longer required	-	-
	Balance at 31 December	<b>126,106,420</b>	<b>87,110,350</b>
IAS 37.84	<b>f) General Provision for off balance sheet exposure</b>		
	Balance at 1 January	549,299,196	531,411,000
	Add: Provision made for the year	90,205,640	17,888,196
	Balance at 31 December	<b>639,504,836</b>	<b>549,299,196</b>
	<b>g) General Provision for OBU</b>		
	Balance at 1 January	-	-
	Add: Provision made for the year	8,088,929	-
	Balance at 31 December	<b>8,088,929</b>	-
IAS 37.84	<b>13.2 Profit suspense account</b>		
	Balance at 1 January	165,663,596	87,911,506
	Add: Net amount credited during the year to suspense account	81,601,300	92,567,924
	Less: Net amount recovered during the year	-	-
	Less: Amount written off/waived during the year	-	(14,815,834)
	Balance at 31 December	<b>247,264,896</b>	<b>165,663,596</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011
<b>13.3 Income tax Liability</b>		
Balance at 1 January	6,912,318,996	5,446,630,500
Add: Provision made for the year (note 13.3.1)	1,530,817,994	1,465,688,496
Less: Settlement of tax liabilities for the years	-	-
Balance at 31 December (a)	<b>8,443,136,990</b>	<b>6,912,318,996</b>
<b>Advance Tax</b>		
Balance at 1 January	5,976,761,023	4,149,065,815
Add: Payment made during the year	1,790,965,604	1,827,695,208
Less: Settlement of tax liabilities for the years	-	-
Balance at 31 December (b)	<b>7,767,726,627</b>	<b>5,976,761,023</b>
<b>Net Balance at 31 December (a-b)</b>	<b>675,410,363</b>	<b>935,557,973</b>
<b>13.3.1 Provision for Current Tax made during the year</b>		
Income tax @ 42.50% on estimated taxable profit (From A)	1,511,680,151	1,458,998,236
Add: Tax on dividend income @ 20%	13,991,123	6,690,260
Add: Tax on capital gain @10%	5,146,720	-
Add: Excess profit tax	-	-
<b>Estimated provision required as at 31 December</b>	<b>1,530,817,994</b>	<b>1,465,688,496</b>
<b>A. Computation of Taxable Profit</b>		
Profit before tax	3,688,449,279	3,475,061,338
Less: Gain on share (Capital gain)	(51,467,200)	-
Less: Cash dividend	(69,955,617)	(33,451,300)
Less: Nominal value of bonus share	(10,131,989)	(8,673,013)
<b>Estimated Taxable Profit for the year (A)</b>	<b>3,556,894,473</b>	<b>3,432,937,025</b>
<ul style="list-style-type: none"> <li>* Assessment Years 2000-01, 2001-02 and 2002-03 are still under appeal with the High Court against the tax imposition on general provision against unclassified investment being claimed as allowable expenses by the bank and as such no adjustment could be ac</li> <li>* Assessment Year 2003-04 has been finalized.</li> <li>* Assessment Year 2004-05 has been re-opened and still pending before Taxes Appellate Tribunal.</li> <li>* Assessment Years 2005-06, 2006-07, 2007-08 and 2008-09 are pending before honorable High Court.</li> <li>* Assessment year 2009-10 is pending before Taxes Appellate Tribunal.</li> <li>* Assessment year 2010-11 is pending before Commissioner of Taxes (Appeal).</li> <li>* Corporate tax return for the Assessment Year 2011-12 and 2012-13 have been filed with DCT, LTU Dhaka, which is yet to be finalized.</li> </ul>		
<b>13.3 (a) Consolidated Income tax Liability</b>		
Export Import Bank of Bangladesh Limited	675,410,363	935,557,973
Add: Bank's subsidiaries	(5,695,191)	42,710,191
	<b>669,715,172</b>	<b>978,268,164</b>
<b>13.3.1 (a) Consolidated Provision for Current Tax made during the year</b>		
Export Import Bank of Bangladesh Limited	1,530,817,994	1,465,688,496
Add: Bank's subsidiaries	-	54,601,120
	<b>1,530,817,994</b>	<b>1,520,289,616</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011
IAS 12.81 (g) (i) <b>13.4 Deferred tax liability/(Assets)</b>		
Balance at 1 January	50,256,000	50,256,000
Transfer (to)/from Profit & loss account	-	-
Balance at 31 December	<u>50,256,000</u>	<u>50,256,000</u>
IAS 37.84 <b>13.5 Provision for diminution in value of shares</b>		
Balance at 1 January	374,958,541	79,890,744
Provision made for the year	637,840,287	295,067,797
Balance at 31 December	<u>1,012,798,828</u>	<u>374,958,541</u>
IAS 37.84 <b>13.5 (a) Consolidated Provision for diminution in value of shares</b>		
Export Import Bank of Bangladesh Limited	1,012,798,828	374,958,541
Add: Subsidiaries	23,741,472	16,792,869
Balance at 31 December	<u>1,036,540,300</u>	<u>391,751,410</u>
IAS 37.84 <b>13.6 Provision for Gratuity</b>		
Balance at 1 January	166,984,323	149,835,056
Less: Disbursed during the year	(24,628,999)	(12,850,733)
Add: Provision made during the year	50,000,000	30,000,000
Balance at 31 December	<u>192,355,324</u>	<u>166,984,323</u>
IAS 1.77 <b>13 (a) Consolidated other liabilities</b>		
Export Import Bank of Bangladesh Limited	5,745,112,830	4,058,993,415
Add: Bank's subsidiaries	377,192,465	216,042,062
	<u>6,122,305,295</u>	<u>4,275,035,477</u>
IAS 1.79 <b>14 Share Capital</b>		
IAS 1.79 (a) (i) <b>14.1 Authorized Capital</b>		
2,000,000,000 ordinary shares of Tk.10/- each	<u>20,000,000,000</u>	<u>20,000,000,000</u>
The Bank raised its authorized capital from Tk.10,000,000,000 to Tk.20,000,000,000 in its 8th Extra-ordinary General meeting held on 28 July 2011.		
IAS 1.79 (a) (ii) <b>14.2 Paid up capital</b>		
922,356,286 ordinary shares of Tk.10/- each	9,223,562,860	6,832,268,790
(683,226,879 ordinary shares of Tk.10/- each)		
129,129,880 ordinary shares of Tk.10/- each		
(239,129,407 ordinary shares of issued as bonus share of Tk.10/- each)	1,291,298,800	2,391,294,070
	<u>10,514,861,660</u>	<u>9,223,562,860</u>
The bank has increased its paid up capital of Tk.1,291,298,800/- by issuance of 14% stock dividend for the year 2011 which was approved in the 13th AGM held on 04 July 2012.		
IAS 1.114 (c) <b>14.2.1 Initial public offer (IPO) &amp; rights share</b>		
Out of the total issued, subscribed and fully paid up capital of the Bank 3,138,750 ordinary shares of Tk.100/- each amounting to Tk.313,875,000/- was raised through public offering of shares in the year 2004 & in the year 2006 Bank raised Tk.571,252,500/- through rights shares offered at 1:2 shares of Tk.100/- each. In the year 2010 Bank further raised Tk.2,277,422,930/- through issuance of rights shares at 1: 2 shares of Tk.10/- each.		



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011

IAS 1.114(c)

14.2.2 a) The Paid up Capital of the Bank is Tk. 10,514,861,660 divided into 1,051,486,166 ordinary shares of Tk.10/- each fully subscribed by:

Particulars	2012			2011
	No. of Shares	% of total	Amount	Amount
i) Promoters/Sponsors	478,983,983	45.55%	4,789,839,830	4,117,929,260
ii) General Public & Others	572,502,183	54.45%	5,725,021,830	5,105,633,600
iii) GOB	-	-	-	-
<b>Grand total (i + ii + iii)</b>	<b>1,051,486,166</b>	<b>100.00%</b>	<b>10,514,861,660</b>	<b>9,223,562,860</b>

IAS 1.79

## b) Percentage of shareholdings at 31 December 2011

	No. of shares	% of holdings
Sponsors/Directors	508,360,304	48.35%
Corporate bodies- Local	190,389,045	18.11%
Corporate bodies- Foreign	1,906,658	0.18%
Foreign individuals	-	0.00%
Non-resident Bangladeshi	5,869,984	0.56%
General public	344,960,175	32.81%
	<b>1,051,486,166</b>	<b>100%</b>

IAS 1.79(a) (II)

## c) Range-wise shareholdings as on 31 December 2012 are as follows:

Range of holding of shares	No. of share holders	% of holding of shares	No. of shares
Less than 500	72,336	1.09%	11,511,612
500 to 5,000	55,959	8.86%	93,157,556
5,001 to 10,000	6,983	4.78%	50,263,945
10,001 to 20,000	2,392	3.15%	33,114,127
20,001 to 30,000	640	1.46%	15,391,791
30,001 to 40,000	279	0.92%	9,632,320
40,001 to 50,000	197	0.85%	8,951,261
50,001 to 100,000	298	1.95%	20,457,700
100,001 to 1,000,000	301	8.28%	87,035,095
Over 1,000,000	97	68.66%	721,970,759
	<b>139,482</b>	<b>100.00%</b>	<b>1,051,486,166</b>

IAS 1.79

## 14.3 Capital Adequacy Ratio (as per Basel II)

Total assets of the bank	167,056,626,119	129,874,424,163
Total risk weighted assets(As per Basel II)	166,531,664,000	148,053,700,000
<b>A. Required capital</b>	<b>16,653,166,400</b>	<b>14,805,370,000</b>

(10% of risk weighted assets as per RBCA guidelines in line with Basel II)



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No.	Particulars	2012	2011
<b>B. Actual Capital/Equity-Solo:</b>			
	Core capital (Tier I) - Note C	16,641,856,132	14,484,224,847
	Supplementary capital (Tier II) -Note D	1,572,449,047	1,625,331,344
	Actual Capital/ Equity (i + ii)	18,214,305,179	16,109,556,191
	<b>Surplus/(deficit) Capital (B-A)</b>	<b>1,561,138,779</b>	<b>1,304,186,191</b>
<b>C. Core capital (Tier I)</b>			
	Paid up capital	10,514,861,660	9,223,562,860
	Statutory reserve	4,587,465,775	3,849,775,919
	Dividend equalization A/C	62,775,000	62,775,000
	Retained earnings	1,476,753,697	1,348,111,068
		<b>16,641,856,132</b>	<b>14,484,224,847</b>
<b>D. Supplementary capital (Tier II)</b>			
	General provision on Un classified investments	932,944,211	1,076,032,148
	General provision on Off balance sheet exposures	639,504,836	549,299,196
		<b>1,572,449,047</b>	<b>1,625,331,344</b>
	Percentage of capital held against risk weighted assets	<b>10.94%</b>	<b>10.88%</b>
<b>Capital requirement</b>			
	<b>Required for 2011</b>	<b>Held</b>	<b>Held</b>
	Tier - I	5.00%	9.99%
	Tier - II		0.95%
	<b>Total</b>	<b>10.00%</b>	<b>10.88%</b>
<b>E. Breakdown of gross Risk-Weighted Assets (RWA) in the various categories of risk exposures</b>			
	<b>Credit Risk:</b>	<b>142,121,916,000</b>	<b>131,958,000,000</b>
	On Balance Sheet items	111,726,713,000	101,379,900,000
	Off Balance Sheet items	30,395,203,000	30,578,100,000
	<b>Market Risk</b>	<b>13,111,700,000</b>	<b>6,562,400,000</b>
	<b>Operational Risk</b>	<b>11,298,048,000</b>	<b>9,533,300,000</b>
	<b>Total</b>	<b>166,531,664,000</b>	<b>148,053,700,000</b>
<b>14.3 (a) Consolidated Capital Adequacy Ratio</b>			
	Total assets of the bank	166,997,929,817	129,709,816,841
	Total risk weighted assets	166,630,437,000	147,726,000,000
	<b>A. Required capital</b> 10% of risk weighted assets as per Basel II	16,663,043,700	14,772,600,000
<b>B. Actual Capital/Equity-Consolidated:</b>			
	Core capital (Tier I) - Note C	16,532,493,788	14,457,766,590
	Supplementary capital (Tier II) -Note D	1,572,449,047	1,625,331,344
	Actual Capital/ Equity (i + ii)	18,104,942,835	16,083,097,934
	<b>Surplus/(deficit) Capital (B-A)</b>	<b>1,441,899,135</b>	<b>1,310,497,934</b>
<b>C. core capital (Tier I)</b>			
	Paid up capital	10,514,861,660	9,223,562,860
	Statutory reserve	4,587,465,775	3,849,775,919
	Dividend equalization A/C	62,775,000	62,775,000
	Retained earnings	1,367,293,534	1,321,550,384
	Minority interest in subsidiaries	97,819	102,427
		<b>16,532,493,788</b>	<b>14,457,766,590</b>

IAS 1.135 (d)



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011
<b>D. Supplementary capital (Tier II)</b>		
General provision on Un classified investments	932,944,211	1,076,032,148
General provision on Off balance sheet exposures	639,504,836	549,299,196
	<b>1,572,449,047</b>	<b>1,625,331,344</b>
Percentage of capital held against risk weighted assets	<b>10.87%</b>	<b>10.89%</b>
<b>Capital requirement</b>	<b>Required for 2012</b>	<b>Held</b>
Tier - I	5.00%	9.92%
Tier - II		0.95%
<b>Total</b>	<b>10.00%</b>	<b>10.87%</b>
		<b>Held</b>
		9.79%
		1.10%
		<b>10.89%</b>
<b>E. Breakdown of gross Risk-Weighted Assets (RWA) in the various categories of risk exposures</b>		
<b>Credit Risk:</b>	<b>141,853,005,000</b>	<b>131,223,200,000</b>
On Balance Sheet items	111,457,802,000	100,645,100,000
Off Balance Sheet items	30,395,203,000	30,578,100,000
<b>Market Risk</b>	<b>13,371,480,000</b>	<b>6,877,200,000</b>
<b>Operational Risk</b>	<b>11,405,952,000</b>	<b>9,625,600,000</b>
<b>Total</b>	<b>166,630,437,000</b>	<b>147,726,000,000</b>
<b>15 Statutory reserve</b>		
Balance at 1 January	3,849,775,919	3,154,763,651
Addition during the year	737,689,856	695,012,268
Balance at 31 December	<b>4,587,465,775</b>	<b>3,849,775,919</b>
<b>16 Other reserves</b>		
a) General Reserve		
Opening balance	-	-
Addition/(adjustment) made this year	-	-
Sub total (i)	-	-
b) Dividend equalization Account		
Opening balance	62,775,000	62,775,000
Addition/(adjustment) made this year	-	-
Sub total (ii)	<b>62,775,000</b>	<b>62,775,000</b>
c) Asset Revaluation Reserves		
Opening balance	-	-
Addition/(Adjustment) during the year	-	-
Sub total (iii)	-	-
<b>Grand total (i + ii + iii)</b>	<b>62,775,000</b>	<b>62,775,000</b>
<b>17 Foreign currency translation adjustment</b>		
Revaluation gain/(loss) on Investment (17.1)	-	-
Foreign currency translation gain/(loss)	-	-
	-	-
<b>17 (a) Consolidated Foreign currency translation adjustment</b>		
Consolidated Revaluation gain/(loss) on Investment 17.1 (a)	17,634,647	12,801,315
Foreign currency translation gain/(loss)	73,582	(1,085,138)
	<b>17,708,229</b>	<b>11,716,177</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 21.32	<b>17.1 Revaluation gain/(loss) on investment</b>		
	Opening balance	-	-
	Addition/(Adjustment) during the year	-	-
	<b>Closing Balance</b>	<b>-</b>	<b>-</b>
IAS 21.32	<b>17.1 (a) Consolidated revaluation gain/(loss) on investment</b>		
	Export Import Bank of Bangladesh Limited	-	-
	Add: Bank's subsidiaries	17,634,647	12,801,315
	<b>Closing Balance</b>	<b>17,634,647</b>	<b>12,801,315</b>
IAS 1.77	<b>18 Retained earnings</b>		
	Balance brought forward	1,348,111,068	2,425,044,564
	Add: Profit for the year	2,157,631,285	2,009,372,842
	Less: Transfer to statutory reserve	(737,689,856)	(695,012,268)
	Less: Stock dividend	(1,291,298,800)	(2,391,294,070)
	<b>Balance carried forward</b>	<b>1,476,753,697</b>	<b>1,348,111,068</b>
IAS 1.77	<b>18(a) Consolidated retained earnings</b>		
	Export Import Bank of Bangladesh Limited	1,476,753,697	1,348,111,068
	Add: Bank's subsidiaries	(109,386,581)	(27,645,822)
	Foreign currency translation gain/(loss)	(73,582)	1,085,138
	<b>Balance carried forward</b>	<b>1,367,293,534</b>	<b>1,321,550,384</b>
IAS 1.77	<b>18(a1) Consolidated Retained earnings brought forward</b>		
	Opening balance	1,321,550,384	2,394,870,098
	Deficit Beginning (prior year adjustment)	(6,455,944)	-
	Foreign currency translation gain/(loss)	(1,898,117)	(4,726,616)
	<b>Retained earning brought forward</b>	<b>1,313,196,323</b>	<b>2,390,143,482</b>
IAS 27.33	<b>19 Minority interest</b>		
	Share Capital	1,000,000,000	1,000,000,000
	Retained earnings-EXIM Islami Investment Limited (EIIL)	(21,812,033)	24,266,124
		<b>978,187,967</b>	<b>1,024,266,124</b>
	<b>Minority interest</b>	<b>97,819</b>	<b>102,427</b>
IAS 37.28	<b>20 Contingent liabilities and commitments</b>		
IAS 1.77	<b>20.1 Letters of guarantee</b>		
	a) Claims against the Bank which is not acknowledged as debt	-	-
	b) Money for which the Bank is contingently liable in respect of guarantees given favoring:		
	i) Directors	-	-
	ii) Government	-	-
	iii) Bank and other financial institutions	-	-
	iv) Others	3,667,283,774	3,923,644,884
		<b>3,667,283,774</b>	<b>3,923,644,884</b>
IAS 1.77	<b>20.2 Irrevocable letters of credit</b>		
	Letter of credit (cash)	8,536,786,783	7,864,774,105
	Letter of credit (EDF)	938,033,203	621,237,640
	Letter of credit (back to back)	8,856,313,291	6,753,803,367
		<b>18,331,133,277</b>	<b>15,239,815,112</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No.	Particulars	Taka	
		2012	2011
IAS 1.77	<b>20.3 Bills for collection</b>		
	Outward bills for collection	11,194,981	29,588,518
	Local documentary bills for collection	1,107,074,334	1,226,609,042
	Foreign documentary bills for collection	1,257,526,101	1,334,481,739
		<b>2,375,795,416</b>	<b>2,590,679,299</b>
IAS 1.77	<b>20.4 Other contingent liabilities</b>		
	Accepted bills for payment	39,576,271,160	33,175,780,264
	<b>Total Contingent Liabilities and Commitments</b>	<b>63,950,483,627</b>	<b>54,929,919,559</b>
IAS 1.114©	<b>21 Litigation filed by the Bank</b>		
	Motijheel branch	662,238,203	915,715,409
	Panthapath branch	224,214,757	228,038,772
	Agrabad branch	40,371,132	40,371,132
	Khatungonj branch	74,991,896	74,991,896
	Gazipur Chowrasta branch	4,377,549	4,377,549
	Imamgonj branch	71,817,736	71,817,736
	Gulshan branch	303,391,274	-
	Rajuk Avenue branch	267,085,045	199,883,805
	Nawabpur branch	178,494,787	178,494,787
	Jubilee Road branch	62,735,997	62,735,995
	Narayangonj branch	19,620,044	19,620,044
	Mirpur branch	4,553,718	6,007,449
	Jessore branch	7,010,082	7,010,082
	Chowmuhani	5,681,611	5,681,611
	Uttara branch	52,643,472	-
	Malibagh branch	63,386,204	-
	Karwanbazar branch	31,659,472	-
		<b>2,074,272,979</b>	<b>1,814,746,267</b>
IAS 1.97	<b>22 Income statement</b>		
	Profit (note-22.1)	20,357,484,883	15,802,150,911
	Expenses (note-22.2)	15,023,139,054	11,846,327,862
		<b>5,334,345,829</b>	<b>3,955,823,049</b>
IAS 1.97	<b>22(a) Consolidated Income statement</b>		
	Export Import Bank of Bangladesh Limited	5,334,345,829	3,955,823,049
	Add: Bank's subsidiaries	(40,162,298)	129,834,732
		<b>5,294,183,531</b>	<b>4,085,657,781</b>
IAS 1.97	<b>22.1 Profit</b>		
	Profit, discount and similar income	17,321,561,800	13,180,152,638
	Dividend income	80,087,606	42,124,313
	Fee, commission and brokerage	1,254,896,361	1,062,076,155
	Gains less losses arising from dealing securities	-	-
	Gains less losses arising from investment securities	51,467,200	-
	Gains less losses arising from dealing in foreign currencies	768,783,026	769,169,113
	Income from non-banking assets	-	-
	Other operating income	880,688,890	748,628,692
	Profit less losses on profit rate changes	-	-
		<b>20,357,484,883</b>	<b>15,802,150,911</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.97	<b>22.2 Expenses</b>		
	Profit, fee and commission	12,279,564,729	9,357,789,163
	Losses on investments	-	270,258
	Administrative expenses	1,951,420,043	1,738,008,578
	Other operating expenses	654,593,170	622,621,008
	Depreciation on banking assets	137,561,112	127,638,855
		<b>15,023,139,054</b>	<b>11,846,327,862</b>
IFRS 7.20 (b)	<b>23 Investment income</b>		
IAS 1.77	<b>23.1 i) Income from General Investment</b>		
	Bai-Muazzal	6,928,423,386	5,638,938,092
	Bai-Murabaha	3,414,954,283	2,597,650,678
	Bai-Salam	503,210,380	456,772,392
	Izara bill baia	5,828,152,069	4,285,302,438
	Musharaka	35,781,357	-
	Foreign Bill Negotiation	11,425,105	13,901,488
		<b>16,721,946,580</b>	<b>12,992,565,088</b>
	Less: loss on investment	-	(270,258)
	<b>Sub Total (i)</b>	<b>16,721,946,580</b>	<b>12,992,294,830</b>
IAS 1.77	<b>ii) Profit on Deposit with other Islamic Banks</b>		
	In Bangladesh	547,378,373	130,479,522
	Outside Bangladesh	-	-
	<b>Sub Total (ii)</b>	<b>547,378,373</b>	<b>130,479,522</b>
	<b>Grand Total (i + ii)</b>	<b>17,269,324,953</b>	<b>13,122,774,352</b>
IAS 1.77	<b>23.2 Investment income derived from the fund deployed by :</b>		
	i) Mudaraba Deposits	13,490,796,653	9,705,603,911
	ii) Other deposits/Fund	3,778,528,300	3,417,170,441
		<b>17,269,324,953</b>	<b>13,122,774,352</b>
IFRS 7.20 (b) IAS 1.77	<b>23(a) Consolidated Investment income</b>		
	Export Import Bank of Bangladesh Limited	17,269,324,953	13,122,774,352
	Add: Bank's subsidiaries	57,130,299	161,185,112
	Less: Intra group transactions	(43,124,510)	(17,882,195)
		<b>17,283,330,742</b>	<b>13,266,077,269</b>
IFRS 7.20 (b)	<b>24 Profit paid on deposits, borrowings, etc.</b>		
	Profit on deposits (note 24.1)	12,069,632,671	9,259,499,769
	Profit on borrowings	202,156,533	98,267,361
		<b>12,271,789,204</b>	<b>9,357,767,130</b>
IAS 1.77	<b>24.1 Profit paid on deposits</b>		
	Mudaraba savings deposits	342,060,576	242,045,878
	Mudaraba short notice deposits	175,375,583	181,690,027
	Mudaraba term deposits	9,443,981,470	7,003,191,902
	Mudaraba deposit under scheme	2,107,322,695	1,832,525,903
	Mudaraba Cash Waqf	892,347	46,059
		<b>12,069,632,671</b>	<b>9,259,499,769</b>
IFRS 7.20 (b)	<b>24(a) Consolidated Profit paid on deposits, borrowings, etc.</b>		
	Export Import Bank of Bangladesh Limited	12,271,789,204	9,357,767,130
	Add: Bank's subsidiaries	78,650,972	73,568,455
	Less: Intragroup transaction	(121,775,482)	(91,450,650)
		<b>12,228,664,694</b>	<b>9,339,884,935</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 18.35	<b>25 Income from investment in shares/securities</b>		
IAS 1.77	<b>i) Inside Bangladesh</b>		
	Profit on Bangladesh Government Islamic Investment Bond	52,236,847	57,108,028
	CDBL	1,370,833	6,600,000
	Others:		
	Dividend on shares	68,584,784	32,851,300
	Nominal value of bonus shares received	10,131,989	2,673,013
	<b>Sub Total (i)</b>	<b>132,324,453</b>	<b>99,232,341</b>
IAS 1.77	<b>ii) Out side Bangladesh</b>	-	-
	<b>Grand Total (i + ii)</b>	<b>132,324,453</b>	<b>99,232,341</b>
IFRS 7.20 (b)	<b>25(a) Consolidated income from investment in shares/securities</b>		
	Export Import Bank of Bangladesh Limited	132,324,453	99,232,341
	Add: Bank's subsidiaries	5,796,050	513,550
		<b>138,120,503</b>	<b>99,745,891</b>
IFRS 7.20©	<b>26 Commission, exchange and brokerage</b>		
	Commission (note 26.1)	1,254,896,361	1,062,076,155
	Exchange gain (note 26.2)	768,783,026	769,169,113
	Brokerage Income	-	-
		<b>2,023,679,387</b>	<b>1,831,245,268</b>
IAS 1.77	<b>26.1 Commission</b>		
	Commission on L/Cs	678,685,537	569,442,223
	Commission on L/Gs	65,848,590	60,115,086
	Commission on bills purchased	10,577,513	32,570,230
	Commission on accepted bills	375,660,595	303,405,437
	Commission on OBC, IBC etc.	3,410,397	3,273,490
	Commission on PO, DD, TT & Remittance	12,345,953	14,669,177
	Commission for services rendered to issue of shares	-	-
	Other commission	108,367,776	78,600,512
		<b>1,254,896,361</b>	<b>1,062,076,155</b>
IAS 1.97	<b>26.2 Exchange gain</b>		
	Exchange gain	768,783,026	769,169,113
	Less: exchange loss	-	-
	Net Exchange Gain	<b>768,783,026</b>	<b>769,169,113</b>
IFRS 7.20©	<b>26(a) Consolidated Commission, exchange and brokerage</b>		
	Export Import Bank of Bangladesh Limited	2,023,679,387	1,831,245,268
	Add: Bank's subsidiaries	47,051,642	82,837,454
		<b>2,070,731,029</b>	<b>1,914,082,722</b>
IAS 1.97	<b>27 Other operating income</b>		
	Rent on locker	1,297,150	1,212,500
	Postage charge recovered	192,084	759,352
	Telephone/Telex/SWIFT/Fax etc.	61,647,790	45,950,202
	Courier service charge	39,467,245	47,153,266
	Service and other charges	303,878,398	287,345,421
	Rent recovered-property and godown	12,663,764	16,018,374
	Gain on sale of fixed assets-Bank's car	6,230,099	-
	Gain on sale of other fixed assets	475,047	283,481
	Income from Islamic Credit card	45,604,250	35,575,659
	Income from fund to Exim Islami Investment Ltd. (EIL)	78,650,972	73,568,455
	Income from Islami Inter Bank Fund	116,438	-
	Income from Fund to OBU	10,177,806	-
	Others	320,287,847	240,761,982
		<b>880,688,890</b>	<b>748,628,692</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.97	<b>27(a) Consolidated Other operating income</b>		
	Export Import Bank of Bangladesh Limited	880,688,890	748,628,692
	Add: Bank's subsidiaries	42,285	-
	Less: Intragroup transaction	(78,650,972)	(73,568,455)
		<b>802,080,203</b>	<b>675,060,237</b>
IAS 1.104	<b>28 Salaries and allowances</b>		
	Basic salary	663,721,395	610,450,940
	Allowances	405,937,706	366,237,460
	Provident fund	53,306,142	47,565,177
	Bonus and ex-gratia	267,508,658	270,919,683
	Gratuity	50,000,000	30,000,000
		<b>1,440,473,901</b>	<b>1,325,173,260</b>
IAS 1.104	<b>28(a) Consolidated Salaries and allowances</b>		
	Export Import Bank of Bangladesh Limited	1,440,473,901	1,325,173,260
	Add: Bank's subsidiaries	34,940,448	13,338,424
		<b>1,475,414,349</b>	<b>1,338,511,684</b>
IAS 1.97	<b>29 Rent, taxes, insurance, electricity etc.</b>		
	Rent Rates and taxes	145,028,696	115,234,312
	Insurance	72,761,844	61,275,809
	Electricity/Gas/Wasa	40,357,055	26,888,398
		<b>258,147,595</b>	<b>203,398,519</b>
IAS 1.97	<b>29(a) Consolidated Rent, taxes, insurance, electricity etc.</b>		
	Export Import Bank of Bangladesh Limited	258,147,595	203,398,519
	Add: Bank's subsidiaries	16,123,793	11,232,111
		<b>274,271,388</b>	<b>214,630,630</b>
IAS 1.97	<b>30 Legal expenses</b>		
	Legal expenses	27,519,212	6,687,478
	Other professional fees	5,552,007	2,244,043
		<b>33,071,219</b>	<b>8,931,521</b>
IAS 1.97	<b>30(a) Consolidated Legal expenses</b>		
	Export Import Bank of Bangladesh Limited	33,071,219	8,931,521
	Add: Bank's subsidiaries	5,206,477	413,925
		<b>38,277,696</b>	<b>9,345,446</b>
IAS 1.97	<b>31 Postage, stamp, telegram, telephone etc.</b>		
	Postages	85,335	64,726
	Courier charge	19,420,330	22,778,607
	SWIFT charge	9,277,960	7,639,983
	Telephone bill - Office	5,142,200	4,899,367
	Telephone bill - Residence	1,851,477	1,691,085
	Fax/Telex charge	20,001	44,825
	Internet charge	1,476,759	1,390,118
	Wide area network charges	20,845,150	19,655,668
	Reuter charges	5,818,484	6,408,439
	ATM expense	327,650	1,088,269
	Tele Banking charge	844,712	486,576
	Other IT expenses	21,417	242,194
	<b>Total</b>	<b>65,131,475</b>	<b>66,389,857</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No.	Particulars	Taka	
		2012	2011
IAS 1.97	<b>31(a) Consolidated postage, stamp, telegram, telephone etc.</b>		
	Export Import Bank of Bangladesh Limited	65,131,475	66,389,857
	Add: Bank's subsidiaries	1,433,844	1,573,235
		<b>66,565,319</b>	<b>67,963,092</b>
IAS 1.97	<b>32 Auditors' fees</b>	550,000	500,000
		<b>550,000</b>	<b>500,000</b>
IAS 1.97	<b>32(a) Consolidated Auditors' fees</b>		
	Export Import Bank of Bangladesh Limited	550,000	500,000
	Add: Bank's subsidiaries	1,366,685	2,805,582
		<b>1,916,685</b>	<b>3,305,582</b>
IAS 1.97	<b>33 Stationery, printing, advertisement, etc.</b>		
	Stationery and printing	42,428,854	38,062,411
	Computer consumable stationery	31,382,816	27,166,512
	Books and periodicals	1,515,926	776,351
	Advertisement and publicity	47,191,914	36,556,363
	<b>Total</b>	<b>122,519,510</b>	<b>102,561,637</b>
IAS 1.97	<b>33(a) Consolidated stationery, printing, advertisement, etc.</b>		
	Export Import Bank of Bangladesh Limited	122,519,510	102,561,637
	Add: Bank's subsidiaries	841,395	1,290,834
		<b>123,360,905</b>	<b>103,852,471</b>
IAS 1.97	<b>34 Directors fees &amp; expenses</b>		
	Directors' Fees for attending Board/Executive Committee/		
	Other Committee meeting	1,410,000	1,730,000
	TA/DA/Hotel Fare for Local & Foreign Directors	810,971	560,190
		<b>2,220,971</b>	<b>2,290,190</b>
IAS 1.97	<b>34(a) Consolidated Directors fees &amp; expenses</b>		
	Export Import Bank of Bangladesh Limited	2,220,971	2,290,190
	Add: Bank's subsidiaries	70,100	92,000
		<b>2,291,071</b>	<b>2,382,190</b>
IAS 1.97	<b>35 Shariah Supervisory Committee's fees &amp; expenses</b>		
	i) Shariah Supervisory Committee members' Fees for attending meeting	160,000	205,000
	ii) Others	96,736	103,611
		<b>256,736</b>	<b>308,611</b>
IAS 1.104	<b>36 Depreciation on and repairs to Bank's property</b>		
	Depreciation (note-36.1)	137,561,112	127,638,855
	Repairs and maintenance	20,960,249	19,468,848
		<b>158,521,361</b>	<b>147,107,703</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.77	<b>36.1 Depreciation</b>		
	Building and constructions	481,905	481,905
	Furniture and fixtures	6,701,438	6,859,873
	Interior decoration	20,447,375	20,739,057
	Office equipment	104,310,348	94,852,817
	Vehicles	5,511,442	4,575,075
	Books	108,604	130,128
		<b>137,561,112</b>	<b>127,638,855</b>
IAS 1.104	<b>36(a) Consolidated depreciation on and repairs to Bank's property</b>		
	Export Import Bank of Bangladesh Limited	158,521,361	147,107,703
	Add: Bank's subsidiaries	1,931,440	1,449,456
		<b>160,452,801</b>	<b>148,557,159</b>
IAS 1.97	<b>37 Other expenses</b>		
	Discount and commission paid	7,775,525	22,033
	Charges of banks	20,027,165	6,234,615
	Security & Cleaning	32,930,203	26,674,621
	Entertainment	23,430,980	22,083,352
	Car expenses	96,779,068	69,914,219
	Subscription	9,334,341	13,493,889
	Expenses for ESSS fund	1,000,000	1,000,000
	Donation	11,900,700	14,976,525
	Travelling expenses	70,917,830	69,463,784
	Conveyance, cartage, freight and labor	5,176,415	4,289,424
	Business development	7,296,037	7,927,620
	Welfare and recreation	-	4,266,200
	Training and internship expenses	5,665,502	3,863,459
	Liveries and uniform	1,965,338	153,125
	Medical expenses	194,955	492,033
	Meeting expenses	754,953	871,321
	AGM expenses	44,575,614	44,717,971
	Loss on sale of assets	142,216	44,840
	Loss on sale of shares	-	161,625,885
	CDBL charges	483,382	11,787,660
	BEPS and Master card service charge	3,373,628	1,754,596
	Corporate social responsibility	201,936,071	59,960,963
	Rights issue expenses	-	3,037,380
	Miscellaneous expenses	14,299,202	10,104,266
		<b>559,959,125</b>	<b>538,759,781</b>
IAS 1.97	<b>37(a) Consolidated other expenses</b>		
	Export Import Bank of Bangladesh Limited	559,959,125	538,759,781
	Add: Bank's subsidiaries	9,617,420	8,937,362
		<b>569,576,545</b>	<b>547,697,143</b>
IAS 37.84	<b>38 Provision for investment</b>		
	Provision for classified investment (note-38.1)	1,060,938,560	42,907,357
	Provision for un-classified (standard) investment (note-38.2)	(190,173,256)	59,586,244
	Provision for placement with EIL (note-38.3)	320	2,999,675
	Provision for unclassified (SMA) (note-38.4)	38,996,070	62,312,442
		<b>909,761,694</b>	<b>167,805,718</b>



## Notes to the Financial Statements for the year ended 31 December 2012

No. Particulars	Taka	
	2012	2011
<b>38.1 Provision for classified investments</b>		
Amount of classified investments:		
Bad/loss	2,875,051,737	971,958,642
Doubtful	658,246,551	414,980,894
Substandard	1,518,471,919	239,595,733
<b>Total classified investments</b>	<b>5,051,770,207</b>	<b>1,626,535,269</b>
Provision required	1,460,285,242	399,437,597
Provision made earlier	399,437,597	539,205,420
less: fully provided investment written off	-	(179,224,770)
Less: Profit waived	(90,915)	(3,450,410)
	<b>399,346,682</b>	<b>356,530,240</b>
<b>Provision made during the year</b>	<b>1,060,938,560</b>	<b>42,907,357</b>
<b>38.2 Provision for un-classified (standard) investments</b>		
Total investment	118,219,992,997	99,699,627,656
Less: classified	(5,051,770,207)	(1,626,535,269)
	<b>113,168,222,790</b>	<b>98,073,092,387</b>
Less: staff investment	(1,066,054,117)	(894,471,784)
	<b>112,102,168,673</b>	<b>97,178,620,603</b>
Less: Special Mention Account	(2,522,128,393)	(1,785,782,000)
Less: SME Investment	(47,827,398,955)	-
Less: Agriculture Investment	(1,207,627,868)	(357,863,000)
Less: Consumer Investment	(315,858,279)	(301,668,761)
	<b>60,229,155,178</b>	<b>94,733,306,842</b>
Provision required for unclassified (standard) investments	787,337,542	977,510,798
Less: provision made earlier	(977,510,798)	(917,924,554)
Provision made during the year	<b>(190,173,256)</b>	<b>59,586,244</b>
<b>38.3 Provision for placement with EILL</b>		
Provision required for EILL	11,411,320	11,411,000
Less: provision made earlier	(11,411,000)	(8,411,325)
Provision made during the year	<b>320</b>	<b>2,999,675</b>
<b>38.4 Provision for Special Mention Account (SMA)</b>		
Provision required for SMA	126,106,420	87,110,350
Less: provision made earlier	(87,110,350)	(24,797,908)
Provision no longer required/made	<b>38,996,070</b>	<b>62,312,442</b>
<b>38(a) Consolidated Provision for investment</b>		
Export Import Bank of Bangladesh Limited	909,761,694	167,805,718
Add: Bank's subsidiaries	27,439,125	50,097,918
	<b>937,200,819</b>	<b>217,903,636</b>
<b>39 Provision for Off-shore Banking Units (OBU)</b>		
Provision required	8,088,929	-
Less: provision made earlier	-	-
Provision made during the year	<b>8,088,929</b>	<b>-</b>



## Notes to the Financial Statements for the year ended 31 December 2012

		Taka	
No. Particulars		2012	2011
IAS 1.77	<b>40 Provision for Off Balance sheet exposures</b>		
	Provision required	639,504,836	549,299,196
	Less: provision made earlier	(549,299,196)	(531,411,000)
	Provision made during the year	<b>90,205,640</b>	<b>17,888,196</b>
IAS 33.70	<b>41 Earnings Per Share (EPS)</b>		
	Earnings Per Share has been calculated in accordance with IAS 33 "Earnings Per Share (EPS)". Previous year's figures have been adjusted for the issue of bonus share during the year.		
	Net profit after tax	2,157,631,285	2,009,372,842
	Weighted average number of ordinary shares outstanding	1,051,486,166	1,051,486,166
	<b>Basic EPS</b>	<b>2.05</b>	<b>1.91</b>
IAS 33.70	<b>41(a) Consolidated Earnings Per Share (CEPS)</b>		
	Net profit after tax	2,083,081,259	2,017,715,667
	Weighted average number of ordinary shares outstanding	1,051,486,166	1,051,486,166
	<b>Consolidated Earnings Per Share</b>	<b>1.98</b>	<b>1.92</b>
	<b>42 Reconciliation of Cash and Cash Equivalents at the end of the year</b>		
	i) Cash in hand	1,256,309,598	939,991,945
	ii) Balance with Bangladesh Bank and Sonali Bank	24,866,509,519	13,964,278,341
	iii) Balance with other Banks and Financial Institutions	8,932,806,017	5,282,356,400
		<b>35,055,625,134</b>	<b>20,186,626,686</b>
	<b>42(a) Consolidated Reconciliation of Cash and Cash Equivalents at the end of the year</b>		
	i) Cash in hand	1,314,251,466	948,773,916
	ii) Balance with Bangladesh Bank and Sonali Bank	24,866,509,519	13,964,278,341
	iii) Balance with other Banks and Financial Institutions	8,954,349,383	5,296,544,592
		<b>35,135,110,368</b>	<b>20,209,596,849</b>
	<b>43 Number of meetings held during the year</b>		
	Board meeting	14	11
	Executive Committee meeting	13	24
	Board Audit Committee meeting	8	8
	Shariah Supervisory Committee meeting	4	5
	<b>Total</b>	<b>39</b>	<b>48</b>
	<b>44 Number of branches</b>	<b>72</b>	<b>62</b>
	<b>45 Number of SME/Krishi Branches</b>	<b>3</b>	<b>3</b>



## Notes to the Financial Statements for the year ended 31 December 2012

### 46 Audit Committee

In pursuance of the directives of the Bangladesh Bank vide BRPD Circular no.12 dated 23 December 2002 and BRPD circular letter no.08 dated 19 June 2011 the Audit Committee was formed by the Board of Directors of the Bank consisting of the Board members. As on 31 December 2012 following Directors were the members of the Audit Committee:

Sl. No.	Name	Status with the committee	Educational qualifications
i)	Mr. Mohammad Omar Farooque Bhuiyan	Chairman	B. Com.Hon's (Accounting), M. Com (DU)
ii)	Mr. Anjan Kumar Saha	Member	M.Com
iii)	Mr. Md. Fakhru Islam Mazumder	Member	M.A
iv)	Mr. Khandakar Mohammed Saiful Alam	Member	B.Com Hon's (Management), M.Com Mkt. Management (CU)
v)	Mr. Muhammad Sekandar Khan	Member	B.A(Hons), M.A(DU), M.Phil. (Leeds)

Eight meetings of the Board Audit Committee were held during the year 2012 in which, inter alia, the following issues were transacted;

- Work Plan of routine inspection of Branches and Head Office Divisions during the year 2012 and 2013.
- Review of Head office inspection report on different branches.
- Review on the Annual Report on the health of the Bank for the year 2011 as per directives/guidelines of Bangladesh Bank in connection with Managing Core Risk in Banking.
- Review of Inspection report of Bangladesh Bank on different branches.
- Review of summary report on Audit findings of various branches of the Bank.

IAS 24.16

### 47 Name of the directors and the entities in which they had interest as at 31 December 2012

Sl. no.	Name	Status with the bank	Name of firms/companies in which director's are interested as proprietor/director/managing agent/guarantor/employee/partner etc.
1	Mr. Md. Nazrul Islam Mazumder	Chairman	Nassa Taipei Textile Mills Ltd. Nassa Spinning Ltd. Starlight Knitwear Ltd. Western Dresses Ltd. Nassa Apparels Ltd. MNC Apparels Ltd. Toy Woods (BD) Co. Ltd. Sun-seeds Apparels Ltd. Nassa Embroidery Ltd. Nassa Wash Ltd. Nassa Knit Ltd. Native Packages Ltd. New World Apparels Ltd. Feroza Garments Ltd. Mam Garments Ltd. Bay Pacific Enterprise Ltd. Kimia Garments Inds. Ltd. Kimia Apparels Inds. Ltd. Kimia Washing Inds. Ltd. Liz Apparels Ltd.



## Notes to the Financial Statements for the year ended 31 December 2012

## No. Particulars

Sl.	Name no.	Status with the bank	Name of firms/companies in which director's are interested as proprietor/director/managing agent/guarantor/employee/partner etc.
			Liz Wash Ltd. Nassa Taipei Denims Ltd. Nassa Basics Ltd. Nassa Basics Wash Ltd. Nassa Hi Tech Wear Ltd. Global Nassa Wear Ltd. Nassa Spinners Ltd. Nassa Taipei Spinners Ltd., The Rainbow Trims Ltd. Chinese Furniture Ltd. Nassa Fashions Ltd. A.J. Super Garments Ltd. Eden Apparels Ltd. Planet Travels Ltd. The Rainbow Accessories Ltd. Nassa Clothing's Ltd. Nassa Hospital Ltd. Nassa Properties Ltd.
2	Mr. Md. Nazrul Islam Swapan	Director	Nassa Design & Development Ltd. Nassa Holdings Ltd. Fast Trade International R.R Engineers & Construction M/s. Md. Nazrul Islam & Asma Islam
3	Mr. Mohammad Abdullah	Director	Nassa Taipei Textile Mills Ltd. Nassa Taipei Spinners Ltd. Nassa Apparels Ltd. Western Dress Ltd. Liz Apparels Ltd. Liz Wash Ltd. Nassa Embroidery Ltd. Nassa Wash Ltd. Nassa Knit Ltd. Nassa Fashions Ltd. Bay Pacific Enterprise Ltd. New World Apparels Ltd. Nassa Spinnings Ltd. Nassa Taipei Denims Ltd. Nassa Spinners Ltd. Nassa Basics Ltd. Nassa Basics Wash Ltd. Nassa Hi Tech Wear Ltd. Global Nassa Wear Ltd. Native Packages Ltd. A.J. Super Garments Ltd. Feroza Garments Ltd. Mam Garments Ltd. Kimia Garments Indus. Ltd. Kimia Apparels Indus. Ltd. Sun Seeds Apparels Ltd. Kimia Washing Indus. Ltd. Eden Apparels Ltd. MNC Apparels Ltd.



## Notes to the Financial Statements for the year ended 31 December 2012

## No. Particulars

Sl. no.	Name	Status with the bank	Name of firms/companies in which director's are interested as proprietor/director/managing agent/guarantor/employee/partner etc.
			Toy Woods (BD) Co. Ltd. Planet Travels Ltd. The Rainbow Trims Ltd. The Rainbow Accessories Ltd. Nassa Clothings Ltd. Nassa Hospital Ltd. Nassa Properties Ltd.
4	Mrs. Nasreen Islam	Director	Nassa Taipei Textile Mills Ltd. Nassa Spinning Ltd. Starlight Knitwear Ltd. Western Dresses Ltd. Nassa Apparels Ltd. MNC Apparels Ltd. Toy Woods (BD) Co. Ltd. Sun-seeds Apparels Ltd. Nassa Embroidery Ltd. Nassa Wash Ltd. Nassa Knit Ltd. Native Packages Ltd. New World Apparels Ltd. Feroza Garments Ltd. Mam Garments Ltd. Bay Pacific Enterprise Ltd. Kimia Garments Inds. Ltd. Kimia Apparels Inds. Ltd. Kimia Washing Inds. Ltd. Liz Apparels Ltd. Liz Wash Ltd. Nassa Taipei Denims Ltd. Nassa Basics Ltd. Nassa Basics Wash Ltd. Nassa Hi Tech Wear Ltd. Global Nassa Wear Ltd. Nassa Spinners Ltd. Nassa Taipei Spinners Ltd., The Rainbow Trims Ltd. Chinese Furniture Ltd. Nassa Fashions Ltd. A.J. Super Garments Ltd. Eden Apparels Ltd. Planet Travels Ltd. The Rainbow Accessories Ltd. Nassa Clothings Ltd. Nassa Hospital Ltd. Nassa Properties Ltd.
5	Mr. Mohammed Shahidullah	Director	Aziz Corporation Eastern Corporation Sabuj Traders
6	Md. Nurul Amin	Director	Electro Mart Ltd. Trade International Marketing Ltd. Amin International Sunny Agency Mercantile Insurance Ltd.



## Notes to the Financial Statements for the year ended 31 December 2012

## No. Particulars

Sl. no.	Name	Status with the bank	Name of firms/companies in which director's are interested as proprietor/director/managing agent/guarantor/employee/partner etc.
7	Mr. Mohammad Omar Farooque Bhuiyan	Director	Jiho Dyetech (BD) Ltd. FA Holdings & Development Ltd. Atlanta Enterprise Overseas Ltd. Atlanta Travels & Tours Alliance Power System Ltd. Emerging Credit Rating Ltd. Emerging Resources Ltd.
8	Mr. Anjan Kumar Saha	Director	M/s. G.A. Enterprise Cosmopolitas Traders Eastern Yarn Trade Agency M/s. G.N. Cotton Spinning Mills Ltd. Cosmo Knitwear (Pvt) Ltd.
9	Mr. Md. Habib Ullah Dawn	Director	Auto Museum Ltd. A.M. Corporation D.F Automobiles Ltd. Alpha Holdings Ltd.
10	Major Khandaker Nurul Afser (Retd)	Director	Afser Group Bangladesh Afser Resources Management and Consultancy (ARMAC) Afser Real Estate and Construction (AREAC) Ltd. Rans Real Estate Limited Sports Line Limited Shopin Trade
11	Lt. Col. (Retd) Serajul Islam BP (BAR)	Director	Posh Enterprise
12	Mr. Ranjan Chowdhury	Director	Western Dresses Ltd. Shaptapshi Ltd. R. Chowdhury Enterprise
13	Mr. Md. Fakhrul Islam Mazumder	Director	Feroza Garments Ltd.
14	Mr. Khandakar Mohammed Saiful Alam	Director	Bay Pacific Enterprise Ltd. Nassa Apparel Ltd. Nassa Apparel Ltd., Unit-2 S. Alam & Co.
15	Mr. Muhammad Sekandar Khan	Independent Director	-
16	Dr. Mohammed Haider Ali Miah	Managing Director	Not applicable

LAS 24.17

**48 Related party transactions**

Significant contracts where bank is a party and wherein directors have interest:

Nature of contract	Purpose	Name of Relationship
Deposit maintained with EXIM Bank	Transaction	EXIM Islami Investment Ltd. (EIL), Subsidiary of the bank
Placement with EIL	Operation	EXIM Islami Investment Ltd. (EIL), Subsidiary of the bank

LAS 1.121

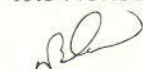
**49 General**

LAS 10.12,13

**49.1 Events after balance sheet date****Proposed Dividend**

The Board of directors of the company in its 83rd Board Meeting held on 28th May 2013, has recommended for declaration of Stock dividend @10% (Bonus Shares) for the year ended 2012 subject to approval of the Shareholders in the ensuing 14th Annual General Meeting of the company.

LAS 1.51 (c)

**49.2 Figures have been rounded off to the nearest taka.****49.3 Previous year's figures have been rearranged, where necessary, to conform to current year's presentation.**
  
Chairman

  
Director

  
Director

  
Managing Director & CEO



# Fixed assets schedule for the year ended 31 December 2012

Annexure - A

IAS 1.78 (a), 16.73

Category of assets	Cost				Rate of dep.	Depreciation				Written Down value at 31 December 2012
	Balance at 1 January 2012	Additions during the year	Disposals during the year	Balance at 31 December 2012		Balance at 1 January 2012	Charged for the year	Adjustments for disposals	Balance at 31 December 2012	
Land	582,400	-	-	582,400	0.0%	-	-	-	-	582,400
Building and Constructions	19,276,201	-	-	19,276,201	2.5%	2,175,834	481,905	-	2,657,739	16,618,462
<b>Sub total (A)</b>	<b>19,858,601</b>	<b>-</b>	<b>-</b>	<b>19,858,601</b>		<b>2,175,834</b>	<b>481,905</b>	<b>-</b>	<b>2,657,739</b>	<b>17,200,862</b>
Revaluation in land and Building (B)	-	-	-	-		-	-	-	-	-
<b>Sub total (A + B)</b>	<b>19,858,601</b>	<b>-</b>	<b>-</b>	<b>19,858,601</b>		<b>2,175,834</b>	<b>481,905</b>	<b>-</b>	<b>2,657,739</b>	<b>17,200,862</b>
Furniture and fixtures	73,550,111	11,293,561	(739,515)	84,104,157	10.0%	43,533,140	6,701,438	(424,617)	49,809,961	34,294,196
Office equipment	629,639,029	65,579,207	(7,223,219)	687,995,017	20.0%	334,767,484	104,310,348	(7,138,298)	431,939,534	256,055,483
Interior decoration	230,649,402	20,559,626	(1,947,712)	249,261,316	10.0%	122,677,220	20,447,375	(1,950,085)	141,174,510	108,086,806
Vehicles	32,417,750	5,563,000	(4,700,000)	33,280,750	20.0%	15,206,969	5,511,442	(4,699,999)	16,018,412	17,262,338
Books	1,197,442	73,561	-	1,271,003	20.0%	970,463	108,604	-	1,079,067	191,936
<b>Sub total ( C )</b>	<b>967,453,734</b>	<b>103,068,955</b>	<b>(14,610,446)</b>	<b>1,055,912,243</b>		<b>517,155,276</b>	<b>137,079,207</b>	<b>(14,212,999)</b>	<b>640,021,484</b>	<b>415,890,759</b>
<b>Total 2012 (A + B + C)</b>	<b>987,312,335</b>	<b>103,068,955</b>	<b>(14,610,446)</b>	<b>1,075,770,844</b>		<b>519,331,110</b>	<b>137,561,112</b>	<b>(14,212,999)</b>	<b>642,679,223</b>	<b>433,091,621</b>
<b>Total 2011</b>	<b>859,464,542</b>	<b>132,195,816</b>	<b>(4,348,023)</b>	<b>987,312,335</b>		<b>395,721,203</b>	<b>127,638,855</b>	<b>(4,028,948)</b>	<b>519,331,110</b>	<b>467,981,225</b>



## Balance with other banks in Bangladesh

## Annexure - B

Particulars	Taka	
	2012	2011
<b>In Bangladesh</b>		
<b>Al-Wadeeah Current Account</b>		
Sonali Bank Ltd., Maijdee Court Branch	5,491,770	889,965
Sonali Bank Ltd., Laksham Branch	24,030	24,030
Prime Bank Ltd., Sylhet Branch	19,986	11,168,332
Janata Bank Ltd., Laksham Branch	13,666	13,666
National Bank Ltd., Chowmuhani Branch	775	775
Sonali Bank Ltd., Dilkusha Branch	4,465	5,155
Prime Bank Ltd., Motijheel Branch	4,023	5,598
National Bank Ltd., Rangpur Branch	42,799,613	22,496,335
Rupali Bank Ltd., Purana Paltan Corporate Branch	4,082	5,497
Sonali Bank Ltd., Fokirapool Branch	317	5,892
Standard Chartered Bank, BD	1,025,179	2,840,136
Sonali Bank Ltd., Rangpur Branch	21,298	8,405,053
Islami Bank Bangladesh Ltd., Kushtia Branch	5,127,320	32,784
Islami Bank Bangladesh Ltd., Takerhat Branch	1,026,508	-
Sonali Bank Ltd., Cox's Bazar Branch	1,176,597	-
Sonali Bank Ltd., Khulna Branch	2,603	6,358
BRAC Bank Ltd., Gulshan Branch	7,369,259	16,110,569
Islami Bank Bangladesh Ltd. local office, Dhaka.	5,000,000	-
Islami Bank Bangladesh Ltd., Chagalnaiya Branch	390	850
Janata Bank Ltd., Local Office	3,460	5,035
Janata Bank Ltd., Dinajpur Branch	45,146	3,003,400
Trust Bank Ltd, Dilkusha, Dhaka.	4,050,881	-
Agrani Bank Ltd., Purana Paltan Branch	4,258	5,948
	<b>73,215,626</b>	<b>65,025,378</b>
<b>Mudaraba Savings Account</b>		
Al-Arafah Islami Bank Ltd., Motijheel Branch	3,560,773	9,574,264
Dhaka Bank Ltd., Motijheel Branch	41,511,943	16,064,560
Social Islami Bank Ltd., Principal Branch	2,843,946	12,618,702
Shahjalal Islami Bank Ltd., Dhaka Main Branch	4,046,060	3,973,022
Jamuna Bank Ltd., IBB Nayabazar Branch	5,442,663	36,408,959
AB Bank Ltd., IBB, Kakrail Branch	4,984,212	2,238,619
The City Bank Ltd. IBB Dhaka.	31,762,565	-
Southeast Bank Ltd. IBB, Motijheel Branch	9,429,444	4,955,206
	<b>103,581,606</b>	<b>85,833,332</b>
<b>Mudaraba Short Notice Deposit Account</b>		
Social Islami Bank Ltd., Principal Branch	1,788,061	1,756,211
Shahjalal Islami Bank Ltd., Dhaka Main Branch	12,878,640	121,348
Sonali Bank Ltd., Local Office, Dhaka	10,365,473	10,476,464
First Security Islami Bank Ltd Dilkusha	10,558,175	-
National Bank Ltd., Dilkusha Branch	6,806,924	12,434,322
Prime Bank Ltd., Dilkusha Branch	6,749,124	17,153,305
Prime Bank Ltd., Dilkusha Branch (Credit card)	245,971	240,935
Islami Bank Bangladesh Ltd. local office, Dhaka	71,600,000	-
Al-Arafah Islami Bank Ltd., Jessore Branch	30,585,621	24,090,282
Social Islami Bank Ltd., Bogra Branch	62,769	62,899
National Bank Ltd., Narayanganj Branch	2,054,427	9,044,402
The Premier Bank Ltd., IBB Sylhet Branch	70,215	68,461
Al-Arafah Islami Bank Ltd., Khulna Branch	5,301	203,725
Al-Arafah Islami Bank Ltd., Barisal Branch	7,413	6,331
Bank Asia Ltd, Principal Office Branch Islamic Window	5,651,892	5,500,000
	<b>159,430,006</b>	<b>81,158,685</b>
<b>Mudaraba Term Deposit Account</b>		
Social Islami Bank Ltd., Principal Branch	500,000,000	1,000,000,000
Shahjalal Islami Bank Ltd., Gulshan South Avenue Branch	500,000,000	500,000,000
First Security Islami Bank Ltd., Dilkusha Branch	1,500,000,000	1,000,000,000
Shahjalal Islami Bank Ltd., Gulshan Branch	500,000,000	500,000,000
AB Bank Ltd., Islami Banking Branch, Kakrail	250,000,000	350,000,000
The City Bank Ltd., Islami Banking Branch, Dhaka	550,000,000	300,000,000
Social Islami Bank Ltd., Babubazar Branch	500,000,000	-
Social Islami Bank Ltd., Foreign Exchange Branch	500,000,000	-
Shahjalal Islami Bank Ltd., Dhanmondi Branch	250,000,000	-
First Security Islami Bank Ltd., Banasree Branch	800,000,000	-
	<b>5,850,000,000</b>	<b>3,650,000,000</b>
<b>Total</b>	<b>6,186,227,238</b>	<b>3,882,017,395</b>



2012

2011

Name of the Bank	Currency	Amount in foreign Currency	Conversion rate per unit F.C.	Amount (Taka)	Amount in foreign Currency	Conversion rate per unit F.C.	Amount (Taka)
<b>In demand deposit accounts (profit bearing) with:</b>							
Standard Chartered Bank, N.Y.	USD	8,390,423.31	79.8499	669,974,462	1,599,589.83	81.8529	130,931,066
Mashreq Bank, PSC, N.Y.	USD	6,397,189.00	79.8499	510,814,902	2,421,629.52	81.8529	198,217,399
Citibank, N.A., N.Y.	USD	6,800,784.76	79.8499	543,041,983	2,821,273.31	81.8529	230,929,402
Wachovia Bank, N.Y.	USD	2,492,232.01	79.8499	199,004,477	1,361,643.44	81.8529	111,454,464
AB Bank Ltd, Mumbai, India	ACU	416,496.55	79.8499	33,257,208	96,519.74	81.8529	7,900,421
UBAF Bank, Tokyo	JPY	21,651,382.00	0.9278	20,088,152	5,207,945.00	1.0503	5,469,905
			<b>Sub-total</b>	<b>1,976,181,184</b>		<b>Sub-total</b>	<b>684,902,657</b>
<b>In demand deposit accounts (non-profit bearing) with:</b>							
Standard Chartered Bank, Tokyo	JPY	33,716,301.00	0.9278	31,281,984	3,766,901.00	1.0503	3,956,376
Habib Bank, AG, Zurich	CHF	2,440.60	87.4301	213,382	400.60	86.8097	34,776
Sumitomo Mitsui Banking Corporation, Tokyo	JPY	3,115,704.00	0.9278	2,890,750	1,479,671.00	1.0503	1,554,098
HSBC Bank plc, London, UK	GBP	4,467.87	129.1013	576,808	14,617.38	126.4627	1,848,553
Standard Chartered Bank, Kolkata	ACU	197,926.13	79.8499	15,804,382	365,083.13	81.8529	29,883,113
Standard Chartered Bank, London	GBP	57,694.98	129.1013	7,448,497	11,948.74	126.4627	1,511,070
NIB Limited, Pakistan (former IFIC Bank Ltd.)	ACU	49,201.16	79.8499	3,928,708	49,201.16	81.8529	4,027,258
Commerzbank, AG, Frankfurt, Germany	EURO	209,315.71	105.5696	22,097,376	338,416.72	105.9095	35,841,546
Commerz Frank Furt Germany	USD	790,118.56	79.8499	63,090,888	2,000,958.26	81.8529	163,784,236
JP Morgan Chase Bank, New York, USA	USD	1,482,370.86	79.8499	118,367,165	1,071,514.31	81.8529	87,706,554
Standard Chartered Bank, Pakistan	ACU	31,903.36	79.8499	2,547,480	6,149.05	81.8529	503,318
Nepal Bangladesh Bank, Nepal	ACU	46,370.36	79.8499	3,702,669	1,925.00	81.8529	157,567
ICICI Bank, Mumbai, India	ACU EUR	2,611.17	105.5696	275,660	4,656.70	105.9095	493,189
Hypo Vereinsbank, Germany	EURO	672,711.30	105.5696	71,017,863	227,673.02	105.9095	24,112,736
Citibank, N.A., Mumbai	ACU	188,129.48	79.8499	15,022,120	4,033.36	81.8529	330,142
Union Bank of Switzerland, AG	CHF	10,851.38	87.4301	948,737	6,643.38	86.8097	576,710
HSBC, Mumbai, India	ACU	21,694.09	79.8499	1,732,271	46,670.91	81.8529	3,820,149
Standard Chartered Bank, Frankfurt, Germany	EURO	198,018.30	105.5696	20,904,713	139,423.86	105.9095	14,766,311
The Bank of Nova Scotia, Canada	CAD	100,750.42	80.1062	8,070,733	18,641.18	79.8955	1,489,346
HSBC, Karachi, Pakistan	ACU	130,824.09	79.8499	10,446,290	141,561.24	81.8529	11,587,198
ICICI Bank, Mumbai, India	ACU	141,649.58	79.8499	11,310,705	188,846.83	81.8529	15,457,661
HDFC, India	ACU	37,960.09	79.8499	3,031,109	79,103.00	81.8529	6,474,810
Sonali Bank Ltd, India	ACU	61,564.45	79.8499	4,915,915	178,790.00	81.8529	14,634,480
Bank of Bhutan, Bhutan	ACU	150,495.70	79.8499	12,017,067	8,200.70	81.8529	671,251
National Commercial Bank, Jeddah, KSA	SAR	19,662.80	21.2916	418,652	38,252.00	21.8251	834,854
National Australia Bank Ltd	AUD	50,000.00	82.7804	4,139,020	-	-	-
UBAF Singapore	USD	933,480.60	79.8499	74,538,333	408,628.13	81.8529	33,447,397
HSBC, N.Y.	USD	757,161.39	79.8499	60,459,261	1,837,821.96	81.8529	150,431,057
UBAF, Hongkong	HKD	94,505.72	10.3008	973,485	107,399.02	10.5297	1,130,879
Habib Metropolitan Bank, Pakistan	ACU	199,194.92	79.8499	15,905,694	646.52	81.8529	52,920
Habib American Bank, New York, USA	USD	2,223,039.77	79.8499	177,509,503	1,258,113.90	81.8529	102,980,271
Zuercher Kantonal Bank	CHF	9,984.84	87.4301	872,976	15,396.00	86.8097	1,336,522
Bank of Nova Scotia	USD	49,310.00	79.8499	3,937,399	-	-	-
			<b>Sub-total</b>	<b>770,397,595</b>		<b>Sub-total</b>	<b>715,436,348</b>
			<b>Grand Total</b>	<b>2,746,578,779</b>		<b>Total</b>	<b>1,400,339,005</b>



**Reconciliation Statement** as at 31 December 2012

Annexure - D

Particulars	Detail	Total
<b>1) Balance with Bangladesh Bank-Taka Account</b>		
Balance as per Bank Ledger		17,475,965,923
<i>Unresponded debit entries in</i>		
Bangladesh Bank Statement	50,952,054	
EXIM Bank ledger	337,102	51,289,156
		<u>17,424,676,767</u>
<i>Unresponded credit entries in</i>		
Bangladesh Bank Statement	-	
EXIM Bank ledger	4,204,715	4,204,715
Balance as per Bangladesh Bank Statement		<u>17,428,881,482</u>
<b>2) Balance with Bangladesh Bank-Foreign currency</b>		
Balance as per Bank Ledger		7,207,489,728
<i>Unresponded debit entries in</i>		
Bangladesh Bank Statement	20,398,726	
EXIM Bank ledger	1,358,961	21,757,687
		<u>7,185,732,041</u>
<i>Unresponded credit entries in</i>		
Bangladesh Bank Statement	17,059,001	
EXIM Bank ledger	125,504,748	142,563,749
Balance as per Bangladesh Bank Statement		<u>7,328,295,790</u>



# Highlights on the overall activities as at 31 December 2012

Sl No.	Particulars	Taka	
		2012	2011
1	Paid up capital	10,514,861,660	9,223,562,860
2	Total capital	18,214,305,179	16,109,556,191
3	Surplus/(shortage) of capital	1,561,138,779	1,304,186,191
4	Total assets	167,056,626,119	129,874,424,163
5	Total deposits	140,369,657,157	107,881,205,901
6	Total investments	118,219,992,997	99,699,627,656
7	Total contingent liabilities and commitments	63,950,483,627	54,929,919,559
8	Ratio on investments and deposits	84.22%	92.42%
9	Ratio on classified investments and total investments	4.27%	1.63%
10	Profit after tax and provisions	2,157,631,285	2,009,372,842
11	Classified investments	5,051,770,207	1,626,535,269
12	Provision held against classified investments	1,460,285,242	399,437,597
13	Surplus/(shortage) of provision	-	-
14	Cost of fund	9.96%	9.15%
15	Profit earning assets	131,147,168,472	109,707,501,542
16	Non-profit bearing assets	35,909,457,647	20,166,922,621
17	Return on investments (shares and securities)	1.94%	1.50%
18	Return on Assets (after tax)	1.45%	1.65%
19	Income on investments (shares and securities)	183,791,653	99,232,341
20	Earnings per share (2011 adjusted)	2.05	1.91
21	Net income per share (2011 adjusted)	2.05	1.91
22	Price earning ratio (times)- (2011 adjusted)	10.14	14.55
23	Net Asset Value (NAV)	16,641,856,132	14,484,224,847
24	Net asset value per share	15.83	15.70
25	Net operating cash flow per share (NOCFPS)	14.71	9.61



# Off-Shore Banking Units Balance Sheet as at 31 December 2012

## PROPERTY AND ASSETS

### Cash in Hand:

Cash in Hand (including Foreign Currency)  
Balance with Bangladesh Bank & its Agent Banks

### Balance with other Banks and Financial Institutions

In Bangladesh  
Outside Bangladesh

### Placement with banks & other financial institutions

### Investments:

General Investments etc.  
Murabaha Import Bill (MIB)

### Fixed assets including Premises

### Other Assets

### Non-Banking Assets

### Total Assets

## LIABILITIES AND CAPITAL

### Liabilities:

### Placement from banks & other financial institutions

### Deposits and Other Accounts:

Mudaraba Savings Deposits  
Mudaraba Term Deposits  
Other Mudaraba Deposits-MDI  
Al-wadeeah Current and other Deposit Accounts  
Bills Payable

### Other Liabilities

### Total Liabilities

### Capital/Shareholders' Equity:

Paid up Capital  
Statutory Reserve  
Translation Gain/Loss  
Other Reserve  
Retained Earnings

### Total shareholders' equity

### Total Liabilities and Shareholders' Equity

### Off Balance Sheet items

### Contingent Liabilities:

Acceptances & Endorsements  
Letters of Guarantee  
Irrevocable Letters of Credit  
Bills for Collection  
Other Contingent Liabilities

### Total

### Other commitments

### Total Off-Balance Sheet items including Contingent Liabilities

	Notes	2012		2011	
		USD	Taka	USD	Taka
Cash in Hand:					
Cash in Hand (including Foreign Currency)		-	-	-	-
Balance with Bangladesh Bank & its Agent Banks		-	-	-	-
		-	-	-	-
Balance with other Banks and Financial Institutions	4				
In Bangladesh		5,143	410,668	-	-
Outside Bangladesh		-	-	-	-
		5,143	410,668	-	-
Placement with banks & other financial institutions		-	-	-	-
Investments:	5				
General Investments etc.		-	-	-	-
Murabaha Import Bill (MIB)		9,601,720	766,696,403	-	-
		9,601,720	766,696,403	-	-
Fixed assets including Premises		-	-	-	-
Other Assets		-	-	-	-
Non-Banking Assets		-	-	-	-
Total Assets		9,606,863	767,107,071	-	-
LIABILITIES AND CAPITAL					
Liabilities:					
Placement from banks & other financial institutions	8	9,601,720	766,696,403	-	-
Deposits and Other Accounts:					
Mudaraba Savings Deposits		-	-	-	-
Mudaraba Term Deposits		-	-	-	-
Other Mudaraba Deposits-MDI		-	-	-	-
Al-wadeeah Current and other Deposit Accounts		-	-	-	-
Bills Payable		-	-	-	-
Other Liabilities		-	-	-	-
Total Liabilities		9,601,720	766,696,403	-	-
Capital/Shareholders' Equity:					
Paid up Capital		-	-	-	-
Statutory Reserve		-	-	-	-
Translation Gain/Loss		-	-	-	-
Other Reserve		-	-	-	-
Retained Earnings	10	5,143	410,668	-	-
Total shareholders' equity		5,143	410,668	-	-
Total Liabilities and Shareholders' Equity		9,606,863	767,107,071	-	-
Off Balance Sheet items					
Contingent Liabilities:					
Acceptances & Endorsements		-	-	-	-
Letters of Guarantee		-	-	-	-
Irrevocable Letters of Credit		-	-	-	-
Bills for Collection		-	-	-	-
Other Contingent Liabilities		-	-	-	-
Total		-	-	-	-
Other commitments		-	-	-	-
Total Off-Balance Sheet items including Contingent Liabilities		-	-	-	-



# Off-Shore Banking Units Profit and Loss Account for the year ended 31 December 2012

Particulars	Notes	2012		2011	
		USD	Taka	USD	Taka
Investment Income	11	132,230	10,588,474	-	-
Profit Paid on deposits, borrowings, etc.	13	(112,106)	(8,978,043)	-	-
<b>Net Investment Income</b>		<b>20,124</b>	<b>1,610,431</b>	-	-
Commission, exchange and brokerage		-	-	-	-
Other operating income		-	-	-	-
<b>Total operating income</b>		<b>20,124</b>	<b>1,610,431</b>	-	-
<b>Operating Expenses</b>					
Salaries and allowances	14	14,981	1,199,763	-	-
Rent, taxes, insurance, lighting, etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamp, telegram and telephone		-	-	-	-
Stationery, printing, advertisement, etc.		-	-	-	-
Depreciation and Repair to Bank's Assets		-	-	-	-
Other Expenses		-	-	-	-
<b>Total operating expenses</b>		<b>14,981</b>	<b>1,199,763</b>	-	-
<b>Profit/(Loss) before provisions</b>		<b>5,143</b>	<b>410,668</b>	-	-
Provision for Investments		-	-	-	-
Provision for Off balance sheet exposures		-	-	-	-
<b>Total Provision</b>		-	-	-	-
<b>Total Profit/(Loss) before tax</b>		<b>5,143</b>	<b>410,668</b>	-	-
Provision for Tax		-	-	-	-
<b>Net Profit/(Loss) after tax</b>		<b>5,143</b>	<b>410,668</b>	-	-



# Off-Shore Banking Units Cash Flow Statements for the year ended 31 December 2011

Particulars	Notes	2012		2011	
		USD	Taka	USD	Taka
<b>A) Cash flows from operating activities</b>					
Investment income receipts		132,230	10,588,474	-	-
Profit paid on deposits, borrowings, etc.		(112,106)	(8,978,043)	-	-
Dividend receipts		-	-	-	-
Fees and commission receipts		-	-	-	-
Cash payment to employees		(14,981)	(1,199,763)	-	-
Cash payment to suppliers		-	-	-	-
Income tax payments		-	-	-	-
Receipts from other operating activities		-	-	-	-
Payments for other operating activities		-	-	-	-
<b>Cash flows before changes in operating assets and liabilities</b>		<b>5,143</b>	<b>410,668</b>	-	-
Changes in operating assets and liabilities:					
(Increase)/decrease in operating assets/liabilities					
Statutory deposit		-	-	-	-
Trading security - shares		-	-	-	-
Investments to other banks		-	-	-	-
Investments to customers		(9,601,720)	(766,696,403)	-	-
Other assets		-	-	-	-
Deposits from other banks		-	-	-	-
Deposits from customers		-	-	-	-
Liabilities on account of customers		-	-	-	-
Trading liabilities (borrowing)		9,601,720	766,696,403	-	-
Other liabilities		-	-	-	-
<b>Net cash from operating activities</b>		<b>5,143</b>	<b>410,668</b>	-	-
<b>B) Cash flows from investing activities:</b>					
Receipts from sale of securities		-	-	-	-
Payment for purchase of securities		-	-	-	-
Purchase of fixed assets		-	-	-	-
Sale proceeds of fixed assets		-	-	-	-
Purchase of Subsidiaries		-	-	-	-
<b>Net cash from investing activities</b>		-	-	-	-
<b>C) Cash flows from financing activities</b>					
Receipts from issue of Debt Instruments		-	-	-	-
Payment for redemption of Debt Instruments		-	-	-	-
Receipts from issue of Ordinary Share/Right Share		-	-	-	-
Dividend paid in Cash		-	-	-	-
<b>Net cash from financing activities</b>		-	-	-	-
<b>D) Net increase/(decrease) in cash and cash equivalents (A + B + C)</b>		<b>5,143</b>	<b>410,668</b>	-	-
<b>E) Effect of Exchange rate changes on cash and cash equivalents</b>		-	-	-	-
<b>F) Cash and cash equivalents at beginning of the year</b>		-	-	-	-
<b>G) Cash and cash equivalents at end of the year (D + E + F)</b>		<b>5,143</b>	<b>410,668</b>	-	-
<b>H) Cash and cash equivalents</b>					
Cash		-	410,668	-	-
Balance with other banks and financial institutions		5,143	-	-	-
		<b>5,143</b>	<b>410,668</b>	-	-



# Off-Shore Banking Units

## Notes to the Financial Statements for the year ended 31 December 2012

### 1.0 Status of the Units

Off-shore Banking Units (OBU) of Export Import Bank of Bangladesh Limited was governed 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 dated 31 August 2010. Bank commenced the Off-shore Banking Unit (OBU) services from April 2012.

### 1.1 Principal activities

The principal activities of OBU are to provide Mudaraba Investment against payment of import bills under UPAS (Usance Payment at Sight) to its customers.

### 1.2 Significant accounting policies

#### 1.2.1 Basis of preparation of the financial statements

The financial statements of the OBUs are prepared on a going concern basis under historical cost convention in accordance with the Bank Companies Act 1991 as amended on 25 June 2003, Bangladesh Bank Circulars and International Financial Reporting Standards (IFRS). Off-shore Banking Units (OBU) maintains its accounting records in USD.

#### 1.2.2 Foreign currency transactions:

Foreign currencies are converted into equivalent Taka using the ruling exchange rates on the respective date of transaction. Assets and liabilities including balance with other Banks denominated in foreign currencies are translated into Taka currency at the weighted average rate of inter bank market declared by Bangladesh Bank. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying cross rates of New York closing of the previous day.

#### 1.2.3 Cash and cash equivalents

Cash and cash equivalents are accounted for notes and coins in hand, highly liquid financial assets, unrestricted balances held with other banks/financial institutions and Bangladesh Bank.

#### 1.2.4 Investments

Investments are stated in the Balance Sheet net off unearned income. Provisions for investments are made as per instructions contained in Bangladesh Bank BRPD Circular No. 14 dated 23 September 2012 and BRPD Circular No. 19 dated 27 December 2012.

#### 1.2.5 Revenues, gains, expenses & losses prohibited by Shariah:

Any gains, expenses & losses not permitted in the Shariah and not duly approved by the Shariah Supervisory Committee is not accounted for and income thus derived transferred/expensed as per approval of the Shariah Supervisory Committee.

#### 1.2.6 Cash flow statement

Cash flow statement is prepared in accordance with IAS-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.

#### 1.2.7 Reporting period

These financial statements cover one calendar year from 1 January 2012 to 31 December 2012.



## Off-Shore Banking Units

## Notes to the Financial Statements for the year ended 31 December 2012

Particulars	2012		2011	
	USD	Taka	USD	Taka
<b>2 Cash Balance</b>				
Local Currency	-	-	-	-
Foreign Currency	-	-	-	-
	-	-	-	-
<b>3 Balance with Bangladesh Bank and its agent (Sonali Bank)</b>				
Balance with Bangladesh Bank	-	-	-	-
Balance with Sonali Bank (as agent of Bangladesh Bank)	-	-	-	-
	-	-	-	-
<b>4 Balance with other banks and financial institutions</b>				
In Bangladesh	5,143	410,668	-	-
Outside Bangladesh	-	-	-	-
	<b>5,143</b>	<b>410,668</b>		
<b>5 Investment</b>				
General Investment	9,601,720	766,696,403		
Bill Discounted and Purchased	<b>9,601,720</b>	<b>766,696,403</b>		
<b>6 Other assets</b>				
Stock of stationery in hand and Stamps in hand	-	-	-	-
Suspense Account	-	-	-	-
Income Receivable on Investment	-	-	-	-
	-	-	-	-
<b>7 Deposit and Other Accounts</b>				
	-	-	-	-
<b>8 Placement from banks &amp; other financial institutions</b>				
Bangladesh Bank	-	-	-	-
Export Import Bank of Bangladesh Limited	9,601,720	766,696,403	-	-
<b>Total</b>	<b>9,601,720</b>	<b>766,696,403</b>	-	-
<b>9 Other liabilities</b>				
	-	-	-	-
<b>10 Retained earnings</b>				
Opening	-	-	-	-
Add: Profit for the year	5,143	410,668	-	-
<b>Balance carried forward</b>	<b>5,143</b>	<b>410,668</b>	-	-



# Off-Shore Banking Units

## Notes to the Financial Statements for the year ended 31 December 2012

Particulars	2012		2011	
	USD	Taka	USD	Taka
<b>11 Investment income</b>				
Income from Mudaraba Import Bills	132,229.65	10,588,474	-	-
<b>12 Commission and Brokerage</b>	-	-	-	-
<b>13 Profit paid on deposits, borrowings, etc.</b>				
Profit on deposits	-	-	-	-
Profit on borrowings	112,106	8,978,043	-	-
<b>Total</b>	<b>112,106</b>	<b>8,978,043</b>	-	-
<b>14 Salaries and allowances</b>	14,981	1,199,763	-	-
<b>15 Rent, taxes, insurance, Utilities etc.</b>				
Rent Rates and taxes	-	-	-	-
Electricity/Gas/Wasa	-	-	-	-
<b>Total</b>	-	-	-	-
<b>16 Postage, stamp and telecommunications etc.</b>				
Postages & Courier services charge	-	-	-	-
Telephone bill	-	-	-	-
<b>Total</b>	-	-	-	-
<b>17 Stationery, printing and advertisement, etc.</b>				
Printing stationery	-	-	-	-
Office stationery	-	-	-	-
<b>Total</b>	-	-	-	-
<b>18 Depreciation on and repairs to Bank's property</b>				
Depreciation	-	-	-	-
Repairs and maintenance	-	-	-	-
<b>Total</b>	-	-	-	-
<b>19 Legal and professional</b>	-	-	-	-
<b>20 Other expenses</b>				
Security and Cleaning services	-	-	-	-
Conveyance, Freight & Labour	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total</b>	-	-	-	-