

Hoda Vasi Chowdhury & Co

Chartered Accountants

Independent auditor's report to the shareholders of Shahjalal Islami Bank Limited

Report on the financial statements

We have audited the accompanying consolidated financial statements of Shahjalal Islami Bank Limited and its subsidiary (the "Group") as well as the separate financial statements of Shahjalal Islami Bank Limited (the "Bank"), which comprise the consolidated balance sheet and the separate balance sheet as at 31 December 2016, and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements and internal controls

Management is responsible for the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that give a true and fair view in accordance with Bangladesh Financial Reporting Standards as explained in note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the Group and separate financial statements of the Bank. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and separate financial statements of the Bank, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of consolidated financial statements of the Group and separate financial statements of the Bank that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 of the Group and also separate financial statements of the Bank.

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 of the Group and also separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2016, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards as explained in note 2.

Report on other legal and regulatory requirements

In accordance with the Companies Act 1994, Securities and Exchange Rules 1987, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the Financial Statements and Internal Control:
 - i) internal audit, internal control and risk management arrangements of the Group and the Bank as disclosed in note 50 of the financial statements appeared to be materially adequate; and
 - ii) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities other than matters disclosed in these financial statements;
- c) financial statements of the subsidiaries of the Bank have been audited by other auditors and have been properly reflected in the consolidated financial statements;
- d) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- e) the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank dealt with by the report are in agreement with the books of account;
- f) the expenditure incurred was for the purposes of the Bank's business;
- g) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;
- h) adequate provisions have been made for advances which are, in our opinion, doubtful of recovery;
- i) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- j) the information and explanation required by us have been received and found satisfactory; and
- k) we have reviewed over 80% of the risk weighted assets of the Bank and we have spent around 3,500 person hours for the audit of the books and accounts of the Bank.

Dhaka, 05 April 2017

Hoda Vasi Chowdhury
Chartered Accountants

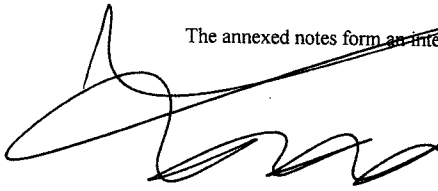
Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Balance Sheet
As at 31 December 2016

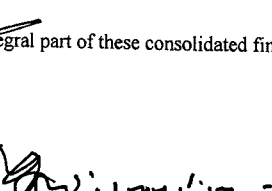
Property and Assets	Note	31.12.2016 Taka	31.12.2015 Taka
Cash			
Cash in hand (Including Foreign Currencies)	3	1,179,754,405	1,106,558,612
Balance with Bangladesh Bank & Sonali Bank Ltd (Including Foreign Currencies)	4	8,398,144,743	8,177,172,061
		<u>9,577,899,148</u>	<u>9,283,730,673</u>
Balance with other Banks and Financial Institutions			
Inside Bangladesh		1,948,192,572	805,850,678
Outside Bangladesh	5	472,970,179	667,183,236
		<u>2,421,162,751</u>	<u>1,473,033,914</u>
Placement with other Banks & Financial Institutions	6	<u>7,861,781,566</u>	<u>8,657,997,972</u>
Investments in Shares & Securities			
Government		5,500,000,000	4,200,000,000
Others	7	3,964,312,892	3,777,086,773
		<u>9,464,312,892</u>	<u>7,977,086,773</u>
Investments			
General Investment etc.		115,618,153,110	92,024,490,000
Bills Purchased and Discounted	8	10,478,684,675	7,164,796,744
		<u>126,096,837,785</u>	<u>99,189,286,744</u>
Fixed Assets Including Premises	9	<u>3,474,011,723</u>	<u>3,341,443,033</u>
Other Assets	10	<u>12,005,895,988</u>	<u>11,288,361,306</u>
Non Banking Assets	11	<u>51,078,968</u>	<u>51,078,968</u>
Total Property and Assets		<u><u>170,952,980,821</u></u>	<u><u>141,262,019,382</u></u>
Liabilities and Capital			
Liabilities			
Placement from other Banks & Financial Institutions	12	17,239,879,460	3,890,911,426
Deposits and Other Accounts			
Mudaraba Savings Deposits		18,510,981,952	15,876,565,502
Mudaraba Term Deposits		44,923,686,220	41,842,087,699
Other Mudaraba Deposits		44,393,859,970	37,120,302,113
Al-Wadeeah Current & Other Deposit Accounts		14,492,841,209	13,114,867,832
Bills Payable	13	1,712,398,926	1,152,971,241
		<u>124,033,768,277</u>	<u>109,106,794,387</u>
Other Liabilities	14	<u>16,340,159,954</u>	<u>15,630,481,431</u>
Deferred Tax Liabilities	15	<u>95,464,963</u>	<u>104,211,220</u>
Total Liabilities		<u>157,709,272,654</u>	<u>128,732,398,464</u>
Capital/Shareholders' Equity			
Paid-up Capital	16	7,346,881,330	7,346,881,330
Statutory Reserve	17	4,403,561,679	3,942,345,432
Retained Earnings	18	1,253,792,811	1,010,103,443
Total Shareholders' Equity		<u>13,004,235,820</u>	<u>12,299,330,205</u>
Non-controlling Interest	16.7	239,472,347	230,290,713
Total Liabilities & Shareholders' Equity		<u><u>170,952,980,821</u></u>	<u><u>141,262,019,382</u></u>

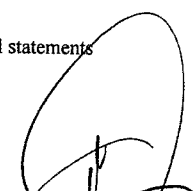
Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Off-balance Sheet Items
As at 31 December 2016

	Note	31.12.2016 Taka	31.12.2015 Taka
Contingent Liabilities			
Acceptances & endorsements			
Letters of guarantee		23,719,133,589	16,581,184,728
Irrevocable letters of credit	19	11,956,867,945	7,184,290,937
Bills for collection	20	18,421,361,635	13,947,624,480
Other contingent liabilities		9,228,367,132	5,812,711,245
Total		63,325,730,301	43,525,811,390
Other Commitments			
Documentary credits, short term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		63,325,730,301	43,525,811,390

The annexed notes form an integral part of these consolidated financial statements


Chairman

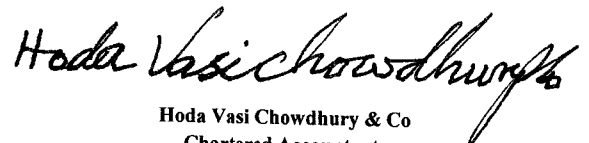

Director


Director


Managing Director

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

Dhaka, 05 April 2017

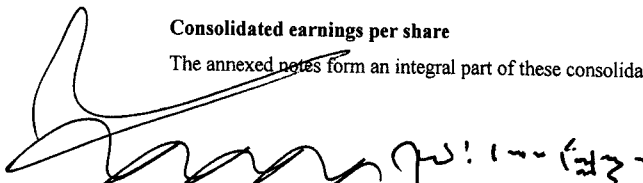

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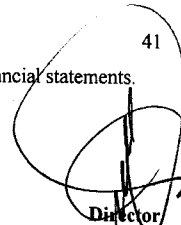
Shahjalal Islami Bank Limited and its Subsidiary Consolidated Profit and Loss Account For the year ended 31 December 2016

	Note	2016 Taka	2015 Taka
Operating Income			
Investment Income	22	11,334,017,520	10,738,893,763
Less: Profit paid on Deposits	23	7,103,095,818	7,051,597,514
Net Investment Income		4,230,921,702	3,687,296,249
Income from Investment in Shares/Securities	24	242,461,114	244,424,333
Commission, Exchange and Brokerage	25	1,342,881,837	1,128,139,349
Other Operating Income	26	457,549,789	417,582,620
Total Operating Income		2,042,892,740	1,790,146,302
Operating Expenses		6,273,814,442	5,477,442,551
Salaries and Allowances	27	1,915,727,099	1,780,765,175
Rent, Taxes, Insurances, Electricity etc.	28	438,994,609	387,774,764
Legal Expenses	29	1,052,709	2,156,033
Postage, Stamps, Telecommunication etc.	30	37,365,945	38,280,606
Stationery, Printings, Advertisements etc.	31	80,268,567	67,154,097
Chief Executive's Salary & Fees	32	13,430,500	13,260,000
Directors' Fees & Expenses	33	6,259,712	5,997,441
Shariah Supervisory Committee's Fees & Expenses	34	559,816	462,957
Auditors' Fees	35	639,500	439,500
Depreciation & Repairs of Bank's Assets	36	145,424,652	144,820,044
Zakat Expenses	37	101,969,969	93,316,700
Other Expenses	38	406,695,185	323,297,752
Total Operating Expenses		3,148,388,263	2,857,725,069
Profit / (Loss) before Provision	21	3,125,426,179	2,619,717,482
Specific provision for Classified Investment		356,500,000	320,913,336
General Provision for Unclassified Investment		115,200,000	257,177,896
General Provision for Off-Balance Sheet Items		197,900,000	31,060,000
Provision for deminution in value of Investments in Shares		-	152,000,000
Provision for Other Assets		3,526,000	5,139,000
Total Provision	39	673,126,000	766,290,232
Total Profit / (Loss) before taxes		2,452,300,179	1,853,427,250
Provision for taxation			
Deferred tax	40	(8,746,257)	(13,493,006)
Current tax	40a	791,864,614	545,081,276
		783,118,357	531,588,270
Net Profit / (Loss) after Tax		1,669,181,822	1,321,838,980
Net profit after tax attributable to:			
Equity holders of SJIBL		1,660,000,188	1,318,543,217
Non-controlling interest		9,181,634	3,295,763
		1,669,181,822	1,321,838,980
Retained earnings from previous year		1,010,103,443	777,808,975
Add: Net profit after tax (attributable to equity holders of SJIBL)		1,660,000,188	1,318,543,217
Profit available for appropriation		2,670,103,631	2,096,352,191
Appropriation:			
Statutory reserve	17	461,216,247	351,560,615
Dividend		955,094,573	734,688,133
Retained earnings	18	1,253,792,811	1,010,103,443
		2,670,103,631	2,096,352,191
Consolidated earnings per share	41	2.26	1.79

The annexed notes form an integral part of these consolidated financial statements.


Chairman

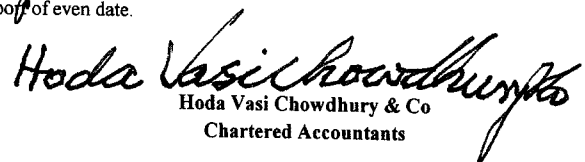

Director


Director


Managing Director

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

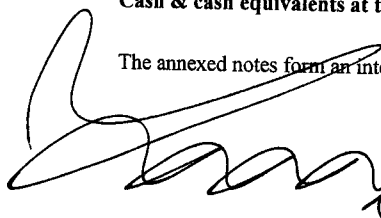
Dhaka, 05 April 2017


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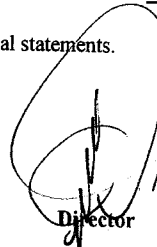
Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Cash Flow Statement
For the year ended 31 December 2016

	Note	2016 Taka	2015 Taka
Cash flows from operating activities			
Investment income receipt in cash			
Profit paid on deposits	42	11,670,404,910	11,183,486,832
Dividend receipts	43	(7,429,829,009)	(7,738,200,876)
Fees & commission receipt in cash		62,426,658	34,108,744
Recoveries on investment previously written off		1,342,881,837	1,128,139,349
Cash payments to employees		22,583,982	231,201,927
Cash payments to suppliers		(1,929,157,599)	(1,794,025,175)
Income tax paid		(80,268,567)	(67,154,097)
Receipts from other operating activities		(644,006,097)	(606,240,779)
Payment for other operating activities	44	459,444,812	420,282,008
	45	(1,010,270,173)	(868,786,722)
(i) Operating profit before changes in operating assets & liabilities		2,464,210,755	1,922,811,211
Changes in operating assets and liabilities			
(Increase)/decrease in investment to customers		(27,846,228,421)	(13,932,791,988)
(Increase)/decrease in other assets	46	(10,738,761)	(21,819,434)
(Increase)/decrease of placement with other banks & financial institutions		796,216,405	(4,423,856,895)
Increase/(decrease) in deposits from other banks		(1,301,116,591)	2,897,269,895
Increase/(decrease) of placement from other banks & financial institutions		13,348,968,035	(200,936,623)
Increase/(decrease) in deposits received from customers		16,228,090,481	7,766,197,143
Increase/(decrease) in other liabilities on account of customers		(19,963,183)	245,607,243
Increase/(decrease) in other liabilities	47	286,439,794	416,685,273
(ii) Cash flows from operating assets and liabilities		1,481,667,758	(7,253,645,386)
Net cash flows from operating activities (A)=(i+ii)		3,945,878,513	(5,330,834,175)
Cash flows from investing activities			
Proceeds from sale of securities		989,951,210	1,848,951,517
Payment for purchases of securities		(2,477,177,329)	(893,728,250)
Proceeds from sale of fixed assets		2,321,270	5,360,527
Purchases of property, plant & equipments		(263,581,780)	(267,233,852)
Purchase/sale of subsidiaries		-	-
Net cash used in investing activities (B)		(1,748,486,628)	693,349,941
Cash flows from financing activities			
Receipts from issue of debt instruments		-	-
Payments for redemption of debt instruments		-	-
Receipts from issue of ordinary shares		-	-
Dividend paid to ordinary share holder		(955,094,573)	(734,688,133)
Net cash used in financing activities (C)		(955,094,573)	(734,688,133)
Net increase/(decrease) in cash & cash equivalents (A+B+C)		1,242,297,312	(5,372,172,367)
Add: Effect of exchange rate changes on cash & cash equivalents		-	-
Add: Cash and cash equivalents at the beginning of the year		10,756,764,587	16,128,936,954
Cash & cash equivalents at the end of the year	48	11,999,061,899	10,756,764,587

The annexed notes form an integral part of these consolidated financial statements.


Chairman
Dhaka, 05 April 2017


Director


Director


Managing Director


Shahjalal Islami Bank Limited and its Subsidiary
Consolidated Statement of Changes in Equity
For the year ended 31 December 2016

Particulars	Paid-up Capital	Statutory Reserve	Non-controlling Interest	Retained Earnings	(Amount in taka)
					Total
Balance as at 01 January 2016	7,346,881,330	3,942,345,432	-	1,010,103,443	12,299,330,205
Cash dividend paid for the year 2015	-	-	-	(955,094,573)	(955,094,573)
Net profit during the year	-	461,216,247	-	1,198,783,941	1,660,000,188
Total Shareholders' Equity as at 31 December 2016	7,346,881,330	4,403,561,679	-	1,253,792,811	13,004,235,820
Non-controlling interest	-	-	239,472,347	-	239,472,347
Add: General Provision for Unclassified Investment & Off-Balance Sheet Items	-	-	-	-	1,953,120,900
Total Eligible Regulatory Capital as at 31 December 2016					15,196,829,067

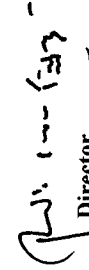
For the year ended 31 December 2015

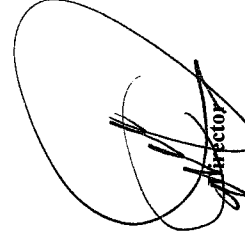
Particulars	Paid-up Capital	Statutory Reserve	Non-controlling Interest	Retained Earnings	(Amount in taka)
					Total
Balance as at 01 January 2015	7,346,881,330	3,590,784,817	-	777,808,975	11,715,475,122
Cash dividend paid for the year 2014	-	-	-	(734,688,133)	(734,688,133)
Net profit during the year	-	351,560,615	-	966,982,601	1,318,543,216
Total Shareholders' Equity as at 31 December 2015	7,346,881,330	3,942,345,432	-	1,010,103,443	12,299,330,205
Non-controlling interest	-	-	230,290,713	-	230,290,713
Add: General Provision for Unclassified Investment & Off-Balance Sheet Items	-	-	-	-	1,098,178,936
Less: Shortfall in provisions of investment in shares (subsidiary)	-	-	-	-	259,500,000
Total Eligible Regulatory Capital as at 31 December 2015					13,368,299,854

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Chairman
Dhaka, 05 April 2017


Director


Managing Director

**Hoda Vasi
Chowdhury & Co**

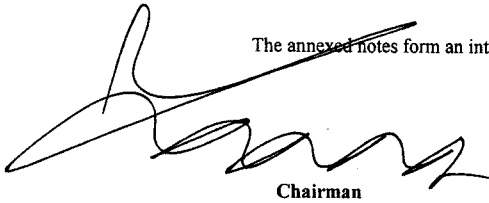
Shahjalal Islami Bank Limited
Balance Sheet
As at 31 December 2016

	Note	31.12.2016 Taka	31.12.2015 Taka
Property and Assets			
Cash			
Cash in hand (Including Foreign Currencies)	3a	1,179,754,405	1,106,558,612
Balance with Bangladesh Bank & Sonali Bank Ltd (Including Foreign Currencies)	4a	8,398,144,743	8,177,172,061
		<u>9,577,899,148</u>	<u>9,283,730,673</u>
Balance with other Banks and Financial Institutions			
Inside Bangladesh	5a	1,943,033,831	788,813,447
Outside Bangladesh		472,970,179	667,183,236
		<u>2,416,004,010</u>	<u>1,455,996,683</u>
Placement with other Banks & Financial Institutions			
Investments in Shares & Securities			
Government	6a	7,861,781,566	8,657,997,972
Others	7a	5,500,000,000	4,200,000,000
		2,093,131,998	1,983,716,363
		<u>7,593,131,998</u>	<u>6,183,716,363</u>
Investments			
General Investment etc.	8a	112,519,695,669	89,669,853,525
Bills Purchased and Discounted	9a	10,478,684,675	7,164,796,744
		<u>122,998,380,344</u>	<u>96,834,650,269</u>
Fixed Assets Including Premises			
Other Assets			
10a		3,433,039,043	3,299,392,033
Non Banking Assets			
11		13,313,448,521	12,103,284,073
Total Property and Assets			
		<u>51,078,968</u>	<u>51,078,968</u>
Liabilities and Capital			
Liabilities			
Placement from other Banks & Financial Institutions			
Deposits and Other Accounts			
Mudaraba Savings Deposits	12a	16,235,542,799	2,950,911,426
Mudaraba Term Deposits		18,510,981,952	15,876,565,502
Other Mudaraba Deposits		44,923,686,220	41,842,087,699
Al-Wadeeah Current & Other Deposit Accounts		44,769,922,395	37,272,228,093
Bills Payable		14,492,841,209	13,114,867,832
		1,712,398,926	1,152,971,241
	13a	<u>124,409,830,702</u>	<u>109,258,720,367</u>
Other Liabilities			
14a		13,647,349,223	13,301,703,751
Deferred Tax Liabilities			
15a		95,464,963	104,211,220
Total Liabilities			
		<u>154,388,187,687</u>	<u>125,615,546,764</u>
Capital/Shareholders' Equity			
Paid-up Capital			
Statutory Reserve	16	7,346,881,330	7,346,881,330
Retained Earnings	17	4,403,561,679	3,942,345,432
	18a	1,106,132,902	965,073,507
Total Shareholders' Equity			
		<u>12,856,575,911</u>	<u>12,254,300,269</u>
Total Liabilities & Shareholders' Equity			
		<u>167,244,763,598</u>	<u>137,869,847,033</u>

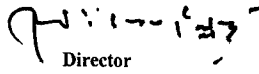
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As at 31 December 2016**

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Bills for collection		18,421,361,635	13,947,624,480
Other contingent liabilities		9,228,367,132	5,812,711,245
Total		63,325,730,301	43,525,811,390
Other Commitments			
Documentary credits, short term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		63,325,730,301	43,525,811,390

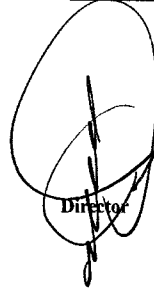
The annexed notes form an integral part of these financial statements



Chairman



Director



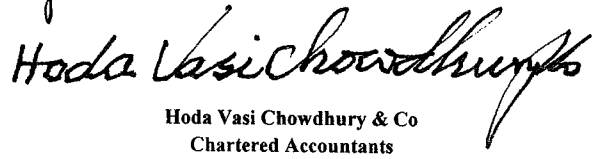
Director



Managing Director

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

Dhaka, 05 April 2017

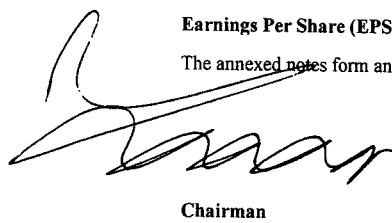


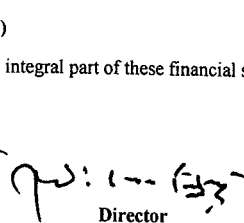
Hoda Vasi Chowdhury & Co
Chartered Accountants

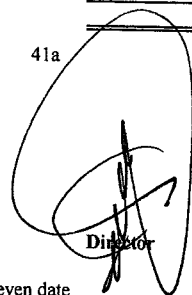
Shahjalal Islami Bank Limited
Profit and Loss Account
For the year ended 31 December 2016

	Note	2016 Taka	2015 Taka
Operating income			
Investment Income	22a	11,154,356,257	10,509,980,697
Less: Profit paid on Deposits	23a	6,986,501,525	6,942,572,993
Net Investment Income		4,167,854,732	3,567,407,704
Income from Investment in Shares/securities	24a	136,077,151	141,927,979
Commission, Exchange and Brokerage	25a	1,222,560,456	1,036,123,630
Other Operating Income	26a	451,673,610	410,187,078
Total Operating Income		1,810,311,217	1,588,238,687
		5,978,165,949	5,155,646,391
Operating expenses			
Salaries and Allowances	27a	1,878,143,846	1,747,409,359
Rent, Taxes, Insurances, Electricity etc.	28a	423,595,761	373,598,915
Legal Expenses	29a	728,459	1,555,477
Postage, Stamps, Telecommunication etc.	30a	34,794,548	35,411,933
Stationery, Printings, Advertisements etc.	31a	78,884,275	64,550,360
Chief Executive's Salary & Fees	32	13,430,500	13,260,000
Directors' Fees & Expenses	33	6,259,712	5,997,441
Shariah Supervisory Committee's Fees & Expenses	34	559,816	462,957
Auditors' Fees	35a	600,000	400,000
Depreciation & Repairs of Bank's Assets	36a	138,680,426	138,616,713
Zakat Expenses	37	101,969,969	93,316,700
Other Expenses	38a	321,311,401	303,630,126
Total Operating Expenses		2,998,958,713	2,778,209,981
Profit / (Loss) before Provision	21a	2,979,207,236	2,377,436,410
Specific provision for Classified Investment		356,500,000	320,913,336
General Provision for Unclassified Investment		115,200,000	110,521,000
General Provision for Off-Balance Sheet Items		197,900,000	31,060,000
Provision for diminution in value of Investments in Shares		-	152,000,000
Provision for Other Assets		3,526,000	5,139,000
Total Provision	39a	673,126,000	619,633,336
Total Profit / (Loss) before taxes		2,306,081,236	1,757,803,074
Provision for taxation			
Deferred tax	40	(8,746,257)	(13,493,006)
Current tax	40b	757,457,278	480,803,528
Net Profit after Taxation		1,557,370,215	1,290,492,552
Retained Earnings from previous year		965,073,507	760,829,703
Add: Net Profit after Tax		1,557,370,215	1,290,492,552
Profit available for appropriation		2,522,443,722	2,051,322,255
Appropriation			
Statutory Reserve	17	461,216,247	351,560,615
Dividend		955,094,573	734,688,133
Retained Earnings	18a	1,106,132,902	965,073,507
		2,522,443,722	2,051,322,255
Earnings Per Share (EPS)	41a	2.12	1.76

The annexed notes form an integral part of these financial statements.

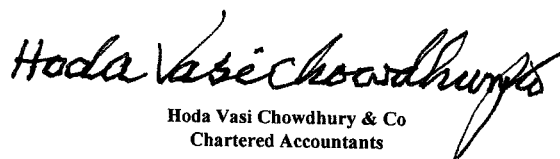

Chairman


Director


Director


Managing Director

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

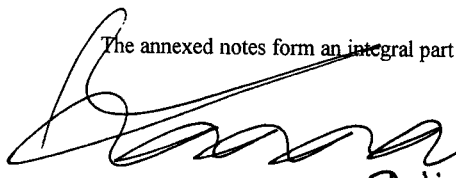

Hoda Vasi Chowdhury & Co
Chartered Accountants

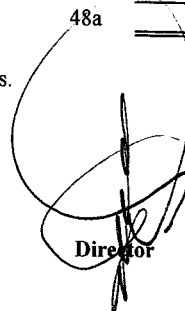
Dhaka, 05 April 2017

**Shahjalal Islami Bank Limited
Cash Flow Statement
For the year ended 31 December 2016**

	Note	2016 Taka	2015 Taka
Cash flows from operating activities			
Investment income receipt	42a	11,275,216,925	10,679,748,148
Profit paid on deposits	43a	(7,085,259,948)	(7,324,682,200)
Dividend receipts		62,426,658	34,108,744
Fees & commission receipt		1,222,560,456	1,036,123,630
Recoveries on investment previously written off		22,583,982	231,201,927
Cash payments to employees		(1,891,574,346)	(1,760,669,359)
Cash payments to suppliers		(78,884,275)	(64,550,360)
Income tax paid		(586,051,379)	(556,059,713)
Receipts from other operating activities	44a	451,673,505	410,137,095
Payments for other operating activities	45a	(906,401,371)	(831,202,188)
(i) Operating Profit before changes in operating assets & liabilities		2,486,290,208	1,854,155,725
Changes in operating assets and liabilities			
(Increase)/decrease in investment to customers		(27,102,407,455)	(13,886,479,464)
(Increase)/decrease of other assets	46a	(671,323,245)	217,209,198
(Increase)/decrease of Placement with other Banks & Financial Institutions		796,216,405	(4,423,856,895)
Increase/(decrease) of deposits from other banks		(1,301,116,591)	2,897,269,895
Increase/(decrease) of Placement from other Banks & Financial Institutions		13,284,631,374	(300,936,623)
Increase/(decrease) of deposits received from customers		16,452,226,926	7,760,129,336
Increase/(decrease) of other liabilities on account of customers		(19,963,183)	245,607,243
Increase/(decrease) of other liabilities	47a	(50,122,802)	127,643,956
(ii) Cash flows from operating assets and liabilities		1,388,141,428	(7,363,413,354)
Net cash flows from operating activities (A)=(i+ii)		3,874,431,636	(5,509,257,629)
Cash flows from investing activities			
Proceeds from sale of securities		466,338,218	1,421,221,240
Payment for purchases of securities		(1,875,753,853)	(296,243,089)
Proceeds from sale of fixed assets		2,321,270	5,360,527
Purchases of property, plant & equipments		(258,066,897)	(261,113,602)
Purchase/sale of subsidiaries		-	-
Net cash used in investing activities (B)		(1,665,161,261)	869,225,075
Cash flows from financing activities			
Receipts from issue of debt instruments		-	-
Payments for redemption of debt instruments		-	-
Receipts from issue of ordinary shares		-	-
Dividend paid to ordinary shareholders		(955,094,573)	(734,688,133)
Net cash used in financing activities (C)		(955,094,573)	(734,688,133)
Net Increase/(decrease) in cash & cash equivalents (A+B+C)		1,254,175,802	(5,374,720,687)
Add: Effect of exchange rate changes on cash & cash equivalents		-	-
Cash and cash equivalents at the beginning of the year		10,739,727,356	16,114,448,043
Cash and cash equivalents at the end of the year	48a	11,993,903,158	10,739,727,356

The annexed notes form an integral part of these financial statements.


Chairman
Dhaka, 05 April 2017


Director

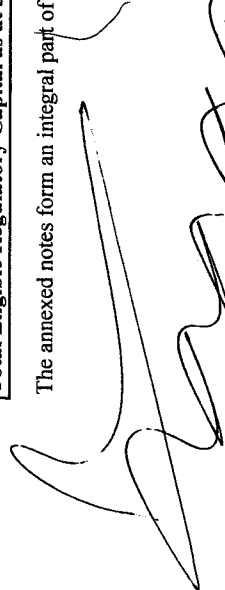

Managing Director

Shahjalal Islami Bank Limited
Statement of Changes in Equity
For the year ended 31 December 2016

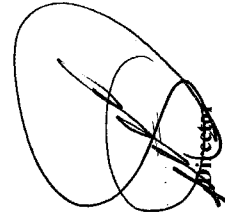
Particulars	(Amount in taka)			
	Paid-up Capital	Statutory Reserve	Retained Earnings	Total
Balance as at 01 January 2016	7,346,881,330	3,942,345,432	965,073,507	12,254,300,269
Cash dividend paid for the year 2015	-	-	(955,094,573)	(955,094,573)
Net profit during the year	-	461,216,247	1,096,153,968	1,557,370,215
Total Shareholders' Equity as at 31 December 2016	7,346,881,330	4,403,561,679	1,106,132,902	12,856,575,911
Total Equity for the purpose of Capital Adequacy				
Equity as per above				
Add: General Provision for Unclassified Investment & Off-Balance Sheet items				12,856,575,911
Total Eligible Regulatory Capital as at 31 December 2016				1,529,500,000
				14,386,075,911

Particulars	(Amount in taka)			
	Paid-up Capital	Statutory Reserve	Retained Earnings	Total
Balance as at 01 January 2015	7,346,881,330	3,590,784,817	760,829,703	11,698,495,850
Cash dividend paid for the year 2014	-	-	(734,688,133)	(734,688,133)
Net profit during the year	-	351,560,615	938,931,937	1,290,492,552
Total Shareholders' Equity as at 31 December 2015	7,346,881,330	3,942,345,432	965,073,507	12,254,300,269
Total Equity for the purpose of Capital Adequacy				
Equity as per above				
Add: General Provision for Unclassified Investment & Off-Balance Sheet items				12,254,300,269
Total Eligible Regulatory Capital as at 31 December 2015				1,100,927,373
				13,355,227,642

The annexed notes form an integral part of these financial statements.



Chairman
Dhaka, 05 April 2017



Director

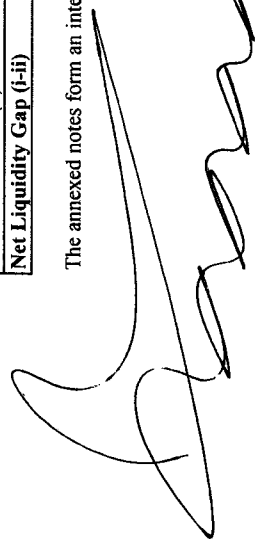
**Hoda Vasi
Chowdhury & Co**


Managing Director

Shahjalal Islami Bank Limited
Liquidity Statement, Assets and Liabilities Maturity Analysis
As at 31 December 2016

Particulars	(Amount in Taka)					
	Upto 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
Assets						
Cash in hand	1,179,754,405					1,179,754,405
Balance with other Banks and Financial Institutions	2,524,631,504	472,970,179	1,300,000,000	311,781,566	7,816,547,070	10,814,148,753
Placement with other Banks & Financial Institutions	2,000,000,000	4,250,000,000	1,400,000,000	87,000,000		7,861,781,566
Investment in Shares & Securities	3,986,131,998	2,120,000,000	37,563,705,357	15,928,290,255	4,919,935,214	7,593,131,998
Investments	23,861,685,787	40,724,763,732	116,213,815	521,625,615	2,756,461,674	122,998,380,344
Fixed Assets including premises	12,912,646	25,825,292	451,245,474	1,443,003,631	10,941,193,583	3,433,039,043
Other Assets	204,029,877	273,975,955			51,078,968	13,313,448,521
Non-banking Assets						
Total assets (i)	33,769,146,217	47,867,535,158	40,831,164,646	18,291,701,067	26,485,216,510	167,244,763,598
Liabilities						
Placement from other Banks & Financial Institutions	4,000,000,000	7,814,829,758	4,420,713,041			16,235,542,799
Deposits and other accounts	28,388,595,107	38,135,619,529	28,999,898,645	15,374,524,061	13,511,193,361	124,409,830,702
Other liabilities	612,765,980	1,458,901,632	6,156,319,234	2,729,469,844	2,689,892,533	13,647,349,223
Deferred tax Liabilities					95,464,963	95,464,963
Total Liabilities (ii)	33,001,361,087	47,409,350,918	39,576,930,920	18,103,993,906	16,296,550,856	154,388,187,687
Net Liquidity Gap (i-ii)	767,785,130	458,184,240	1,254,233,726	187,707,161	10,188,665,654	12,856,575,911

The annexed notes form an integral part of these financial statements.



Chairman

১১-১২-১৬
Director



Managing Director

Dhaka, 05 April 2017

**Hoda Vasi
Chowdhury & Co**

Shahjalal Islami Bank Limited and its Subsidiaries
Notes to the Consolidated and Separate Financial Statements
For the year ended 31 December 2016

1. Status of the Bank

1.1 Legal Form of the Bank

Shahjalal Islami Bank Limited (hereinafter called 'the Bank'- 'SJIBL') was established as a Public Limited Company (Banking Company) as on the 1 April 2001 under the Companies Act 1994 as interest free Islamic Shariah based commercial bank and commenced its operation on 10 May 2001 with the permission of Bangladesh Bank. Presently the Bank is operating its business through head office having 103 branches, 59 (Fifty Nine) ATM booths and 2,191 employees all over Bangladesh. The Bank has also a subsidiary company named 'Shahjalal Islami Bank Securities Limited' and an Off-shore Banking Unit. The Bank is listed with both the Stock Exchanges of the country, i.e. Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

The registered office of the Bank is located at Uday Sanz, Plot No-SE(A), 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212.

1.2 Nature of Business

The Bank offers all kinds of commercial banking services to its customers through its branches following the provisions of the Bank Companies Act 1991 (as amended up to 2013), Bangladesh Bank's Directives and directives of other regulatory authorities and the principles of the Islamic Shariah.

1.3 Shahjalal Islami Bank Securities Limited

Shahjalal Islami Bank Securities Limited is a subsidiary company of Shahjalal Islami Bank Limited incorporated as a public limited company under the Companies Act 1994 vide certification of incorporation no. C - 86917/10 dated 06 September 2010 and commenced its operation on the 25 May 2011. The main objective of the company is to carry on business of stock broker/dealers in relation to shares and securities dealings and other services as mentioned in the Memorandum and Articles of Association of the Company. It has corporate membership of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. Shahjalal Islami Bank Limited hold 91.79% shares of Shahjalal Islami Bank Securities Limited.

1.4 Off-shore Banking Unit

Off-shore Banking Unit (OBU) is a separate business unit of Shahjalal Islami Bank Limited, governed under the rules and Guidelines of Bangladesh Bank. The Bank obtained the Off-shore Banking Unit permission from Bangladesh Bank vide letter no. BRPD (P-3)744(99)/2008-2800 dated 24 July 2008. The Bank opened its Off-shore Banking Unit on 21 December 2008. The unit is located at Uday Sanz, Plot No-SE(A) 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212. Separate Financial Statements of Off-shore Banking Unit are also presented.

2. Significant Accounting Policies

2.1 Basis of preparation of the Financial Statements

The Bank and its subsidiary are being operated in strict compliance with the rules of Islamic Shari'ah. The consolidated and separate financial statements of the Bank have been prepared under the historical cost convention consistently with those of previous year and as per provisions of the "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 with reference to the provisions of the Bank Companies Act, 1991 (as amended up to 2013), BRPD Circular No.14 dated 25.06.2003 & Bangladesh Bank's other circulars/instructions and in accordance with International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB); the Companies Act, 1994; the Securities and Exchange Rules, 1987; Dhaka and Chittagong Stock Exchanges (Listing) Regulations, 2015, Financial Reporting Act 2015 and other laws and rules applicable in Bangladesh and Standards

issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as a member of that organization.

In case any requirement of the Bank Companies Act, 1991 (as amended up to 2013) and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs & IASs as adopted, the requirements of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank will prevail.

Material departures from the requirements of BFRS are as follows:

i) Investment in shares and securities

BFRS: As per requirements of BAS 39 “Financial Instruments: Recognition and Measurement” investment in shares and securities generally falls either under “at fair value through profit and loss account” or under “available for sale” where any change in the fair value (as measured in accordance with BFRS 13) at the year-end is taken to profit and loss account or revaluation reserve respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.

ii) Revaluation gains/losses on Government securities

BFRS: As per requirement of BAS 39 “Financial Instruments: Recognition and Measurement” where securities will fall under the category of Held for Trading (HFT), any change in the fair value of held for trading assets is recognised through profit and loss account. Securities designated as Held to Maturity (HTM) are measured at amortized cost method and interest income is recognized through the profit and loss account.

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

iii) Provision on investments and off-balance sheet exposure

BFRS: As per BAS 39 “Financial Instruments: Recognition and Measurement” an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

Bangladesh Bank: As per BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012), BRPD circular No. 05 (29 May 2014) and BRPD circular No. 16 (18 November 2014) a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively (except short-term agricultural and micro-credits where 5% for sub-standard and doubtful investments and 100% for bad & loss investments) for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39 “Financial Instruments: Recognition and Measurement”.

iv) Recognition of investment income in suspense

BFRS: Investment to customers are generally classified as 'loans and receivables' as per BAS 39 "Financial Instruments: Recognition and Measurement" and investment income is recognised through effective interest rate method over the term of the loan. Once an investment (loan) is impaired, investment income is recognised in profit and loss account on the same basis based on revised carrying amount.

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

v) Other comprehensive income

BFRS: As per BAS 1 "Presentation of Financial Statements", Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement.

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

vi) Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in BAS 39 "Financial Instruments: Recognition and Measurement". As such full disclosure and presentation requirements of BFRS 7 "Financial Instruments: Disclosures" and BAS 32 "Financial Instruments: Presentation" cannot be made in the financial statements.

vii) Financial guarantees

BFRS: As per BAS 39 "Financial Instruments: Recognition and Measurement", financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD 14 dated 25 June 2003, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin.

viii) Cash and cash equivalent

BFRS: Cash and cash equivalent items should be reported as cash items as per BAS 7 "Statement of Cash Flows".

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

ix) Non-banking assets

BFRS: No indication of Non-banking asset is found in any BFRS.

Bangladesh Bank: As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, there must exist a face item named Non-banking asset.

x) Cash flow statement

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

Bangladesh Bank: As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, cash flow is the mixture of direct and indirect methods.

xi) Balance with Bangladesh Bank: (Cash Reserve Requirement)

BFRS: Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per BAS 7 "Statement of Cash Flows".

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

xii) Presentation of intangible asset

BFRS: An intangible asset must be identified and recognised, and the disclosure must be given as per BAS 38 "Intangible Assets".

Bangladesh Bank: There is no regulation for intangible assets in BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009.

xiii) Off-balance sheet items

BFRS: There is no concept of off-balance sheet items in any BFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

xiv) Investments net off provision

BFRS: Loans and advances/Investments should be presented net off provision.

Bangladesh Bank: As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, provision on loans and investments are presented separately as liability and cannot be net-off against loans and advances.

xv) Revenue

As per BAS 18 "Revenue", revenue should be recognized on accrual basis but due to the unique nature of Islamic Banks, income from investment under Murabaha, Bi-Muazzal, HPSM, Ijara, Bi-Salam Quard, IDBP and FDBP modes is accounted for on realization basis as per AAOIFI and Bangladesh Bank guidelines.

2.2 The Bank's compliance with related pronouncement of Bangladesh Bank:

i. Risk Management

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

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

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

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

a) Investment (Credit) Risk

The Management of specific investment risk is developed according to associated risk with individual business units. The investment risk management function ensures that appropriate policies are established and ensures compliance with the related sanction, monitoring procedures and controls at the business unit level. Investment exposures are aggregated from individual business units and are monitored on a regular basis.

Investment involved risks may be summarized as under:

- Difficulty in choosing core business.
- Failure in business of the customer.
- Encompassing a blend of banking and non-banking service.
- Investment either too liquid or of questionable quality.
- Competition from other commercial banks.
- Security Control Risk.
- Market volatility both local and global.

Portfolio monitoring is carried out by asset quality, background of the customer, soundness and viability of his/her business and cash flow etc, sector of the economy, cost of long-term financing to match with the return on long-term investment.

The Bank pays adequate emphasis on business risk than analysis of security risk because the security reduces the risk but does not always improve the quality of investment. Besides, the Bank addresses the Investment (Credit) risk guideline cited by the Bangladesh Bank.

As regards to other parts of the banking business, the control staffs follow a pragmatic program of regular monitoring and follow-up.

b) Foreign Exchange Risk Management

The Financial Institutions' performance is directly related to Foreign Exchange Market. To ensure effective Foreign Exchange Risk Management, the Bank has wide scope in establishing organizational structure and formulating Manual as per Guidelines of Bangladesh Bank. However, the bank has already formulated a comprehensive manual. Bank maintains various NOSTRO accounts in order to conduct operations in different currencies including BDT. The senior management of the bank set limits for handling NOSTRO accounts transactions that include time and amount limits. As per guidelines of Bangladesh Bank the Foreign Exchange business should be audited internally to review the key control issues such as various limits, compliance requirements and statutory management.

c) Asset Liability Risk Management

The Asset Liability Management Committee (ALCO) that is formed with the senior executives headed by Managing Director conducted 15 meetings in 2016. The key agenda of the meetings were liquidity position, pricing, risk related to the Balance Sheet, maintaining CRR & SLR, Economic outlook & Market Status and rate of profit (interest). For managing Balance Sheet risk properly, the bank has already prepared a Manual of The Asset Liability Management according to the guidelines of Bangladesh Bank.

d) Money Laundering Risk Management

Shahjalal Islami Bank limited is taking preventive measures against money laundering and terrorist financing in line with the amended Money Laundering Prevention Act 2012, amended Anti Terrorism Act 2013 and guidelines issued by the Bangladesh Bank from time to time. Shahjalal Islami Bank applies risk sensitive customer due diligence measures, monitor business relationship and record in line with regulations. Regularly collect the correct and full documentation of Know Your Customer (KYC) which enables the prudential prevention of money laundering. Shahjalal Islami Bank has formed a committee of Anti Money Laundering headed by the Deputy Managing Director as Chief Anti-Money Laundering Compliance Officer & the committee regularly monitors and ensures the compliance of issues relating to Money Laundering through the trained personnel of head office & branches.

e) Internal Control & Compliance Risk

Internal control is the process, effected by a company's board of directors, management and other personnel, designed to provide reasonable assurance regarding the achievement of objectives in the effectiveness and efficiency of operations, the reliability of financial reporting and compliance with applicable laws, regulations, and internal policies.

Banking has a diversified and complex financial activity, which involves high risk in different modes. Consequently, the issues of internal control system has become most significant in banking industry through which bank identifies its weakness and takes appropriate measures to overcome the same.

In order to have efficient and effective internal control system, Shahjalal Islami Bank Limited Ltd has strengthened and segregated its Internal Control and Compliance Division into three separate units based on the relative guidelines framed by Bangladesh Bank:

1. Audit and Inspection;
2. Compliance; and
3. Monitoring.

Shahjalal Islami Bank Limited has an Internal Control and Compliance Manual, which, among others, includes the following:

- Objective of Internal Control
- Authorities of the Internal Control and Compliance Environment
- Organizational Structure of the Division and
- Policy Guidelines for Internal Control Risk Recognition & Assessment and mitigation there against as per Regulatory Guidelines.

f) Information and Communication Technology Security Risk

According to BRPD Circular No. 14 dated 23 October 2005 regarding “Guideline on Information and Communication Technology for Scheduled Banks”, The Bank has followed IT Manual which deals operational risk, physical security control, potential for wide area disaster, data center disaster, recovery plan and backup/restore plan. The customers of SJIBL are enjoying 24 hours remote banking facilities through using SWIFT, REUTERS, SJIBL Visa Debit Card, Push-Pull Services & SMS banking facilities. The Bank joined Q-Cash consortium which ATM and POS services are being offered to its customers to meet the demand of time. Moreover, The Bank is running on technology-based total banking solution module, i.e. core banking software.

ii. Internal Audit

The internal audit function, which is centrally controlled, monitors compliance with policies and standards and the effectiveness of internal control structure of the Bank. Internal control & Compliance Division of the Bank carried out Internal Audit with a view to enrich the compliance culture and full control on the exertion of the Banking Operations. The division directly report simultaneously to the Board Audit Committee and Managing Director. Sometimes internal audit team conducts surprise visit to the branches. Monitoring is being done a regular basis to ensure the effectiveness of policies, rules and regulations (internal and external), other directives etc. from controlling authority.

iii. Fraud and Forgeries

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

2.3 Consolidation

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

The consolidated Financial Statements have been prepared in accordance with BFRS 10. 'Consolidated Financial Statements'. The consolidated Financial Statements are prepared to a common financial year ending 31 December 2016.

2.4 Subsidiary

Subsidiary is that enterprise which is controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise to obtain benefits from its activities from the date that control commences until the date that control ceases. The Financial Statements of subsidiary are included in the consolidated Financial Statements from the date that control effectively commences until the date the control effectively ceases.

2.5 Transactions Eliminated on Consolidation

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

2.6 Use of estimates and judgments

The preparation of Financial Statements requires the Bank to make certain estimates and to form judgments about the application of accounting policies which may affects the reported amounts of assets, liabilities, income and expenses; due to that actual results may differ to reasonable extent.

Estimates and underlying assumptions are reviewed on an ongoing basis and recognized its effects on present and future financial positions. The most significant areas where estimates and judgments have been made are on provision for investments, Income Taxes, Deferred Taxation & liquidity Statement.

2.7 Revenue Recognition

The revenue is recognized as follows complying the conditions of revenue recognition as provided in IAS-18.

- i) Income from Investments has been accounted for on accrual basis.
- ii) Income from Investment in Securities is recognized at the time of sale.
- iii) Dividend income on Investment is Subsidiary is accounted for when the right to receive payment is established.
- iv) Profit on Investment in Bangladesh Government Islamic Investment Bond (Islamic Bond) is recognized on accrual basis.
- v) Income from bills purchased and discounted is recognized at the time of realization.
- vi) Fees and commission income are recognized when earned.
- vii) Profit paid to Mudaraba depositors is recognized on accrual basis as per provisional rate. The final profit is determined and to be paid to the depositors.
- viii) The proposed dividend for the year 2016 has not been recognized as a liability in the balance sheet in accordance with the BAS-10: Events After the Balance Sheet Date.

2.8 Profit Suspende /Compensation Account & Shariah non-compliance Income

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

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

Interest received from the balances held with Foreign Banks abroad and from Foreign Currency Clearing Account with the Bangladesh Bank and also other interest based banks are also not credited to regular income since it is not permissible as per Shariah. Such doubtful income is being appropriated for charitable purpose through Shahjalal Islami Bank Foundation (a separate organization).

2.9 Investment and Provisions

Investments are stated in the Balance Sheet net-off unearned income. Provision on Investment (Loans & Advances) is made on the basis of period end review by the management and as per instructions contained in Bangladesh Bank BRPD Circular No. 14 dated 23 September 2012, BRPD Circular No. 19 dated 27 December 2012 and BRPD Circular No. 5 dated 29 May 2014. Provision against Off-Balance Sheet exposures in addition to existing provisioning arrangement is made as per BRPD Circular No.10 dated 18 September 2007.

The rates of provision are given below:

Particulars	2016					2015					
	Classification/Percentage (%) of provision requirement										
	UC	SMA	SS	DF	BL	UC	SMA	SS	DF	BL	
Small and Medium Enterprise (SME) Financing	0.25 %	0.25 %	20%	50 %	100 %	0.25 %	0.25 %	20%	50%	100 %	
Consumer	Investment for House Building & Professional	2%	2%	20%	50 %	100 %	2%	2%	20%	50%	100 %
	Other than House Building & Professional	5%	5%	20%	50 %	100 %	5%	5%	20%	50%	100 %
All Other (Except Short-term Agricultural and Micro-Credits)	1%	1%	20%	50 %	100 %	1%	1%	20%	50%	100 %	
Short-term Agricultural and Micro-Credits	2.50%		5%		100 %	2.50%		5%		100 %	
Investment to Stock Dealers & Stock Broker	2.00%		20%	50 %	100 %	2.00%		20%	50%	100 %	
Off Balance Sheet exposures	1%					1%					

2.10 Provision for Nostro Accounts

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

2.11 Sharing of Investment Income

The Investment income earned through deployment of Mudaraba Fund is shared among the Mudaraba Depositors at the ratio as determined by the Bank, but not less than 65% of the total shared investment income. In 2016, the sharing ratio among the Mudaraba fund providing were 75.70% which is more than the committed ratio of 65%.

2.12 Investment in Securities

Islamic Investment Bond (Islami Bond)

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

Investment in Shares and Securities

These Shares and Securities are brought and held primarily for the purpose of selling them in future or held for dividend income. These are reported at cost. Provisions are made for any loss arising from diminution in value of investments.

Derivative Investments

The Bank has no investments during the year in any derivative investments.

Investment in Subsidiary

Investment in Subsidiary is accounted for under cost method of accounting in the Bank's Financial Statements in accordance with Bangladesh Accounting Standard 27.' Consolidated and Separate Financial Statements'.

2.13 Fixed Assets and Depreciation

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

ii) Depreciation has been charged at the following rates:

Name of the Assets	Rates of Depreciation Per Annum	Method of Depreciation
Building	2.25	Reducing balance
Furniture & Fixtures other than residence	10	Reducing balance
Furniture & Fixtures- residence	20	Straight line
Office Appliances & Equipment	20	Reducing balance
Vehicles	20	Straight line
Books	20	Reducing balance

iii) For addition during the year, depreciation is charged for the remaining days of the year and for disposal depreciation is charged up to the date of disposal.

iv) Sale price of fixed assets are determined on the basis of fair value of the assets. Gain or loss on sale of assets are recognized in profit & loss account.

2.14 Intangible Assets

Intangible asset is an identifiable monetary asset without physical substance. An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the assets will flow to the entity and the cost of the asset can be measured reliably in accordance with BAS 38 "Intangible Assets".

Subsequent expenditure on intangible asset is capitalized only when it increase the future economic benefits embodied in the specific assets to which it relates. All other been expensed as incurred.

The software used by Shahjalal Islami Bank Ltd. represents the value of computer application software licensed for the use of the bank. Software is carried at cost less accumulated amortization and any impairment losses. Initial cost comprises license fees paid at the time of purchase and other directly attributable expenditure that are carried in customizing the software for its intended use. Software is amortized using the reducing balance method @ 20% per annum.

2.15 Impairment of Assets

An asset is impaired when its carrying amount exceeds its recoverable amount as per BAS 36 "Impairment of Assets". The Bank assesses at the end of each reporting period whether there is any indication that an asset may be impaired and/or whenever events or changes in circumstances indicate that the carrying value of the asset may not be recovered. If any such indication exists, the Bank makes an estimate of the recoverable amount of the assets. The carrying amount of the asset is reduced to its recoverable amount, if the recoverable amount is less than its carrying amount and impairment losses are recognized in the profit and loss account. However, impairment of financial assets is guided by the relevant Bangladesh Bank Circulars/Instructions and BAS 39.

2.16 Foreign Currency Translations

The transactions in foreign currencies are converted into equivalent Taka currency using the ruling exchange rates on the dates of such transactions. At the Balance Sheet date related assets and liabilities are converted to Taka using exchange rates prevailing on that date.

2.17 Earnings Per Share

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

2.18 Statement of liquidity

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

- a) Balance and placement with other Banks and Financial Institutions are on the basis of their maturity term.
- b) Investment in share and securities are on the basis of their residual maturity term.
- 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 adjustment.
- f) Placement from other banks & FI as per their maturity/repayment term.
- g) Deposit and other accounts are on the basis of their maturity term, demand & time liability related guidelines of Bangladesh Bank and behavioral trend of encashment.
- h) Other long-term liability on the basis of their maturity term.
- i) Provisions and other liabilities are on the basis of their expected settlement.

2.19 Cash Flow Statement

Cash flow statement is prepared principally in accordance with IAS 7 "Cash Flow Statement"; and as prescribed by BRPD Circular No. 14 dated 25 June 2003 & guideline for Islamic Banking issued by Bangladesh Bank vide BRPD Circular No.15 dated November 2009.

2.20 Off Balance Sheet Items

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

2.21 Taxation

Current Tax

Provision for current income tax has been made @ 40.00% as prescribed in the Finance Act, 2016 on the accounting profit made by the Bank after considering some of the add backs to income and disallowances of expenditure & provisions as per Income Tax Ordinance 1984 in compliance with BAS-12 "Income Taxes".

Deferred tax

The Bank has adopted deferred tax accounting policy as per Bangladesh Accounting Standard (BAS) 12. Accordingly deferred tax liability/asset is accounted for all temporary timing differences arising between the tax base of the assets and liabilities and their carrying value for financial reporting purpose. Deferred tax is computed at the prevailing tax rate as per Finance Act 2016.

2.22 Reporting Period

The Financial Statements cover one calendar year from 01 January to 31 December 2016.

2.23 Offsetting

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

2.24 Statutory Reserve

The statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of Bank Companies Act 1991 until such reserve equal to its paid up capital together with amount in the share premium account.

2.25 Zakat

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

Zakat is chargeable in the profit & Loss account of the Bank as per “ Guidelines for Islamic Banking” issued by Bangladesh Bank through BRPD Circular No.15 dated 09.11.2009

2.26 Employee benefits

Provident Fund (Defined Contribution Plan)

A “Defined Contribution Plan” is a post employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal constructive obligation to pay further amounts. Provident fund benefit is given to the eligible staffs of the Bank in accordance with the rules of the provident fund duly recognized by the National Board of Revenue of Bangladesh. The Fund is administered by the Board of Trustees and is funded by fixed contributions equally from the employees and the bank. The fund is managed separately from the bank’s assets, as per rules of the fund & section 399 of the Companies Act 1994.

Gratuity Fund (Define Benefit Plan)

Gratuity benefits are given to the staff of the Bank in accordance with the approved Gratuity Fund Rules. National Board of Revenue has approved the gratuity fund as a recognized gratuity fund and the fund is operated by a separate Board of Trustees. Employees are entitled to get the benefit after completion of minimum 05 (five) years of service in the Bank. The gratuity is calculated on the basis of last basic pay of every employee in service as per BAS-19 “Employee Benefits”. Gratuity fund is a “Defined Benefit Plan” and payable as per the modalities of the rules. Gratuity so calculated is transferred to the fund and charged to expenses of the Bank.

Other Employee Benefits

Superannuation Fund

“Shahjalal Islami Bank Limited Employees’ Social Security- Superannuation Fund” commenced with effect from 1st January 2008. The purpose of the fund is to provide medical and death cum survival benefit in lieu of group insurance (death cum endowment). The fund shall be subscribed by the employees on monthly basis and with the contribution of the Bank.

Benevolent Fund

The Benevolent Fund for the regular and confirmed employee’s of Shahjalal Islami Bank Limited was established in the year 2007. This fund is mainly used for payment of scholarship to the meritorious students among the children of SJIBL’s officers and sub-staff, to allow short-term quard/grant for the unexpected and certain needs of the staff of SJIBL and their family like accident, clinical treatment, marriage ceremony, etc.

Incentive Bonus

The Bank usually paid incentive bonus among its employees. The Payment of incentive Bonus does not exceed 10% of disclosed net profit of the bank as per section 30(j) of Income tax Ordinance, 1984. This bonus amount is distributed among the employees on annual basis considering specific terms & regulations.

2.27 Reconciliation of books of Accounts

Books of Account in regard to inter-Bank are reconciled and un-reconciled entries in case of inter-branch transactions on the reporting date are not mentionable, which are, due to the time-gap before finalizing the same. Inter-branch outstanding entries are less than 03 month, detail of which are disclosed in Note 10a.5

2.28 Related Party Transactions

The Bank entered into transactions with the related parties complying with the requirements of Section 27(1) of the Bank Companies (Amendment) Act 2013. All the related party transactions have been accounted for, the detail of which are disclosed in Note 51.

2.29 Corporate Governance

The Bank has given the priority to the compliance of the rules, regulations and guidelines of Bangladesh Bank, National Board of Revenue & Securities and Exchange Commission. The Bank has also complied with all related accounting standards adopted by the Institute of Chartered Accountants of Bangladesh.

2.30 General Information

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

2.31 Compliance with Financial Reporting Standards as applicable in Bangladesh

While reporting the financial statements, Shahjalal Islami Bank Ltd. applied all the applicable IAS and IFRS as adopted in Bangladesh. Details are given below:

Sl. No.	BAS No.	BAS Title	Compliance Status
1	1	Presentation of Financial Statements	Complied *
2	2	Inventories	Not Applicable
3	7	Statement of Cash Flows	Complied *
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after Reporting Period	Complied
6	11	Construction Contracts	Not Applicable
7	12	Income Taxes	Complied
8	16	Property, Plant & Equipment	Complied
9	17	Leases	Complied
10	18	Revenue	Complied
11	19	Employee Benefits	Complied
12	20	Accounting for Government Grants and Discloser of Government Assistance	Not Applicable
13	21	The Effects of Changes in Foreign Exchanges Rates	Complied
14	23	Borrowing Costs	Complied
15	24	Related Party Disclosures	Complied
16	26	Accounting and Reporting by Retirement Benefit Plans	Complied
17	27	Consolidated and Separate Financial Statements	Complied

Sl. No.	BAS No.	BAS Title	Compliance Status
18	28	Investment in Associates	Not Applicable
19	31	Interest in Joint Venture	Not Applicable
20	32	Financial Instruments: Presentation	Complied *
21	33	Earnings per Share	Complied
22	34	Interim Financial Reporting	Complied
23	36	Impairment of Assets	Complied
24	37	Provisions, Contingent liabilities and Contingent Assets	Complied *
25	38	Intangible Assets	Complied
26	39	Financial Instruments: Recognition and Measurement	Complied *
27	40	Investment Property	Not Applicable
28	41	Agriculture	Not Applicable

Sl. No.	BFRS No.	BFRS Title	Compliance Status
1	1	First-time Adoption of Bangladesh Financial Reporting Standards	Not Applicable
2	2	Share-based Payment	Not Applicable
3	3	Business Combinations	Not Applicable
4	4	Insurance contracts	Not Applicable
5	5	Non-Current Assets Held for Sale and Discontinued Operations	Not Applicable
6	6	Exploration for and Evaluation of Mineral	Not Applicable
7	7	Financial Instruments: Disclosures	Complied *
8	8	Operating Segments	Complied
9	10	Consolidated Financial Statements	Complied
10	11	Joint Arrangements	Not Applicable
11	12	Disclosure of Interest in other Entities	Complied
12	13	Fair Value Measurement	Complied

* Subject to departure disclosed in note no. 2.1.

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		31.12.2016 Taka	31.12.2015 Taka
3 Consolidated Cash in hand (Including foreign currencies)			
Shahjalal Islami Bank Ltd			
Shahjalal Islami Bank Securities Ltd	(Note-3a)	1,179,754,405	1,106,558,612
		-	-
		1,179,754,405	1,106,558,612
3a Cash in hand of the Bank (Including foreign currencies)			
In local currency		1,174,258,047	1,100,135,446
In foreign currencies	(Note-3a.1)	5,496,358	6,423,166
		1,179,754,405	1,106,558,612
3a.1 In Foreign Currency			
Foreign Currency	Amount in FC	Exchange Rate	
US Dollar	62,957.66	78.7000	
Great Britain Pound	2,846.77	96.6043	4,954,768
Euro	3,239.56	82.2887	275,010
			383,285
			266,579
			5,496,358
			6,423,166
4 Consolidated Balance with Bangladesh Bank and it's agent bank(s)			
Shahjalal Islami Bank Ltd			
Shahjalal Islami Bank Securities Ltd	(Note-4a)	8,398,144,743	8,177,172,061
		-	-
		8,398,144,743	8,177,172,061
4a Balance with Bangladesh Bank and it's agent bank(s) (Including foreign currencies)			
In local currency		8,191,357,896	7,197,428,342
In foreign currencies		24,364,878	843,455,094
		8,215,722,774	8,040,883,436
Balance with Sonali Bank Ltd. as agent of Bangladesh Bank			
In local currency		182,421,969	136,288,625
In foreign currencies		-	-
		182,421,969	136,288,625
		8,398,144,743	8,177,172,061
4a.1 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)			
Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Bank Company Act, 1991 and subsequent BCD Circular No.13 dated May 24, 1992; BRPD Circular No. 12 dated September 20, 1999; BRPD Circular No. 22 dated November 6, 2003, BRPD Circular No. 12 dated August 25, 2005; DOS Circular No.01 dated March 03, 2009 and MPD Circular No. 04 & 05 dated December 01, 2010; MPD Circular No. 02 dated December 10, 2013 and Circular No. 01 dated June 23, 2014.			
4a.2 Cash Reserve Ratio (CRR): 6.5% of Average Demand and Time Liabilities			
Required Reserve		7,816,547,070	6,858,399,570
Actual Reserve held with Bangladesh Bank (In local currency)*		8,192,127,709	7,195,322,743
CRR Surplus		375,580,639	336,923,173
Maintained (%)		6.81%	6.82%
* Actual Reserve held with Bangladesh Bank (In local currency) reported as per Statement of Bangladesh Bank.			
4a.3 Statutory Liquidity Ratio (SLR): 5.50% of Average Demand and Time Liabilities			
Required Reserve		6,614,001,360	5,803,261,000
Actual Reserve held	(Note-4a.4)	7,737,757,013	7,123,225,504
SLR Surplus		1,123,755,653	1,319,964,504
Maintained (%)		6.43%	6.75%
4a.4 Held for Statutory Liquidity Ratio			
Cash in hand	(Note-3a)	1,179,754,405	1,106,558,612
Balance with Bangladesh Bank and its agents (excluding Bangladesh Bank local currency account)	(Note-4a)	182,421,969	979,743,719
Excess CRR	(Note-4a.2)	375,580,639	336,923,173
Bangladesh Bank Islami Investment Bond	(Note-7a)	5,500,000,000	4,200,000,000
Refinance Fund (with Bangladesh Bank)	(Note-6a.1)	500,000,000	500,000,000
		7,737,757,013	7,123,225,504

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	31.12.2016 Taka	31.12.2015 Taka
5 Consolidated Balance with Other Banks and Financial Institutions		
Inside Bangladesh		
Shahjalal Islami Bank Ltd	(Note-5a.1) 1,943,033,831	788,813,447
Shahjalal Islami Bank Securities Ltd	381,221,166	168,963,211
Less: Inter Company Transaction	2,324,254,997	957,776,658
	<u>376,062,425</u>	<u>151,925,980</u>
	1,948,192,572	805,850,678
Outside Bangladesh		
Shahjalal Islami Bank Ltd	(Note-5a.2) 472,970,179	667,183,236
Shahjalal Islami Bank Securities Ltd	-	-
	<u>472,970,179</u>	<u>667,183,236</u>
	2,421,162,751	1,473,033,914
5a Balance with Other Banks and Financial Institutions of the Bank (Other than mudaraba Fund)		
Inside Bangladesh	(Note-5a.1) 1,943,033,831	788,813,447
Outside Bangladesh	(Note-5a.2) 472,970,179	667,183,236
	<u>2,416,004,010</u>	<u>1,455,996,683</u>
5a.1 Inside Bangladesh		
Current Account		
Sonali Bank Limited (Other than as agent of Bangladesh Bank)	11,987,444	76,978,705
National Bank Limited, Naragoyanj Branch	10,049	18,239
Standard Chartered Bank, Motijheel Branch	4,847,809	2,555,478
Islami Bank Bangladesh Limited	142,913	145,563
Agrani Bank Limited, Karatia Branch	25,994,369	27,617,056
Janata Bank Limited, Dinajpur Branch	3,832	3,832
Off-Shore Banking Unit	379,276,662	195,609,649
Less: Off-Shore Banking Unit	422,263,078	302,928,522
	<u>379,276,662</u>	<u>195,609,649</u>
	<u>42,986,416</u>	<u>107,318,873</u>
Mudaraba Special Notice Deposit		
Export Import Bank of Bangladesh Limited	6,472,756	296,747
Trust Bank Limited, Dilkusha Corporate Branch	6,614,831	6,260,577
Prime Bank Limited, Islami Banking Branch	363,293	4,274,286
Social Islami Bank Limited	20,883	22,735
Agrani Bank-Corporate Branch (Islami Banking Wing)	6,768,483	485,556,632
AB Bank Limited, Islami Banking Branch	29,818,711	2,628,451
Jamuna Bank Limited, Naya Bazar Islami Banking Branch	163,730	1,774,763
Bank Al Falah, Islami Banking Branch	109,533,015	105,063,511
Al-Arafah Islami Bank Limited	1,657,770,078	-
Southeast Bank Limited, Islami Banking Branch	292,161	-
The City Bank - Islamic Banking Branch	1,158,007	-
Islami Bank Bangladesh Limited	-	96,187
	<u>1,818,975,950</u>	<u>605,973,888</u>
Mudaraba Saving Deposit		
Dhaka Bank Limited, Islami Banking Branch	507,776	49,064
Social Islami Bank Limited	2,379,777	45,960,974
Al-Arafah Islami Bank Limited	19,870	1,243,186
Islami Bank Bangladesh Limited	7,342,738	14,557,609
Export Import Bank of Bangladesh Limited	70,801,131	8,857,856
First Security Islami Bank Limited	20,173	21,027
Southeast Bank Limited, Islami Banking Branch	-	3,684,402
The City Bank - Islamic Banking Branch	-	1,146,567
	<u>81,071,465</u>	<u>75,520,685</u>
	1,943,033,831	788,813,447

5a.2 Outside Bangladesh (NOSTRO Account) [as on 31 December 2016]

<u>Current Account</u>	<u>Currency</u>	<u>F.C. Amount</u>	<u>Rate</u>	<u>Taka</u>
Standard Chartered Bank NY	USD	2,023,450.21	78.7000	159,245,532
Mashreq Bank psc, NY	USD	1,908,781.88	78.7000	150,221,134
Standard Chartered Bank, Mumbai	USD	222,198.53	78.7000	17,487,024
Habib American Bank, USA	USD	55,051.56	78.7000	4,332,558
ICICI Bank, Hong Kong	USD	49,864.86	78.7000	3,924,364
WACHOVIA BANK, NY, USA	USD	65,819.88	78.7000	5,180,025
Sonali Bank (UK) Ltd	USD	18,379.78	78.7000	1,446,489
Commerzbank AG Frankfurt	USD	9,692.08	78.7000	762,767
Bank Aljazira	USD	157,746.72	78.7000	12,414,667
AB Bank Ltd. Mumbai	ACUD	125,490.48	78.7000	9,876,101
IFIC Bank Ltd., Karachi	ACUD	1,648.99	78.7000	129,776
Standard Chartered Bank, Mumbai	ACUD	523,273.57	78.7000	41,181,630
Nepal Bangladesh Bank, Nepal	ACUD	20,986.62	78.7000	1,651,647
Standard Chartered Bank, Colombo	ACUD	12,573.89	78.7000	989,565
ICICI Bank, Mumbai	ACUD	96,695.42	78.7000	7,609,930
Habib Metropolitan Bank Ltd.	ACUD	17,847.78	78.7000	1,404,620
United Bank of India, Kolkata	ACUD	75,438.71	78.7000	5,937,026
Sonali Bank Ltd ACU, Kolkata	ACUD	43,504.90	78.7000	3,423,836
Bank of Bhutan Ltd. Main Branch	ACUD	55,911.38	78.7000	4,400,226
AXIS Bank Ltd. India	ACUD	71,052.80	78.7000	5,591,855
Standard Chartered Bank, Frankfurt	EURO	2,785.28	82.2887	229,197
Mashreq Bank, London	EURO	1,794.55	82.2887	147,671
COMMERZBANK AG	EURO	4,370.27	82.2887	359,624
Wells Fargo Bank, N. A. London, UK	EURO	70,723.91	82.2887	5,819,779
Sonali Bank (UK) Ltd	EURO	580.00	82.2887	47,727
Standard Chartered Bank, Tokyo	YEN	564,688.00	0.6701	378,397
Banque De Commerce ET DE	CHF	1,650.43	76.5564	126,351
Placements(BCP) - Geneva, Switzerland	CHF	515.10	76.5564	39,434
Habib Bank AG Zurich	SAR	1,211,174.25	20.9827	25,413,706
Bank Aljazira, KSA	GBP	31,015.69	96.6043	2,996,249
Standard Chartered Bank London	GBP	1,910.02	105.3774	201,273
Sonali Bank (UK) Ltd	GBP			
				472,970,179

Currency wise Distribution:

Foreign Currency

	<u>BDT</u>	<u>Composition</u>
USD	355,014,559	75.06%
ACUD	82,196,211	17.38%
SAR	25,413,706	5.37%
EURO	6,603,998	1.40%
GBP	3,197,522	0.68%
YEN	378,397	0.08%
CHF	165,785	0.04%
	472,970,179	100%

For details comparative statement of 2016 & 2015 of foreign currency amount and rate thereof please see "Annexure-C"

5a.3 In accordance with Bangladesh Bank Foreign Exchange Policy Department, Circular FEPD/FEMO/18/2007-265 dated 17-12-2007, the quarterly review of NOSTRO Accounts for the quarter ended 31 December 2016 reflect the true state of the NOSTRO Account entries recorded correctly and after review a separate audit certificate have also been given by the auditor. The status of all outstanding unmatched entries are given below:

As on 31 December 2016

	<u>As per Bank's Book</u>		<u>As per Correspondents' Book</u>		<u>Amount in US\$</u>			
	<u>Debit entries</u>		<u>Debit entries</u>		<u>Credit entries</u>			
	<u>No.</u>	<u>Amount</u>	<u>No.</u>	<u>Amount</u>	<u>No.</u>	<u>Amount</u>		
Up to 3 months	21	4,421,508.73	142	8,253,684.10	67	2,833,844.42	183	7,882,025.43
More than 03 months but less than 06 months	-	-	-	-	-	-	-	-
More than 06 months but less than 09 months	-	-	-	-	-	-	-	-
More than 09 months but less than 12 months	-	-	-	-	-	-	-	-
More than 12 months	-	-	-	-	-	-	-	-
	21	4,421,508.73	142	8,253,684.10	67	2,833,844.42	183	7,882,025.43

As on 31 December 2015

	<u>As per Bank's Book</u>		<u>As per Correspondents' Book</u>		<u>Amount in US\$</u>			
	<u>Debit entries</u>		<u>Debit entries</u>		<u>Credit entries</u>			
	<u>No.</u>	<u>Amount</u>	<u>No.</u>	<u>Amount</u>	<u>No.</u>	<u>Amount</u>		
Up to 3 months	7	1,230,017.00	105	3,194,652.35	38	411,503.79	110	2,712,565.63
More than 03 months but less than 06 months	-	-	-	-	-	-	-	-
More than 06 months but less than 09 months	-	-	-	-	-	-	-	-
More than 09 months but less than 12 months	-	-	-	-	-	-	-	-
More than 12 months	-	-	-	-	-	-	-	-
	7	1,230,017.00	105	3,194,652.35	38	411,503.79	110	2,712,565.63

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	31.12.2016 Taka	31.12.2015 Taka
5a.4 Maturity-wise groupings of balance with other banks and financial institutions		
On Demand		
Not more than 3 months	667,273,562	746,064,581
More than 3 months but less than 1 year	1,748,730,448	709,932,102
More than 1 year but less than 5 years	-	-
More than 5 years	-	-
	2,416,004,010	1,455,996,683
6 Consolidated Placement with other Banks & Financial Institutions		
Shahjalal Islami Bank Ltd	7,861,781,566	8,657,997,972
Shahjalal Islami Bank Securities Ltd	-	-
Less: Inter Company Transaction	7,861,781,566	8,657,997,972
	7,861,781,566	8,657,997,972
6a Placement with other Banks & Financial Institutions of the Bank		
Placement with other Banks	1,111,781,566	1,352,997,972
Placement with Financial Institutions	6,750,000,000	7,305,000,000
	7,861,781,566	8,657,997,972
6a.1 Mudaraba Term Deposits-other Banks		
ICB Islamic Bank Limited	311,781,566	352,997,972
Social Islami Bank Limited	300,000,000	300,000,000
Southeast Bank Ltd, Islami Banking Branch	-	200,000,000
Bangladesh Bank (Refinance Fund)	500,000,000	500,000,000
	1,111,781,566	1,352,997,972
6a.2 Mudaraba Term Deposits-Financial Institutions		
Prime Finance & Investment Limited	50,000,000	400,000,000
Fareast Finance & Investment Limited	100,000,000	200,000,000
Hajj Finance Company Limited	200,000,000	200,000,000
Lanka Bangla Finance Limited	800,000,000	950,000,000
Industrial and Infrastructure Development Finance Company Ltd	350,000,000	405,000,000
Union Capital Limited	300,000,000	300,000,000
Phoenix Finance & Investments Limited	400,000,000	300,000,000
Delta Brac Housing Finance Corporation	1,000,000,000	1,000,000,000
IDLC Finance Limited	1,250,000,000	900,000,000
National Finance Limited	300,000,000	300,000,000
Midas Financing Limited	300,000,000	250,000,000
Premier Leasing International Limited	300,000,000	400,000,000
United Finance Ltd.	800,000,000	600,000,000
National Housing Finance and Investment Ltd.	200,000,000	200,000,000
Islamic Finance Investment Ltd.	100,000,000	-
Industrial Promotion and Development Company of Bangladesh Limited	300,000,000	-
Uttara Finance & Investment Limited	-	300,000,000
International Leasing & Financial Services Limited	-	300,000,000
Bangladesh Finance and Investment Co. Ltd.	-	200,000,000
First Lease Finance & Investment Limited	-	100,000,000
	6,750,000,000	7,305,000,000
	7,861,781,566	8,657,997,972
6a.3 Maturity-wise groupings of placement with other Banks and Financial Institutions		
On Demand	-	-
Not more than 3 months	-	-
More than 3 months but less than 1 year	6,250,000,000	6,085,000,000
More than 1 year but less than 5 years	1,300,000,000	2,220,000,000
More than 5 years	311,781,566	352,997,972
	7,861,781,566	8,657,997,972

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	31.12.2016 Taka	31.12.2015 Taka
7 Consolidated Investment in Shares & Securities		
Government		
Shahjalal Islami Bank Ltd		
Shahjalal Islami Bank Securities Ltd	(Note-7a) 5,500,000,000	4,200,000,000
	5,500,000,000	4,200,000,000
Others		
Shahjalal Islami Bank Ltd		
Shahjalal Islami Bank Securities Ltd	(Note-7a) 2,093,131,998	1,983,716,363
	1,871,180,894	1,793,370,410
	3,964,312,892	3,777,086,773
	9,464,312,892	7,977,086,773
7a Investment in Shares & Securities of the Bank		
Government		
Government Bond (Islamic Investment Bond)	(Note-7a.2) 5,500,000,000	4,200,000,000
	5,500,000,000	4,200,000,000
Others		
Mudaraba Perpetual Bond, Islami Bank Bangladesh Ltd.	47,550,542	47,550,542
SIBL Mudaraba Subordinated Bond	100,000,000	100,000,000
Investment in Shares	(Note-7a.3) 1,945,581,457	1,836,165,822
	2,093,131,998	1,983,716,363
	7,593,131,998	6,183,716,363
7a.1 Maturity-wise Grouping of Investment in Securities:		
On demand	-	-
Not more than 3 months	-	-
More than 3 months but less than 1 year	6,191,131,998	4,901,716,363
More than 1 year but less than 5 years	1,400,000,000	1,180,000,000
More than 5 years	-	100,000,000
	2,000,000	2,000,000
	7,593,131,998	6,183,716,363
7a.2		

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

The mobilized fund from Islamic Bond is investment by Bangladesh Bank and a portion of realized profit distributes among the bond holders as per mudaraba principle of Islamic Shariah on the basis of the tenor of the bond. So the rate of return from Islamic Bond is depended on fund deployment of Bangladesh Bank which is not prefixed.

	31.12.2016 Taka	31.12.2015 Taka
7a.3 Investment in shares (at cost)		
Quoted		
Active Fine Chemicals Ltd.	40,367,121	40,367,121
Aftab Automobiles Limited	35,738,559	35,738,559
AIBL 1st Islamic Mutual Fund	73,298,207	73,298,207
Al-Arafah Islami Bank Limited	80,277,378	80,277,378
Appollo Ispat Complex Limited	1,900,315	15,160,403
Beacon Pharmaceuticles Limited	39,266,541	39,266,541
Beximco Limited	53,917,267	53,917,355
Central Pharmaceuticals Ltd.	6,731,215	11,353,315
Dhaka Electric Supply Company Ltd.	40,103,115	32,106,845
Eastern Housing Limited	166,063,283	166,063,283
Envoy Textiles Ltd.	42,402,697	15,959,643
Export Import Bank of Bangladesh Limited	128,470,525	128,470,704
Familytex (BD) Ltd.	47,453,468	47,453,468
Fareast Islami Life Insurance Co. Ltd.	35,899,637	35,899,637
Fine Foods Limited	85,826,584	85,826,584
First Security Islami Bank Ltd.	39,956,268	39,956,268
Generation Next Fashions Limited	25,741,813	25,741,813
Islami Bank Bangladesh Limited	32,559,062	45,693,388
Islami Insurance Bangladesh Limited	3,527,898	5,004,535
Jamuna Oil Company Limited	67,733,293	26,835,484
M.I. Cement Factory Ltd	58,102,477	42,714,019

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	31.12.2016 Taka	31.12.2015 Taka
Makson Spinning Mills Limited	63,955,630	63,955,630
Meghna Petroleum Limited	75,607,343	37,805,256
Metro Spinning Mills Limited	65,855,505	65,855,505
Orion Pharma Ltd.	44,129,226	44,129,226
Padma Islami Life Insurance Limited	5,702,545	5,138,696
Salvo Chemical Industry Ltd.	3,201,604	3,201,604
Shinepukur Ceramics Limited	6,006,606	6,006,606
Social Islami Bank Ltd.	80,932,934	66,404,259
Square Textile Ltd	61,222,988	39,395,852
The Dacca Dyeing & Mfg. Co. Limited	160,115,520	160,115,520
Titas Gas Transmission And Distribution Co. Ltd	78,349,510	78,349,510
Unique Hotel and Resorts Ltd	22,403,867	22,403,867
Square Pharmaceuticles Limited	33,600,877	28,775,202
Agricultural Marketing Company Ltd – AMCL (PRAN)	9,958,704	5,922,740
The ACME Laboratories Limited	56,206,552	-
RAK Ceramics (Bangladesh) Limited	6,778,747	-
MJL Bangladesh Limited	21,706,557	-
Apex Footwear Limited	7,510,020	-
Power Grid Company of Bangladesh Ltd.	-	8,686,876
Confidence Cement Ltd	-	53,603,233
GPH Ispat Ltd.	-	21,632,438
Navana CNG Limited	-	15,083,622
Prime Islami Life Insurance Ltd.	-	35,670,427
Singer Bangladesh Ltd.	-	19,925,205
Un-Quoted		
Lanka Bangla Securiries Ltd	5,000,000	5,000,000
Market Stabilization Fund, Asset Management Co. Ltd	2,000,000	2,000,000
Pacific Denims Limited	30,000,000	-
	1,945,581,457	1,836,165,822
See annexure-A for details regarding unrealised gain/(loss) & provision.		
8 Consolidated Investments		
Shahjalal Islami Bank Ltd	(Note-8a) 112,519,695,669	89,669,853,525
Shahjalal Islami Bank Securities Ltd	3,755,495,358	4,022,902,522
Less: Inter Company Transaction (Investment)	116,275,191,027	93,692,756,047
	657,037,917	1,668,266,047
	115,618,153,110	92,024,490,000
Bills Purchased and Discounted :		
Shahjalal Islami Bank Ltd	(Note-8a) 10,478,684,675	7,164,796,744
Shahjalal Islami Bank Securities Ltd	-	-
	10,478,684,675	7,164,796,744
	126,096,837,785	99,189,286,744
8a Investments of the Bank		
Country-wise Classification of Investments:		
Inside Bangladesh		
Gross Murabaha, Bai-Muajjal etc	120,543,732,798	96,682,333,891
Less: Profit receivable on Murabaha, Bai-Muajjal etc (Mark-up profit on unearned income)	8,024,037,129	7,012,480,365
Net Murabaha, Bai-Muajjal etc	112,519,695,669	89,669,853,525
Bills purchased and discounted-net	(Note-8a.2) 10,478,684,675	7,164,796,744
Outside Bangladesh	-	-
	122,998,380,344	96,834,650,269
8a.1 Maturity wise Classification of Investments:		
With a residual maturity of		
Re-payable on Demand	23,861,685,787	3,873,386,011
Not more than 3 months	40,724,763,732	42,064,972,077
Over 3 months but not more than 1 year	37,563,705,357	37,504,060,049
Over 1 year but not more than 5 years	15,928,290,255	11,707,309,218
Over 5 years	4,919,935,214	1,684,922,915
	122,998,380,344	96,834,650,269

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	31.12.2016 Taka	31.12.2015 Taka
8a.2 Bills Purchased and Discounted :		
Payable inside Bangladesh	4,266,972,740	3,877,447,652
Payable outside Bangladesh	6,460,677,058	3,551,294,122
Gross Bills Purchased and Discounted	<u>10,727,649,799</u>	<u>7,428,741,774</u>
Less: Profit receivable on Bills Purchased and Discounted	248,965,124	263,945,030
Net Bills Purchased and Discounted	<u><u>10,478,684,675</u></u>	<u><u>7,164,796,744</u></u>

8a.3 Maturity wise Classification of Bills Purchased and Discounted:

Re-payable:-		
Within 1 month	3,038,818,556	2,077,791,056
Over 1 month but less than 3 months	2,436,294,187	1,665,815,243
Over 3 months but less than 6 months	976,613,412	667,759,057
6 months or more	4,026,958,520	2,753,431,389
	<u><u>10,478,684,675</u></u>	<u><u>7,164,796,744</u></u>

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

Investments to allied concern of Directors	(Note-51.5)	757,475,970	1,782,672,174
Investments to Executives/Officers		1,294,754,280	842,509,420
Investments to Customer Groups		61,267,816,917	46,701,358,740
Industrial Investment		57,764,626,705	46,166,984,625
Others		1,913,706,472	1,341,125,310
		<u><u>122,998,380,344</u></u>	<u><u>96,834,650,269</u></u>

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

Total outstanding amount to such customers at end of the year	:	53,220.43 million	42,325.03 million
Number of such types of customers	:	24	23
Amount of Classified Investments thereon	:	Nil	Nil
Measures taken for recovery	:	Not applicable	Not applicable

The amount represents the sum of total Investments (both Funded and Non-Funded) to each customer exceeding Tk. 1,438.61 million which is computed @ 10% of total capital of the bank i.e. Tk.14,386.08 million (Note # 16.5.c) as at 31 December 2016.

For details please refer to Annexure-D

8a.5 Sector-wise Classification of Investments:

Sector	As at 31 December 2016		As at 31 December 2015	
	Amount	Composition	Amount	Composition
Agriculture & Fishing	5,981,900,000	4.86%	3,768,753,167	3.89%
Cotton & Textile	9,619,751,093	7.82%	8,113,492,462	8.38%
Garments	14,473,178,563	11.77%	11,299,246,785	11.67%
Cement	1,289,007,293	1.05%	2,059,847,772	2.13%
Pharmaceuticals & Chemicals	2,344,897,625	1.91%	2,378,900,648	2.46%
Real Estate	8,326,122,594	6.77%	9,489,061,233	9.80%
Transport	2,640,289,561	2.15%	2,217,764,218	2.29%
Information Technology	340,719,652	0.28%	140,187,915	0.14%
Non Banking Financial Institutions	2,554,048,699	2.08%	2,036,854,680	2.10%
Steel & Engineering	5,783,370,534	4.70%	4,120,291,722	4.25%
Food Processing & Beverage	9,320,064,390	7.58%	8,239,656,780	8.51%
Power & Energy	3,029,215,963	2.46%	2,784,202,480	2.88%
Paper & Paper Products	1,531,737,680	1.25%	1,514,900,438	1.56%
Plastic & Plastic Product	2,934,818,886	2.39%	1,731,145,628	1.79%
Electronics	2,797,082,706	2.27%	1,523,872,480	1.57%
Services Industries	3,425,274,067	2.78%	2,579,169,004	2.66%
Trading	20,317,300,000	16.52%	17,367,121,160	17.93%
Import Financing	3,811,500,000	3.10%	3,520,516,300	3.64%
Consumer Financing	181,600,000	0.15%	89,800,764	0.09%
Share business	1,448,703,721	1.18%	2,631,791,058	2.72%
Staff Investment	1,294,754,280	1.05%	842,509,420	0.87%
Others	19,553,043,035	15.90%	8,385,564,155	8.66%
Total	122,998,380,344	100.00%	96,834,650,269	100.00%

8a.6 Geographical Location-wise Investments:

Area	As at 31 December 2016		As at 31 December 2015	
	Amount	Composition	Amount	Composition
i) Inside Bangladesh (note-8a.6.1)				
a) In Rural Areas	7,391,491,073	6.01%	6,700,446,691	6.92%
b) In Urban Areas	115,606,889,271	93.99%	90,134,203,578	93.08%
Sub-total	122,998,380,344	100%	96,834,650,269	100%
ii) Outside Bangladesh	-	-	-	-
Total	122,998,380,344	100%	96,834,650,269	100%

8a.6.1 Inside Bangladesh

Division	As at 31 December 2016		As at 31 December 2015	
	Amount	Composition	Amount	Composition
Dhaka	93,240,838,454	75.81%	70,632,453,266	72.94%
Chittagong	20,012,231,565	16.27%	19,317,812,322	19.95%
Sylhet	1,454,734,295	1.18%	1,184,499,375	1.22%
Rajshahi	2,753,438,031	2.24%	1,831,479,244	1.89%
Rangpur	1,118,640,665	0.91%	729,269,152	0.75%
Khulna	4,062,593,748	3.30%	2,977,973,025	3.08%
Barisal	355,903,585	0.29%	161,163,886	0.17%
Total	122,998,380,344	100.00%	96,834,650,269	100.00%

8a.7 Grouping of Investments as per Classification Rules of Bangladesh Bank:

Status	As at 31 December 2016		As at 31 December 2015	
	Amount	Composition	Amount	Composition
Unclassified (including staff Investment)	115,852,194,622	94.19%	90,089,702,249	93.03%
Special Mention Account (SMA)	1,364,486,682	1.11%	483,935,360	0.50%
Substandard	246,017,213	0.20%	338,143,403	0.35%
Doubtful	272,959,898	0.22%	676,583,431	0.70%
Bad or loss	5,262,721,929	4.28%	5,246,285,826	5.42%
Total	122,998,380,344	100.00%	96,834,650,269	100.00%

8a.8 Particulars of provision for Investments:

Status	Rate	Basis for Provision	31.12.2016 Taka	31.12.2015 Taka
Standard				
Unclassified (excluding staff Investments)	1%	66,929,077,167	711,790,772	649,938,819
Staff Investments	0%	1,294,754,280	-	-
Consumer Financing (Other than HF & LP)	5%	215,683,416	10,784,171	4,054,390
Small & Medium Enterprise	0.25%	44,840,591,433	112,101,479	51,509,994
Housing Finance(HF)	2%	1,512,776,618	30,255,532	31,167,558
Loan for professionals (LP)	2%	14,819,126	296,383	449,498
Share Business	2%	1,030,623,164	20,612,463	39,637,321
Short Term Agri Credit	3%	13,869,417	346,735	137,667
SMA		1,213,640,503	9,329,375	3,695,599
			895,516,910	780,590,847
Substandard	20%	140,829,143	28,165,829	26,639,128
Doubtful	50%	115,695,827	57,847,913	208,458,823
Bad or loss	100%	1,345,111,251	1,345,111,251	1,505,957,883
			1,431,124,993	1,741,055,834
Required provision for Investments			2,326,641,903	2,521,646,681
Total provision maintained {note # 14a.1(a) & (b)}			2,327,667,602	2,631,061,000
Surplus Provision			1,025,699	109,414,319

The Bank has maintained provision for unclassified Investment amounting to Tk. 896,200,000 (note # 14a.1.b) and for classified Investment Tk. 1,431,467,602 (note # 14a.1.a) totaling Tk. 2,327,667,602. As per instruction of Bangladesh Bank, as at 31 December 2016 the Bank has maintained the minimum provision.

8a.9 Particulars of provision for Off-Balance Sheet

Status	Basis for Provision	Rate	Rate
		1%	1%
Acceptances & endorsements	23,719,133,589	237,191,336	165,811,847
Letters of Guarantees	11,956,867,945	119,568,679	71,842,909
Irrevocable Letters of Credit	18,421,361,635	184,213,616	139,476,245
Bills for collection	9,228,367,132	92,283,671	58,127,112
Required provision for Off Balance Sheet Items	63,325,730,301	633,257,303	435,258,114
Provision maintained {note # 14a.1(c)}		633,300,000	435,400,000
Surplus Provision		42,697	141,886

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	31.12.2016 Taka	31.12.2015 Taka
8a.10 Particulars of Investments:		
(i) Debts considered good in respect of which the banking company is fully secured	102,131,219,008	80,904,882,738
(ii) Debts considered good for which the banking company holds no other security than the debtor's personal security	19,630,541,503	15,454,810,183
(iii) Debts considered good and secured by personal security of one or more parties in addition to the personal security of the debtors	1,236,619,832	474,957,348
(iv) Debts considered bad or doubtful not provided for	-	-
	<u>122,998,380,344</u>	<u>96,834,650,269</u>
(v) Debts due by directors or officers of the banking company or any of them either severally or jointly with any other person	<u>1,294,754,280</u>	<u>842,509,420</u>
(vi) Debts due by companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or, in the case of private companies as members (Note 51.5).	<u>757,475,970</u>	<u>1,782,672,174</u>
(vii) Maximum total amount of investments, including temporary investments made at any time during the period to directors or managers or officers of the banking company or any of them either severally or jointly with any other persons.	<u>1,294,754,280</u>	<u>842,509,420</u>
(viii) Maximum total amount of advances including temporary advances granted during the period to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private companies as members	<u>757,475,970</u>	<u>1,782,672,174</u>
(ix) Due from Banking Companies	-	-
(x) Total amount of advance on which Profit is not credited:	<u>5,781,699,039</u>	<u>6,261,012,660</u>
a. Movement of Classified Investments:		
Opening Balance	6,261,012,660	6,611,534,895
Increase/ (Decrease) during the year	(479,313,621)	(350,522,235)
	<u>5,781,699,039</u>	<u>6,261,012,660</u>
i) (Decrease)/Increase of of specific provision	(418,593,398)	(529,172,737)
ii) Amount of written off investment during the year against which fully provided	1,070,014,659	1,224,476,568
iii) Amount recovered against the investment which was previously written off	22,583,982	231,201,927
b. Amount of provision kept against classified Investment as bad or Loss on the reporting day of Balance Sheet	<u>1,431,467,602</u>	<u>1,850,061,000</u>
c. Amount of Profit charged in suspense Account	<u>621,893,107</u>	<u>415,833,323</u>
(xi) Cumulative amount of written off Investments		
Opening Balance	2,411,525,546	1,187,048,978
Amount written off during the year	1,070,014,659	1,224,476,568
Total amount of written off investment	<u>3,481,540,205</u>	<u>2,411,525,546</u>
9 Consolidated Fixed Assets including Premises, Furnitures & Fixtures		
Cost:		
Shahjalal Islami Bank Ltd (note-9a)	4,299,782,666	4,053,518,090
Shahjalal Islami Bank Securities Ltd	76,789,944	71,275,061
	<u>4,376,572,610</u>	<u>4,124,793,151</u>
Accumulated Depreciation:		
Shahjalal Islami Bank Ltd (note-9a)	866,743,623	754,126,057
Shahjalal Islami Bank Securities Ltd	35,817,264	29,224,061
	<u>902,560,887</u>	<u>783,350,118</u>
Written Down Value	<u>3,474,011,723</u>	<u>3,341,443,033</u>

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	31.12.2016 Taka	31.12.2015 Taka
9a Fixed Assets including Premises, Furnitures & Fixtures of the Bank		
Cost:		
Opening balance	3,991,969,098	3,749,587,934
Addition during the year	257,000,459	253,583,702
	4,248,969,557	4,003,171,636
Less: Disposal during the year	11,802,321	11,202,538
	4,237,167,236	3,991,969,098
Accumulated Depreciation:		
Opening balance	723,286,212	614,249,354
Addition during the year	116,105,451	114,928,852
	839,391,663	729,178,207
Less: Adjustment on disposal during the year	9,481,156	5,891,995
	829,910,507	723,286,212
Written Down Value	3,407,256,729	3,268,682,886
Intangible assets		
Cost:		
Opening balance	61,548,992	54,019,092
Addition during the year	1,066,438	7,529,900
	62,615,430	61,548,992
Less: Disposal during the year	-	-
	62,615,430	61,548,992
Amortization:		
Opening balance	30,839,845	23,980,623
Addition during the year	5,993,271	6,859,222
	36,833,116	30,839,845
Less: Adjustment on disposal during the year	-	-
	36,833,116	30,839,845
Written Down Value	25,782,314	30,709,147
Total Written Down Value	3,433,039,043	3,299,392,033
For details please refer to Annexure-B		
10 Consolidated Others Assets		
Shahjalal Islami Bank Ltd (Note-10a)	13,313,448,521	12,103,284,073
Shahjalal Islami Bank Securities Ltd	2,570,816,907	2,571,361,851
	15,884,265,428	14,674,645,924
Less: Inter Company transaction	3,878,369,440	3,386,284,618
	12,005,895,988	11,288,361,306
10.1 Consolidated advance tax		
Shahjalal Islami Bank Ltd (Note-10a.4)	8,700,383,562	8,114,332,183
Shahjalal Islami Bank Securities Ltd	183,559,781	125,605,063
	8,883,943,343	8,239,937,246
10a Others Assets of the Bank		
Stock of Stationery, Stamps and printing materials etc. (valued at cost)	17,164,051	18,109,120
Advance rent and security deposit	122,989,589	114,034,066
Suspense Account (Note-10a.1)	55,747,673	79,909,284
Profit receivable (Note-10a.2)	278,319,197	325,529,373
Other Prepayments	218,968,790	55,942,471
Receivable from Shahjalal Islami Bank Securities Limited	1,362,959,318	1,471,284,618
Shahjalal Islami Bank Securities Ltd (Note-10a.3)	2,515,000,000	1,915,000,000
Advance Insurance premium	35,880	78,431
Advance for new Branches	16,087,656	-
Advance tax paid (Note-10a.4)	8,700,383,562	8,114,332,183
Other Receivables	3,889,647	9,064,526
SJIBL General Account-Net (Note-10a.5)	21,903,158	-
	13,313,448,521	12,103,284,073

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	31.12.2016 Taka	31.12.2015 Taka
10a.1 Suspense Account		
Sundry Debtors	7,301,848	18,629,650
Excise duty on MTDR	11,869,247	12,124,937
Advance against TA/DA	290,800	57,500
Advance against Petty Cash	345,000	232,000
Law charges	32,213,964	25,697,585
Stamp	61,525	80,125
Others	3,665,289	23,087,487
	55,747,673	79,909,284

The detail breakup of unadjusted suspense accounts are given below:

(Amount in '000)						
Sl	Breakup	Less than 03 months	03 months to less than 06 months	06 months to less than 09 months	09 months to less than 12 months	12 months and above
1	Sundry Debtors	4,900	1,500	840		62
2	Advance against TA/DA	291				
3	Advance against Petty Cash	320	25			
4	Legal expenses	2,330	3,979	1,500	2,007	22,398
5	Others	13,671	1,200	74	404	246
	Grand Total	21,512	6,704	2,414	2,411	22,706

	31.12.2016 Taka	31.12.2015 Taka
10a.2 Profit Receivable		
Placement to Other Bank-MTDR	23,185,396	21,280,813
Placement to Financial Institutions-MTDR	81,708,861	86,319,743
Placement to Islamic Investment Bond	121,791,884	132,637,417
Profit on Investment against MSD	28,309,417	61,884,609
On Investments	23,323,639	23,406,790
	278,319,197	325,529,373

10a.3 Shahjalal Islami Bank Limited invested Tk. 251.50 crore in its Subsidiary Company named 'Shahjalal Islami Bank Securities Limited' as per approval of competent authority. The subsidiary commenced its operation from 25th May 2011. The total Paid-up Capital of the subsidiary company is Tk. 274.00 crore divided into 27,40,00,000 ordinary shares @ Tk. 10 each and bank hold 91.79% of its paid-up capital.

10a.4 Advance tax paid		
Balance at the beginning of the year	8,114,332,183	7,558,272,470
Paid during the year	586,051,379	556,059,713
	8,700,383,562	8,114,332,183

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

	(Amount in '000)			
	Debit		Credit	
	No. of entry	Amount	No. of entry	Amount
Up to 3 months	441	125,829,716	266	103,926,558
Over 3 Months but within 6 months	-	-	-	-
Over 6 Months but within 1 year	-	-	-	-
Over 1 year but within 5 years	-	-	-	-
	441	125,829,716	266	103,926,558
Net unreconcile amount				21,903,158

There is no outstanding unreconciled entries more than 1 month. However, outstanding entries on Balance Sheet date are subsequently reconciled.

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		31.12.2016 Taka	31.12.2015 Taka
11 Non-Banking Assets			
Shahjalal Islami Bank Ltd		<u>51,078,968</u>	<u>51,078,968</u>
<p>The Bank was awarded absolute ownership on few mortgaged properties through the verdict of Honorable court under section 33(7) of the Artharin Adalat Act 2003. These were recorded as non banking assets as per valuation report submitted by professional surveyor. Value of the assets was recorded in equivalent to the client's adjustable outstanding. Following are the details:</p>			
Name of Parties	Assets details		
i) Haque Steel & Re-Rolling Industries Pvt. Ltd.	i) 26 (twenty six) decimals land situated at Savar, Mouza: Boroboreshi ii) 160.50 decimals land together with building structures standing and / or existing therein and appurtenance thereto situated at Narayangonj, Mouza: Dapa Idrakpur. Carrying value of which was BDT 1741.59 Lac (Market Value).	47,064,331	47,064,331
ii) M/S Noor Mohammad Iron Store	6.25 (six point two five) decimals land situated at Bashundhara River View Project at Block - A, Plot # 532, Keranigonj, Dhaka, Mouza - Naiyatola. Carrying value of which was BDT 47.34 Lac (Market Value).	4,014,637	4,014,637
	Total	<u>51,078,968</u>	<u>51,078,968</u>
12 Consolidated Placement from other Banks & Financial Institutions			
Shahjalal Islami Bank Ltd	(Note-12a)	16,235,542,799	2,950,911,426
Shahjalal Islami Bank Securities Ltd		1,654,336,661	2,565,019,861
		<u>17,889,879,460</u>	<u>5,515,931,287</u>
Less: Inter Company transaction		650,000,000	1,625,019,861
		<u>17,239,879,460</u>	<u>3,890,911,426</u>
12a Placement from other Banks & Financial Institutions of the Bank			
Islami Investment Bond from Bangladesh Bank		4,000,000,000	-
Islamic Refinance Fund - Bangladesh Bank		114,829,758	205,177,000
Mudaraba FC A/C-Bangladesh Bank (EDF)		4,420,713,041	2,745,734,426
Mudaraba Term Deposit from other Banks	(Note-12a.1)	7,700,000,000	-
Borrowing from Offshore Banking Unit (OBU)		346,203,974	185,709,020
		<u>16,581,746,773</u>	<u>3,136,620,446</u>
Less: Off-Shore Banking Units		346,203,974	185,709,020
		<u>16,235,542,799</u>	<u>2,950,911,426</u>
12a.1 Mudaraba Term Deposit from other Banks			
Islami Bank Bangladesh Limited		4,950,000,000	-
Bank Asia Limited, Islami Banking Branch		1,500,000,000	-
Uttara Bank Limited, Islami Banking Branch		1,000,000,000	-
Trust Bank Limited, Islami Banking Branch		250,000,000	-
		<u>7,700,000,000</u>	-
13 Consolidated Deposits and Other Accounts			
Al-Wadiah Current Deposit & Other Accounts:			
Shahjalal Islami Bank Ltd	(Note-13a)	14,492,841,209	13,114,867,832
Shahjalal Islami Bank Securities Ltd		-	-
		<u>14,492,841,209</u>	<u>13,114,867,832</u>
Bills Payable:			
Shahjalal Islami Bank Ltd	(Note-13a)	1,712,398,926	1,152,971,241
Shahjalal Islami Bank Securities Ltd		-	-
		<u>1,712,398,926</u>	<u>1,152,971,241</u>
Mudaraba Savings Deposits:			
Shahjalal Islami Bank Ltd	(Note-13a)	18,510,981,952	15,876,565,502
Shahjalal Islami Bank Securities Ltd		-	-
		<u>18,510,981,952</u>	<u>15,876,565,502</u>
Mudaraba Term Deposits:			
Shahjalal Islami Bank Ltd	(Note-13a)	44,923,686,220	41,842,087,699
Shahjalal Islami Bank Securities Ltd		-	-
		<u>44,923,686,220</u>	<u>41,842,087,699</u>

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	31.12.2016 Taka	31.12.2015 Taka
Other Mudaraba Deposits:		
Shahjalal Islami Bank Ltd	44,769,922,395	37,272,228,093
Shahjalal Islami Bank Securities Ltd	-	-
	44,769,922,395	37,272,228,093
Less: Inter Company transaction	376,062,425	151,925,980
Total	124,033,768,277	109,106,794,387
13a Deposits and Other Accounts of the Bank		
Al-Wadiah Current Deposit & Other Accounts:		
Al-Wadiah Current Deposit	6,036,580,692	5,421,310,638
Foreign Currency Deposits	1,335,942,205	994,500,671
Non-Resident Taka Account	17,288,357	5,578,516
Sundry Deposits	7,136,102,644	6,703,378,635
	14,525,913,897	13,124,768,461
Less: Off-Shore Banking Units	33,072,688	9,900,629
	14,492,841,209	13,114,867,832
Bills Payable:		
Payable inside Bangladesh		
Payment Order Issued	1,674,654,110	1,113,584,751
Demand Draft Payable	36,541,571	39,048,682
Instant Cash Payable	122,000	3,375
Bank Cheque Issued	40	151,005
Turbo Cash Payable	96,051	57,328
Electronic Fund Transfer	985,154	126,101
	1,712,398,926	1,152,971,241
Payable outside Bangladesh	-	-
	1,712,398,926	1,152,971,241
Mudaraba Savings Deposits:		
General Deposits	18,415,338,671	12,724,251,740
Deposit from Other Banks	95,643,282	3,152,313,763
	18,510,981,952	15,876,565,502
Mudaraba Term Deposits:		
General Deposits	44,923,686,220	41,842,087,699
	44,923,686,220	41,842,087,699
Other Mudaraba Deposits:		
Mudaraba Short Notice Deposits	5,776,579,363	3,638,013,477
Mudaraba Scheme Deposit	38,993,343,032	33,634,214,616
	44,769,922,395	37,272,228,093
	124,409,830,702	109,258,720,367
13a.1 Mudaraba Scheme Deposits:		
Millionaire Scheme	6,565,794,023	5,431,060,754
Multiple Benefit Scheme	10,361,326,476	8,973,473,745
Monthly Income Scheme	9,467,995,680	7,606,484,425
Monthly Deposit Scheme	12,257,733,032	11,293,851,906
Hajj Deposit Scheme	166,765,525	138,024,175
Cash Waqf	3,857,143	3,628,610
Housing Deposit Scheme	14,401,616	25,090,840
Lakhpoti Deposit Scheme	16,751,462	27,064,838
Mohor Deposit Scheme	19,565,789	29,468,173
Education Deposit Scheme	63,576,614	56,641,230
Marriage Deposit Scheme	55,575,672	49,425,921
	38,993,343,032	33,634,214,616
13a.2 Deposits and Other Accounts:		
General Deposits	122,524,038,127	106,071,811,201
Deposits from Other Banks	1,885,792,575	3,186,909,166
	124,409,830,702	109,258,720,367

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	31.12.2016 Taka	31.12.2015 Taka
13a.3 Deposit from Other Banks		
Mudaraba Special Notice Deposit:		
Export Import Bank of Bangladesh Limited	94,395,393	4,927,143
AB Bank Limited	388,393	163,689
Jamuna Bank Limited	2,833,478	14,524,236
Al -Arafah Islami Bank Ltd	1,674,420,558	10,785,903
Social Islami Bank Limited	17,528,255	3,626,859
National Credit and Commerce Bank Ltd	583,216	567,573
	1,790,149,293	34,595,403
Mudaraba Savings Deposit:		
Social Islami Bank Limited	-	10,514,700
ICB Islami Bank Limited	11,663	11,478
Export Import Bank of Bangladesh Ltd	7,170,660	1,604,427,349
Al -Arafah Islami Bank Ltd	120	23,009,928
Islami Bank Bangladesh Limited	88,460,838	1,514,350,307
	95,643,282	3,152,313,763
	1,885,792,575	3,186,909,166
13a.4 Maturity wise classification of Deposits are as under		
With a residual maturity of		
Repayable on demand	12,300,731,982	10,453,319,383
Within 1 month	16,172,162,576	17,287,469,718
Over 1 months but not more than 6 months	41,003,720,752	36,026,636,788
Over 6 months but not more than 1 year	15,011,864,959	23,475,662,323
Over 1 year but not more than 5 years	18,603,961,494	12,040,310,984
Over 5 years	21,317,388,939	9,975,321,170
	124,409,830,702	109,258,720,367
14 Consolidated Other Liabilities		
Shahjalal Islami Bank Ltd	(Note-14a) 13,647,349,223	13,301,703,751
Shahjalal Islami Bank Securities Limited	4,063,218,088	3,843,308,484
	17,710,567,311	17,145,012,235
Less: Inter Company transaction	1,370,407,357	1,514,530,804
	16,340,159,954	15,630,481,431
14.1 Consolidated Provision for Current Tax		
Shahjalal Islami Bank Ltd	(Note-14a.2) 8,564,602,247	7,807,144,969
Shahjalal Islami Bank Securities Ltd	211,046,488	176,639,152
	8,775,648,735	7,983,784,120
14.2 Consolidated current tax expenses		
Shahjalal Islami Bank Ltd	(Note-14a.2) 757,457,278	480,803,528
Shahjalal Islami Bank Securities Ltd	34,407,336	64,277,748
	791,864,614	545,081,276
14.3 Provision against entries of NOSTRO Account		
No provision is required as per Circular Letter No. FEPD(FEMO)/01/2005-677 dated 13 September 2005 for unreconciled NOSTRO debit entries as there is no outstanding entry over 3 months (note:5a.3).		
14a Other Liabilities of the Bank		
Profit Payable on Deposits	604,650,477	703,408,900
Provision for Investment	{note 14a.1 (a) & (b)} 2,327,667,602	2,631,061,000
Provision for Off-Balance Sheet items	{note 14a.1 (c)} 633,300,000	435,400,000
Provision for others	{note 14a.1(d)} 19,265,000	15,739,000
Provisions for Investment in Securities	{note 14a.1(e)} 601,000,000	742,000,000
Provision for Taxation	(Note 14a.2) 8,564,602,247	7,807,144,969
Profit and Compensation Suspense Account	{note 14(a).1 (f)} 738,682,974	789,143,022
Compensation Realised Account	{note 14(a).1 (g)} 56,740,020	26,243,155
Other Payable	51,652,328	90,205,318
Outstanding Expenses	47,645,633	42,438,498
Unearned Income on Quard	2,142,943	447,023
SJIBL General Account	-	18,472,867
	13,647,349,223	13,301,703,751

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14a.1 Provision for Investment:

(a) Provision on Classified Investment:

	31.12.2016 Taka	31.12.2015 Taka
Provision held at the beginning of the year	1,850,061,000	2,379,233,737
Provision transferred from Provision for Investment in Securities	141,000,000	-
Amount transferred from Compensation Realised A/C	-	50,000,000
Written Off Recovery	22,583,982	231,201,927
Transferred to Others Payable	-	(21,200,000)
Net charge to Profit & Loss Account	356,500,000	320,913,336
Fully provided investment written off during the year	(938,677,380)	(1,110,088,000)
Provision held at the end of the year	1,431,467,602	1,850,061,000

(b) General Provision on Unclassified Investment:

Provision held at the beginning of the year	781,000,000	670,479,000
Addition during the year	115,200,000	110,521,000
Balance at the end of the year	896,200,000	781,000,000
Total Provision for Investments (a+b)	2,327,667,602	2,631,061,000

(c) General Provision on Off-Balance Sheet items:

Provision held at the beginning of the year	435,400,000	404,340,000
Addition during the year	197,900,000	31,060,000
Balance at the end of the year	633,300,000	435,400,000
Total Provision for Investments & Off-Balance Sheet (a+b+c)	2,960,967,602	3,066,461,000

(d) Provision for other Assets:

Provision held at the beginning of the year	15,739,000	10,600,000
Addition during the year	3,526,000	5,139,000
Balance at the end of the year	19,265,000	15,739,000

(e) Provision for Investment in Securities:

Provision held at the beginning of the year	742,000,000	590,000,000
Provision transferred to provision on Classified Investment	(141,000,000)	-
Addition during the year	-	152,000,000
Balance at the end of the year	601,000,000	742,000,000

(f) Profit and Compensation Suspense Account:

Balance at the beginning of the year	789,143,022	589,549,058
Amount transferred to suspense account during the year	1,259,152,768	1,109,951,741
Amount recovered from suspense account during the year	(1,143,550,877)	(793,053,217)
Amount written off/ waived during the year	(166,061,938)	(117,304,560)
Balance at the end of the year	738,682,974	789,143,022

(g) Compensation Realised Account:

Balance at the beginning of the year	26,243,155	30,229,875
Addition during the year	71,496,865	46,013,280
Fund transfer to expended for charitable activities	(41,000,000)	-
Amount transferred to provision for Classified Investment	-	(50,000,000)
Balance at the end of the year	56,740,020	26,243,155

14a.2 Provision for Taxation

Provision for Current tax

Balance at the beginning of the year	7,807,144,969	7,288,860,761
Add: Provision made during the year	757,457,278	480,803,528
Add: Adjustment for previous year	-	154,000
Add: Provision made on other income during the year	-	37,326,680
Balance at the end of the year	8,564,602,247	7,807,144,969

14a.2(a) Provision for Current Tax made during the year

Income tax @ 40.00% on estimated taxable Business profit	740,477,735	506,913,590
Income tax @ 20.00% on Dividend Income	12,485,332	6,821,749
Income tax @ 10% on Capital gain on sale of shares	4,494,211	4,394,869
Estimated total provision required	757,457,278	518,130,208
Computation of Taxable Business Profit		
Profit before Tax	2,306,081,236	1,757,803,074
Add: Inadmissible expenditures	689,255,269	805,814,677
Less: Allowable Expenditure & Separate consideration	1,144,142,167	1,296,333,775
Estimated Taxable Business Profit for the year	1,851,194,338	1,267,283,975

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	31.12.2016 Taka	31.12.2015 Taka
15 Consolidated Deferred Tax Liability		
Shahjalal Islami Bank Ltd	95,464,963	104,211,220
Shahjalal Islami Bank Securities Limited	-	-
	95,464,963	104,211,220
15a Deferred Tax Liability of the Bank		
Balance at the beginning of the year	104,211,220	117,704,226
Add: Provision made during the year	(8,746,257)	(13,493,006)
	95,464,963	104,211,220

16 Capital

16.1 Authorized Capital:

100,00,00,000 ordinary shares of Tk. 10 each

	31.12.2016 Taka	31.12.2015 Taka
	10,000,000,000	10,000,000,000

The shareholders of the Bank in its 11th Extra Ordinary General Meeting (EGM) held on 4 June 2013 approved to increase the Authorised capital of the Bank to Tk. 1000,00,00,000 from Tk. 600,00,00,000.

16.2 Issued, Subscribed and Paid up Capital

734,688,133 Ordinary Shares of Tk 10 each

	31.12.2016 Taka	31.12.2015 Taka
	7,346,881,330	7,346,881,330
Issued for cash: 18,46,02,500 shares of Tk. 10 each	1,846,025,000	1,846,025,000
Issued other than cash: 550,085,633 bonus shares of Tk 10 each	5,500,856,330	5,500,856,330
	7,346,881,330	7,346,881,330

Holding

Sponsor Shareholders Group	In year 2016: 41.04%; 2015: 43.83%	3,015,164,370	3,219,883,680
Financial Institutes Group	In year 2016: 33.88%; 2015: 30.91%	2,489,408,100	2,270,845,480
General Shareholders Group	In year 2016: 25.08%; 2015: 25.26%	1,842,308,860	1,856,152,170
		7,346,881,330	7,346,881,330

Classification of Shareholders by number of holding: As at 31 December 2016

Range of Share Holding	No. of Shareholders	No. of shares	Percentage of holding shares
Upto 500	24,553	3,460,661	0.47%
501-5,000	23,632	42,356,959	5.77%
5,001-10,000	2,126	15,192,569	2.07%
10,001-20,000	1,153	16,108,793	2.19%
20,001-30,000	388	9,221,752	1.26%
30,001-40,000	175	6,072,914	0.83%
40,001-50,000	108	4,948,259	0.67%
50,001-1,00,000	199	14,628,240	1.99%
1,00,001-10,00,000	208	58,612,103	7.98%
Over 10,00,000	72	564,085,883	76.78%
Total	52,614	734,688,133	100.00%

As at 31 December 2015

Range of Share Holding	No. of Shareholders	No. of shares	Percentage of holding shares
Upto 500	30,667	4,172,173	0.57%
501-5,000	27,581	49,216,741	6.70%
5,001-10,000	2,541	18,031,204	2.45%
10,001-20,000	1,373	18,949,310	2.58%
20,001-30,000	447	10,635,770	1.45%
30,001-40,000	233	8,021,923	1.09%
40,001-50,000	123	5,594,400	0.76%
50,001-1,00,000	215	15,046,560	2.05%
1,00,001-10,00,000	240	62,452,907	8.50%
Over 10,00,000	60	542,567,145	73.85%
Total	63,480	734,688,133	100.00%

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16.3 Consolidated Capital to Risk Weighted Assets Ratio (CRAR) Under Basel-III:

a) Going Concern Capital (Tier-I):

Common Equity Tire-I Capital (CET-I)

i) Paid-up Capital		7,346,881,330	7,346,881,330
ii) Statutory Reserve	(Note -17)	4,403,561,679	3,942,345,432
iii) Retained Earnings	(Note -18)	1,253,792,811	1,010,103,443
iv) Non-controlling Interest		239,472,347	230,290,713

Less: Shortfall in provisions required against investment in shares (subsidiary)

Additional Tire-I Capital (AT-1)

b) Gone Concern Capital (Tier-II):

i) General Provision

c) Total Eligible Regulatory Capital (a +b)

d) Consolidated Total Risk Weighted Assets

e) Minimum Required Capital (10% of risk weighted assets)

f) Minimum Required Capital (10.625% of risk weighted assets) including conservation buffer

g) Total Capital Surplus (c-e)

h) Total Capital Surplus considering conservation buffer (c-f)

Consolidated Capital to Risk Weighted Assets Ratio:

Particulars	2016		2015	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Going Concern Capital: (Tier-I)	5.50%	10.18%	5.50%	12.19%
Common Equity Tier-I Capital: (CET-I)	4.50%	10.18%	4.50%	12.19%
CET-I Plus Conservation Buffer	5.125%	10.18%	4.50%	12.19%
Gone Concern Capital: (Tier-II)	-	1.50%	-	1.09%
CRAR	10.00%	11.68%	10.00%	13.28%
CRAR including Conservation Buffer	10.625%	11.68%	10.00%	13.28%

31.12.2016
Taka

31.12.2015
Taka

16.4 Consolidated Risk Weighted Assets (RWA) for

1. Investment (Credit) Risk

On-Balance Sheet

Off-Balance Sheet

2. Market Risk

3. Operational Risk

Consolidated Total Risk Weighted Assets (1+2+3)

96,202,383,006	77,575,466,966
18,223,421,382	10,278,847,904
7,003,266,947	4,825,183,236
8,715,200,000	7,994,550,000
130,144,271,335	100,674,048,106

16.5 Capital to Risk Weighted Assets Ratio (CRAR) Under Basel-III of the Bank:

a) Going Concern Capital (Tier-I):

Common Equity Tire-I Capital (CET-I)

i) Paid-up Capital		7,346,881,330	7,346,881,330
ii) Statutory Reserve	(Note-17)	4,403,561,679	3,942,345,432
iii) Retained Earnings	{Note-18(a)}	1,106,132,902	965,073,507

Additional Tire-I Capital (AT-I)

b) Gone Concern Capital (Tier-II):

i) General Provision (Note 14.1(b+c))

c) Total Eligible Regulatory Capital (a +b)

d) Total Risk Weighted Assets

e) Minimum Required Capital (10% of risk weighted assets)

f) Minimum Required Capital (10.625% of risk weighted assets) including conservation buffer

12,856,575,911	12,254,300,269
-	-
12,856,575,911	12,254,300,269

1,529,500,000	1,100,927,373
1,529,500,000	1,100,927,373

14,386,075,911	13,355,227,642
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124,703,796,335	98,789,573,106
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12,470,379,633	9,878,957,311
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13,249,778,361	9,878,957,311
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	31.12.2016 Taka	31.12.2015 Taka
g) Total Capital Surplus (c-e)	1,915,696,277	3,476,270,332
h) Total Capital Surplus considering conservation buffer (c-f)	1,136,297,550	3,476,270,332

Capital Adequacy Ratio:

Particulars	2016		2015	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Going Concern Capital: (Tier-I)	5.50%	10.31%	5.50%	12.40%
Common Equity Tier-I Capital: (CET-I)	4.50%	10.31%	4.50%	12.40%
CET-I Plus Conservation Buffer	5.125%	10.31%	4.50%	12.40%
Going Concern Capital: (Tier-II)	-	1.23%	-	1.12%
CRAR	10.00%	11.54%	10.00%	13.52%
CRAR including Conservation Buffer	10.625%	11.54%	10.00%	13.52%

16.6 Risk Weighted Assets (RWA) for

1. Investment (Credit) Risk		
On-Balance Sheet	93,595,758,006	77,795,341,966
Off-Balance Sheet	18,223,421,382	10,278,847,904
2. Market Risk	4,446,666,947	2,924,583,236
3. Operational Risk	8,437,950,000	7,790,800,000
Total Risk Weighted Assets (1+2+3)	124,703,796,335	98,789,573,106

16.7 Non-controlling Interest

Opening balance	230,290,713	226,994,950
Share of current year's profit	9,181,634	3,295,763
	239,472,347	230,290,713

17 Statutory Reserve

Opening balance	3,942,345,432	3,590,784,817
Add: Addition during the year	461,216,247	351,560,615
	4,403,561,679	3,942,345,432

18 Consolidated Retained Earnings

Shahjalal Islami Bank Ltd	(Note-18a)	1,106,132,902	965,073,507
Shahjalal Islami Bank Securities Ltd		162,132,256	50,320,650
		1,268,265,158	1,015,394,157
Less: Non-controlling Interest		14,472,347	5,290,713
		1,253,792,811	1,010,103,443

18.1 Consolidated Current year Retained Earnings

Current Year			
Shahjalal Islami Bank Ltd	(Note-18a)	1,096,153,968	938,931,937
Shahjalal Islami Bank Securities Ltd		111,811,607	31,346,428
		1,207,965,574	970,278,366
Less: Non-Controlling Interest		9,181,634	3,295,763
		1,198,783,941	966,982,603

18a Retained Earnings of the Bank

Opening balance	965,073,507	760,829,703
Less: Payment of Cash Dividend	955,094,573	734,688,133
Add: Transfer from Profit & Loss Account	1,096,153,968	938,931,937
	1,106,132,902	965,073,507

19 Letters of Guarantees

Letters of Guarantees (Local)	11,690,983,683	6,995,922,779
Letters of Guarantees (Foreign)	262,554,861	185,038,757
Back to Back	3,329,401	3,329,401
	11,956,867,945	7,184,290,937

a) Claims against the Bank not acknowledged as debts

b) Money for which the Bank is contingently liable in respect of guarantees

given favoring: Directors or Officers

Government

Banks and other financial institutions

Others

	-	-
	-	-
	-	-
	11,956,867,945	7,184,290,937
	11,956,867,945	7,184,290,937

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	2016 Taka	2015 Taka
20 Irrevocable Letters of Credit		
Letter of credit	18,421,361,635	13,947,624,480
	18,421,361,635	13,947,624,480
21 Consolidated Income Statement		
Income:		
Profit on Investment		
Income from Investment in securities (Note-22)	11,334,017,520	10,738,893,763
Dividend income (Note-24)	135,092,346	166,366,901
Commission, Exchange and Brokerage (Note-24)	62,426,658	34,108,744
Gains less losses arising from dealing securities (Note-25)	1,342,881,837	1,128,139,349
Gains less losses arising from investment securities	-	-
Gains less losses arising from dealing in foreign currencies	44,942,109	43,948,687
Income from non-banking assets	-	-
Other operating income	-	-
Profit less losses on interest rate changes (Note-26)	457,549,789	417,582,620
Nominal value of bonus share received	-	-
	13,376,910,260	12,529,040,065
Expenses:		
Profit paid on Deposits		
Administrative expenses (Note-23)	7,103,095,818	7,051,597,514
Other operating expenses	2,612,850,130	2,406,435,911
Depreciation on banking assets	406,695,185	323,297,752
	128,842,947	127,991,406
	10,251,484,081	9,909,322,583
Income over expenditure	3,125,426,179	2,619,717,482
21a Income Statement of the Bank		
Income:		
Profit on Investment		
Income from Investment in securities (Note-22a)	11,154,356,257	10,509,980,697
Dividend income (Note-24a)	28,708,383	63,870,547
Commission, Exchange and Brokerage (Note-24a)	62,426,658	34,108,744
Gains less losses arising from dealing securities (Note-25a)	1,222,560,456	1,036,123,630
Gains less losses arising from investment securities	-	-
Gains less losses arising from dealing in foreign currencies (Note-24a)	44,942,109	43,948,687
Income from non-banking assets	-	-
Other operating income	-	-
Profit less losses on interest rate changes (Note-26a)	451,673,610	410,187,078
Nominal value of bonus share received	-	-
	12,964,667,474	12,098,219,384
Expenses:		
Profit paid on Deposits		
Administrative expenses (Note-23a)	6,986,501,525	6,942,572,993
Other operating expenses	2,555,548,590	2,352,791,780
Depreciation on banking assets	321,311,401	303,630,126
	122,098,721	121,788,075
	9,985,460,238	9,720,782,974
Income over expenditure	2,979,207,236	2,377,436,410
22 Consolidated Profit on Investment		
Shahjalal Islami Bank Ltd		
Shahjalal Islami Bank Securities Ltd (Note-22a)	11,154,356,257	10,509,980,697
	288,804,022	401,242,330
	11,443,160,279	10,911,223,027
Less: Inter company Transaction	109,142,759	172,329,264
	11,334,017,520	10,738,893,763
22a Profit on Investment of the Bank		
Profit on Investment		
Profit on placement with other Banks & FIs (Note-22a.1)	10,372,893,219	9,846,943,142
	781,463,038	663,037,555
	11,154,356,257	10,509,980,697

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22a.1 Profit on Investment

	2016 Taka	2015 Taka
Profit on Murabaha	795,328,943	923,669,171
Profit on Bi-Muazzal	6,303,798,823	5,760,957,664
Profit on Hire-Purchase	2,012,552,354	2,020,543,824
Profit on Ijara	55,656,061	92,416,867
Profit on Bi-Salam	112,684,647	108,962,346
Profit on Inland Document Bill Purchased	355,669,452	374,654,803
Profit on Foreign Document Bill Purchased	281,692,115	257,811,876
Profit on Investment against Scheme Deposit	32,000	-
Profit on Investment against Mudaraba Term Deposit	205,635	1,462,778
Profit on Investment against Mudaraba Savings Deposit	37,704	99,055
Profit on Investment against Mudaraba Deposit Scheme	6,336	220,369
Profit on Investment against Monthly Income Scheme	-	314,814
Profit on Investment against EDF	27,576,226	59,799,433
Profit on Investment against Other Securities	-	251,307
Profit on Mudaraba	96,429,692	300
Profit on Istisnaa	-	12,221
Profit Received From Resheduled Investment - Rent Mode	300,488,425	239,834,978
Profit on Murabaha Import Bill (UPAS)	31,447,852	5,931,335
Less: Rebate for Good Borrower*	10,373,606,265	9,846,943,142
	713,047	-
	10,372,893,219	9,846,943,142

* The amount was waived in order to comply with the BRPD Circular No. 06 dt. 19 March, 2015 regarding Rebate for Good Borrowers.

22a.2 Investment income derived from the fund deployed

Inside Bangladesh

- i) Mudaraba deposits
ii) Other deposits/Fund

i) Mudaraba deposits	8,917,576,300	9,059,187,690
ii) Other deposits/Fund	1,455,316,919	787,755,451
	10,372,893,219	9,846,943,142
	-	-
	10,372,893,219	9,846,943,142

Outside Bangladesh

22a.3 Geographical Location-wise Profit on Investments

Area	2016		2015	
	Amount	Composition	Amount	Composition
i) Inside Bangladesh (note-22a.3.1)				
a) In Rural Areas	828,281,296	7.99%	767,335,525	7.79%
b) In Urban Areas	9,544,611,923	92.01%	9,079,607,617	92.21%
Sub-total	10,372,893,219	100.00%	9,846,943,142	100.00%
ii) Outside Bangladesh	-	-	-	-
Total	10,372,893,219	100.00%	9,846,943,142	100.00%

22a.3.1 Inside Bangladesh

Division	2016		2015	
	Amount	Composition	Amount	Composition
Dhaka	7,766,155,391	74.87%	7,487,217,264	76.04%
Chittagong	1,717,167,177	15.38%	1,514,874,037	15.38%
Sylhet	121,362,353	1.19%	117,282,094	1.19%
Rajshahi	255,592,650	2.48%	244,084,633	2.48%
Rangpur	85,588,271	1.02%	100,227,183	1.02%
Khulna	396,112,646	3.72%	366,292,375	3.72%
Barisal	30,914,730	0.17%	16,965,556	0.17%
Total	10,372,893,219	100.00%	9,846,943,142	100.00%

23 Consolidated Profit paid on Deposits

Shahjalal Islami Bank Ltd
Shahjalal Islami Bank Securities Ltd

(Note-23a)

Less: Inter Company Transaction

	2016 Taka	2015 Taka
Shahjalal Islami Bank Ltd	6,986,501,525	6,942,572,993
Shahjalal Islami Bank Securities Ltd	227,632,180	284,103,156
Less: Inter Company Transaction	7,214,133,705	7,226,676,149
	111,037,887	175,078,635
	7,103,095,818	7,051,597,514

23a Profit paid on Deposits of the Bank

Profit on deposits
Profit paid on borrowings

Profit on deposits	6,864,836,114	6,934,280,021
Profit paid on borrowings	121,665,411	8,292,972
	6,986,501,525	6,942,572,993

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	2016 Taka	2015 Taka
24 Consolidated Income from Investment in Shares/Securities		
Shahjalal Islami Bank Ltd		
Shahjalal Islami Bank Securities Ltd	(Note-24a)	
	136,077,151	141,927,979
	106,383,963	102,496,354
	242,461,114	244,424,333
24a Income from Investment in Shares/Securities of the Bank		
Income from Investment in Islami Bond	14,890,000	51,000,000
Income from Investment in Shares	(Note-24a.1)	
Dividend Income	44,942,109	43,948,687
Income from Investment in Mudaraba Perpetual Bond (MPB)	62,426,658	34,108,744
Income from Investment in Sub-Ordinated Bond	5,170,000	5,590,000
	8,648,383	7,280,547
	136,077,151	141,927,979
24a.1 Income from investment in Shares arises through sale of listed shares in the Stock Exchanges.		
25 Consolidated Commission, Exchange & Brokerage		
Shahjalal Islami Bank Ltd		
Shahjalal Islami Bank Securities Ltd	(Note-25a)	
	1,222,560,456	1,036,123,630
	120,321,381	92,015,719
	1,342,881,837	1,128,139,349
25a Commission, Exchange & Brokerage of the Bank		
Other commission	658,111,778	529,763,685
Exchange earnings	564,448,678	506,359,945
	1,222,560,456	1,036,123,630
26 Consolidated Other Operating Income		
Shahjalal Islami Bank Ltd		
Shahjalal Islami Bank Securities Ltd	(Note-26a)	
	451,673,610	410,187,078
	7,771,307	10,144,913
	459,444,917	420,331,991
Less: Inter Company Transaction	1,895,128	2,749,371
	457,549,789	417,582,620
26a Other Operating Income of the Bank		
Postage, Telex, SWIFT & REUTERS	80,712,392	82,594,730
Incidental Charge	-	449,920
Supervision & Monitoring Charge	1,919,510	1,076,189
Other charges	(Note-26a.1)	
	369,041,708	326,066,240
	451,673,610	410,187,078
26a.1 Other Charges		
Rent receipts	3,041,224	2,252,216
Charges on A/C closing	670,508	698,833
Charges on clearing returned	2,432,841	3,213,330
Cheque processing charge	1,331,688	277,100
Service charges on Ijara	89,000	83,500
Service charges on scheme investment	1,311,750	650,447
Service charges on Quard	22,529,543	11,430,825
Passport endorsement charge	50,160	79,200
PO/DD Cancellation charge	126,125	147,250
Branch banking services	15,613,003	16,135,531
Account maintenance fee	64,247,338	59,112,532
Recoveries from cheque issue	3,480,368	7,684,977
Income from sale of forms	3,215,958	2,800,436
Service charge on SJIBL VISA Card	23,228,746	6,538,328
Management Fees	605,700	35,240
Banker to the Issue Commission	115,939	145,678
Notice pay earnings	3,636,557	4,107,948
Rebate on Trade Finance	57,769,448	48,226,519
Discrepancy Fee	86,287,542	95,371,096
Profit on sale of Bank's Assets	106	49,984
Miscellaneous income	79,258,163	67,025,271
	369,041,708	326,066,240

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		2016 Taka	2015 Taka
27 Consolidated Salary & Allowances			
Shahjalal Islami Bank Ltd	(Note- 27a)	1,878,143,846	1,747,409,359
Shahjalal Islami Bank Securities Ltd		37,583,253	33,355,816
		<u>1,915,727,099</u>	<u>1,780,765,175</u>
27a Salary & Allowances of the Bank			
Basic Salary		750,822,458	719,554,977
Allowances		719,624,919	676,305,714
Bonus		335,232,756	283,904,139
Bank's Contribution to Provident fund		72,463,714	67,644,529
		<u>1,878,143,846</u>	<u>1,747,409,359</u>
28 Consolidated Rent, Taxes, Insurance, Electricity etc.			
Shahjalal Islami Bank Ltd	(Note- 28a)	423,595,761	373,598,915
Shahjalal Islami Bank Securities Ltd		15,398,848	14,175,849
		<u>438,994,609</u>	<u>387,774,764</u>
28a Rent, Taxes, Insurance, Electricity etc of the Bank			
Rent, Rates & Taxes		271,201,602	235,387,723
Insurance		95,421,525	84,503,622
Electricity & Lighting		56,972,635	53,707,570
		<u>423,595,761</u>	<u>373,598,915</u>
29 Consolidated legal Expenses			
Shahjalal Islami Bank Ltd	(Note- 29a)	728,459	1,555,477
Shahjalal Islami Bank Securities Ltd		324,250	600,556
		<u>1,052,709</u>	<u>2,156,033</u>
29a Legal Expenses of the Bank			
Legal Fees & Charge		183,692	331,696
Other Legal Expenses		544,767	1,223,781
		<u>728,459</u>	<u>1,555,477</u>
30 Consolidated Postage, Stamps, Telecommunication etc			
Shahjalal Islami Bank Ltd	(Note- 30a)	34,794,548	35,411,933
Shahjalal Islami Bank Securities Ltd		2,571,397	2,868,673
		<u>37,365,945</u>	<u>38,280,606</u>
30a Postage, Stamps, Telecommunication etc of the Bank			
Postage		1,246,543	1,343,077
Leased line		18,713,119	20,275,049
Telegram, Fax, Telex & Internet charge		7,118,415	5,834,042
Telephone charges		4,753,257	4,835,305
Mobile phone charges		2,963,214	3,124,460
		<u>34,794,548</u>	<u>35,411,933</u>
31 Consolidated Stationery, Printing, Advertisements etc			
Shahjalal Islami Bank Ltd	(Note- 31a)	78,884,275	64,550,360
Shahjalal Islami Bank Securities Ltd		1,384,292	2,603,737
		<u>80,268,567</u>	<u>67,154,097</u>
31a Stationery, Printing, Advertisements etc of the Bank			
Table Stationery		9,330,097	9,241,789
Printing Stationery		7,878,288	7,113,482
Security Stationery		3,159,493	3,443,939
Computer Stationery		28,978,186	17,177,973
Advertisement		29,538,211	27,573,177
		<u>78,884,275</u>	<u>64,550,360</u>

Hoda Vasi Chowdhury & Co

	2016 Taka	2015 Taka
32 Chief Executive's Salary & Fees of the Bank		
Basic Salary	6,655,000	6,600,000
Allowances	3,900,000	3,900,000
Bonus	2,210,000	2,100,000
Bank's Contribution to Provident Fund	665,500	660,000
	13,430,500	13,260,000
33 Directors' Fees & Expenses of the Bank		
Directors Fee	4,357,600	4,053,200
Meeting Expenses	1,902,112	1,944,241
	6,259,712	5,997,441
34 Shariah Supervisory Committee's Fees & Expenses of the Bank		
Shariah Council Meeting Expenses	559,816	462,957
	559,816	462,957
35 Consolidated auditors' Fees		
Shahjalal Islami Bank Ltd	600,000	400,000
Shahjalal Islami Bank Securities Ltd	39,500	39,500
	639,500	439,500
35a Auditors' Fees of the Bank		
Auditors Fees	600,000	400,000
	600,000	400,000
36 Consolidated depreciation and Repair of Assets		
Shahjalal Islami Bank Ltd	138,680,426	138,616,713
Shahjalal Islami Bank Securities Ltd	6,744,226	6,203,331
	145,424,652	144,820,044
36a Depreciation and Repair of Bank's Assets		
a) Depreciation of Bank's Assets (Annexure B)		
Land & Building	9,111,941	9,792,304
Furniture & Fixtures	40,399,545	42,529,715
Office Appliance & Equipment	56,907,171	54,732,312
Vehicles	9,604,598	7,787,842
Books	82,195	86,680
b) Amortization of of Bank's Assets (Annexure B)		
Software-Core Banking	5,993,271	6,859,222
	122,098,721	121,788,075
c) Repair on Bank's Assets		
Office Premises	1,328,253	1,659,961
Office Appliance & Equipment	8,135,417	7,958,398
Office Furniture & Fixtures	753,114	854,050
Vehicles	2,026,092	2,058,271
Procurement of Parts, Spares & Others	4,338,829	4,297,957
	16,581,704	16,828,638
	138,680,426	138,616,713
37 Zakat Expenses of the Bank		
Zakat Expenses	101,969,969	93,316,700
	101,969,969	93,316,700
38 Consolidated Other Expenses		
Shahjalal Islami Bank Ltd	321,311,401	303,630,126
Shahjalal Islami Bank Securities Ltd	85,383,784	19,667,626
	406,695,185	323,297,752

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	2016 Taka	2015 Taka
38a Other Expenses of the Bank		
Petrol, Oil and Lubricants	5,311,084	4,272,720
Entertainment	34,589,152	29,798,068
Donation and Subscription	3,742,332	4,192,956
Traveling and Conveyance	20,556,706	18,379,378
Training Expenses	4,514,622	4,603,860
Car expenses	108,979,104	106,050,862
Gratuity expenses	24,069,000	24,000,000
Papers & Periodicals	502,475	526,333
Utility	5,116,845	3,147,499
Uniform & Liveries	1,989,011	2,122,633
Bank Charges	1,102,227	1,669,144
Business development & Promotion	19,612,344	18,780,089
Upkeep and cleaning of office premises	8,590,086	8,358,062
Security Service- Out-sourcing	37,016,531	29,925,304
Branch Opening Expenses	1,490,810	802,471
Credit Rating fee	430,000	200,000
SJIBL Card expenses	5,231,102	5,187,784
AGM & Meeting expenses	5,074,711	4,423,906
Capital Enhancement Fees	730,141	827,343
Contribution to Social Security Super Annuation Fund	1,000,000	1,000,000
Laundry and Washing	163,410	191,448
Crockeries, Kettle and others	269,263	495,006
Photograph and Photocopy	506,148	309,797
Consultancy	-	1,389,600
Leave Encashment	10,934,215	18,848,053
Award Expenses	1,630,800	1,246,804
Brokerage House Expenses	106,000	586,534
Maintenance of Head Office (New Premises) Building	5,458,114	2,644,342
Miscellaneous Expenses	12,595,169	9,650,130
	321,311,401	303,630,126
39 Consolidated Provision against Investment, Off-Balance Sheet & Others		
Shahjalal Islami Bank Ltd	673,126,000	619,633,336
Shahjalal Islami Bank Securities Ltd	-	146,656,896
	673,126,000	766,290,232
39a Provision against Investment, Off-Balance Sheet & Others of the Bank		
Provision on unclassified investment	115,200,000	110,521,000
Provision on classified investment	356,500,000	320,913,336
Provision on Off-Balance Sheet	197,900,000	31,060,000
Provisions on Investment in Securities	-	152,000,000
Provision on Other Assets	3,526,000	5,139,000
	673,126,000	619,633,336
40 Deferred Tax Expenses/(Income) of the Bank		
Closing deferred tax liability	95,464,963	104,211,220
Opening deferred tax liability	104,211,220	117,704,226
Deferred tax expense/(Income)	(8,746,257)	(13,493,006)
40a Consolidated Tax Expenses of the Bank		
Current tax	791,864,614	545,081,276
Deferred tax	(8,746,257)	(13,493,006)
	783,118,357	531,588,270
40b Tax Expenses of the Bank		
Current tax	757,457,278	480,803,528
Deferred tax	(8,746,257)	(13,493,006)
	748,711,021	467,310,522

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		2016 Taka	2015 Taka
41 Consolidated Earnings Per Share (EPS)			
Calculation of Earnings Per Share	(Note- 2.17)		
Net Profit after Tax		1,660,000,188	1,318,543,217
Number of Ordinary Shares outstanding (Denominator)		734,688,133	734,688,133
		<u>2.26</u>	<u>1.79</u>
41a Earnings Per Share of the Bank (EPS)			
Calculation of Earnings Per Share	(Note- 2.17)		
Net Profit after Tax		1,557,370,215	1,290,492,552
Number of Ordinary Shares outstanding (Denominator)		734,688,133	734,688,133
		<u>2.12</u>	<u>1.76</u>
Earnings per share has been calculated in accordance with BAS - 33: "Earnings Per Share (EPS)".			
42 Consolidated investment income receipt in cash			
Shahjalal Islami Bank Ltd	(Note-42a)	11,275,216,925	10,679,748,148
Shahjalal Islami Bank Securities Ltd		395,187,985	503,738,684
		<u>11,670,404,910</u>	<u>11,183,486,832</u>
42a Investment income receipt of the Bank			
Investment income receipt (Excluding Dividend Income)	(Note 22a & 24a)	11,228,006,749	10,617,799,931
Add: Opening profit Receivable	(Note-10a.2)	325,529,373	387,477,590
Less: Closing profit receivable	(Note-10a.2)	278,319,197	325,529,373
		<u>11,275,216,925</u>	<u>10,679,748,148</u>
43 Consolidated Profit Paid on Deposits			
Shahjalal Islami Bank Ltd	(Note-43a)	7,085,259,948	7,324,682,200
Shahjalal Islami Bank Securities Ltd		344,569,061	413,518,676
		<u>7,429,829,009</u>	<u>7,738,200,876</u>
43a Profit Paid on Deposits of the Bank			
Profit Paid on Deposits	(Note-23a)	6,986,501,525	6,942,572,993
Add: Opening profit payable on deposit	(Note-14a)	703,408,900	1,064,318,107
Less: Closing profit payable on deposit	(Note-14a)	604,650,477	703,408,900
Less: Adjustment for transfer		-	(21,200,000)
		<u>7,085,259,948</u>	<u>7,324,682,200</u>
44 Consolidated Cash Receipt from other Operating activities (Note-26)			
Shahjalal Islami Bank Ltd	(Note-44a)	451,673,505	410,137,095
Shahjalal Islami Bank Securities Ltd		7,771,307	10,144,913
		<u>459,444,812</u>	<u>420,282,008</u>
44a Cash Receipt from other Operating activities of the Bank(Note-26a)			
Postage & Telex Charge Recovery		80,712,392	82,594,730
Incidental Charge		-	449,920
Supervision & Monitoring Charge		1,919,510	1,076,189
Other charges (except income from sale of fixed assets)		369,041,602	326,016,256
		<u>451,673,505</u>	<u>410,137,095</u>
45 Consolidated Cash Payment for other Operating activities			
Shahjalal Islami Bank Ltd	(Note-45a)	906,401,371	831,202,188
Shahjalal Islami Bank Securities Ltd		103,868,802	37,584,534
		<u>1,010,270,173</u>	<u>868,786,722</u>
45a Cash Payment for other Operating activities of the Bank			
Rent, Taxes, Insurance, Lighting etc.	(Note-28a)	423,595,761	373,598,915
Legal Expenses	(Note-29a)	728,459	1,555,477
Postage, Stamp, Telegram & Telephone	(Note-30a)	34,794,548	35,411,933
Directors' Fee & Expenses	(Note-33)	6,259,712	5,997,441
Shariah Supervisory Committee's Fees & Expenses	(Note-34)	559,816	462,957
Auditors' Fee	(Note-35a)	600,000	400,000
Repair, Maintenance of Bank's Assets	(Note-36a.c)	16,581,704	16,828,638
Zakat Expenses	(Note-37)	101,969,969	93,316,700
Other Expenses	(Note-38a)	321,311,401	303,630,126
		<u>906,401,371</u>	<u>831,202,188</u>

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		2016 Taka	2015 Taka
46 Cash Increase/ Decrease in Consolidated Other Assets (Note-10)			
Shahjalal Islami Bank Ltd	(Note-46a)	4,334,745,762	3,663,422,516
Shahjalal Islami Bank Securities Ltd		2,387,257,126	2,445,756,788
Less: Cash Increase/ (Decrease) through Inter Company transaction		6,722,002,888	6,109,179,304
		3,400,437,451	2,798,352,629
Cash (Increase)/ Decrease in Other Assets		3,321,565,437	3,310,826,675
		(10,738,761)	(21,819,434)
46a Cash Increase/ Decrease in Other Assets of the Bank (Note-10a)			
Stock of Stationery and Stamps		17,164,051	18,109,120
Advance deposits and rent		122,989,589	114,034,066
Suspense Account		55,747,673	79,909,284
Other Prepayments		218,968,790	55,942,471
Receivable from Shahjalal Islami Bank Securities Limited		1,362,959,318	1,471,284,618
Shahjalal Islami Bank Securities Ltd	(Note 10a.3)	2,515,000,000	1,915,000,000
Advance for new Branches		16,087,656	-
Advance Insurance premium		35,880	78,431
Other Receivables		3,889,647	9,064,526
SJIBL General Account-Net		21,903,158	-
Cash (Increase)/ Decrease in Other Assets		4,334,745,762	3,663,422,516
		(671,323,245)	217,209,198
47 Cash Increase/ Decrease in Consolidated Other Liabilities (Note-14)			
Shahjalal Islami Bank Ltd	(Note- 47a)	299,844,331	349,967,133
Shahjalal Islami Bank Securities Ltd		2,845,654,021	2,543,214,872
Less: Cash Increase/ (Decrease) through Inter Company transaction		3,145,498,352	2,893,182,005
		892,475,368	926,598,815
Cash Increase/ (Decrease) in Other Liabilities		2,253,022,984	1,966,583,190
		286,439,794	416,685,273
47a Cash Increase/ Decrease in Other Liabilities of the Bank (Note-14a)			
Other Payable		51,652,328	90,205,318
Taxation on other income & prior years		198,403,428	198,403,428
Outstanding Expenses		47,645,633	42,438,498
Unearned Income on Quard		2,142,943	447,023
SJIBL General Account		-	18,472,867
Cash Increase/ (Decrease) in Other Liabilities		299,844,331	349,967,133
		(50,122,802)	127,643,956
48 Consolidated Cash and Cash Equivalent			
Shahjalal Islami Bank Ltd	(Note-48a)	11,993,903,158	10,739,727,356
Shahjalal Islami Bank Securities Ltd		381,221,166	168,963,211
Less: Cash Increase/ (Decrease) through Inter Company transaction		12,375,124,324	10,908,690,567
		376,062,425	151,925,980
		11,999,061,899	10,756,764,587
48a Cash and Cash Equivalent of the Bank			
Cash in Hand		1,179,754,405	1,106,558,612
Balance with Bangladesh Bank & Sonali Bank Ltd (as agent of Bangladesh Bank)		8,398,144,743	8,177,172,061
Balance with Other Banks & Financial Institutions		2,416,004,010	1,455,996,683
		11,993,903,158	10,739,727,356
49 Number of Employees of the Bank			

The number of employees engaged for the whole period or part thereof who received a total remuneration of Tk.36,000 or above were 2,191.

50 Audit Committee of the Bank

a) Particulars of Audit Committee

Pursuant to the BRPD Circular no. 11 dated 27 October, 2013 the Board of Director's of the Bank formed a five members [including 2 (two) independent Director] Audit Committee called "Board Audit Committee". The Board of Directors in its Meeting No. 240 held on 30-10-2016 reconstituted the Committee by the following members:-

Name	Status with the Bank	Status with the Committee	Educational Qualification
Mr. Mosharraf Hossain	Independent Director	Chairman	Masters
Mr. Md. Harun Miah	Director	Member	BA
Mr. Md. Abdul Halim	Director	Member	BA
Mr. Mohammed Golam Quddus (rep. of Anwer Khan Modern Hospital Ltd.)	Director	Member	Masters
Farida Parvin Nuru	Independent Director	Member	Masters

The members of the Board Audit Committee are all having good exposure in the banking business. They are all playing active role in the Board Meeting.

b) Meeting of Audit Committee

During 1 January to 31 December 2016, the Audit Committee of the Board conducted 11 (Eleven) meetings in which among others, the following issues were discussed:-

- The duties and responsibilities of the Committee as stated in BRPD Circular no. 11 dated 27 October 2013.
- Regular review of the Internal and External (including Bangladesh Bank) Inspection & Audit Report with a view to implementing the suggestion of Internal and External Auditors in respect of Internal Control structure and techniques.
- Minimization of expenditure in all operational activities where possible.
- Reviewing the Accounting procedure with a view to ascertain that the International Financial Reporting Standard (IFRS) has been applied in maintaining books and records of the Bank.

51 Related Party Disclosures of the Bank

51.1 Name of the Directors and their interest in different entities:

Name of Director	Status with The Bank	Name of the firms/companies in which they have
Engr. Md. Towhidur Rahman	Chairman	i) Fresh Foods Ltd. ii) Sea Fresh Ltd. iii) Libas Textiles Ltd iv) Fresh Knitwear Ltd. v) Fresh Export Import Ltd. vi) Fresh Properties Ltd. vii) Hettich (Joint Venture Co. with Germany) viii) Shahjalal Islami Bank Securities Ltd. ix) Prime University
Mohiuddin Ahmed	Vice Chairman	i) Mohiuddin Auto House ii) M/s. Rupsha Trading Corporation iii) Pacific Automobile iv) Shahjalal Islami Bank Securities Ltd.
Md. Harun Miah (Rep. of Shamsuddin Khan & Harun Miah Ltd.)	Vice Chairman	i) Kushiara Travels Ltd. (UK) ii) Shamsuddin Khan & Harun Miah Ltd (UK) iii) Shahjalal Islami Bank Securities Ltd.
Anwer Hossain Khan	Director	i) Anwer Khan Modern Medical College & Hospital ii) Modern Diagnostic Center Ltd. iii) Anwer Khan Modern Nursing College iv) Hazi Sakawat Anwara Modern Eye Hospital Ltd. v) Modern Diabetic Centre Ltd. vi) Fareast Stocks & Bonds Ltd. vii) Shahjalal Islami Bank Securities Ltd. viii) Anwer Khan Modern University
Md. Sanaulah Shahid (Rep. of Electra International Ltd.)	Director	i) Electra International Ltd. ii) Electra Consumer Electronics & Investment Ltd. iii) Federal Securities & Invst. Ltd. iv) Electra International v) Kashmir Chemical Co. vi) Sazawa Brothers vii) Electra Furniture viii) Shahjalal Islami Bank Securities Ltd.

Md. Abdul Barek	Director	i) Arju Electronics ii) Jony Electronics iii) Rony Electronics iv) Shahjalal Islami Bank Securities Ltd.
Abdul Halim	Director	i) Abdul Halim & Brothers ii) Excellent Ceramic Industries Ltd. iii) Excellent Motors Ltd. iv) Islamic Insurance Bangladesh Ltd. v) Shahjalal Islami Bank Securities Ltd.
Akkas Uddin Mollah	Director	i) Russel Spinning Mills Ltd. ii) PNR Industries Ltd. iii) Russel Garments Ltd. iv) Russel Apperals Ltd. v) Ekram Sweaters Ltd. vi) Tania Cotton Mills Ltd. vii) Russel Washing Plant viii) Shahjalal Islami Bank Securities Ltd.
Khandaker Sakib Ahmed	Director	i) Zuiria Trade International ii) Z. Agrovet Enterprise iii) Five Star Cargo Corporation iv) Shahjalal Islami Bank Securities Ltd.
A. K. Azad	Director	i) Ha-Meem Denim Ltd. ii) Ha-Meem Apparels Ltd. iii) Ha-Meem Spinning Mills Ltd. iv) Ha-Meem Design Ltd. v) That's It Sweater Ltd. vi) That's It Sportswear Ltd. vii) That's It Garments Ltd. viii) That's It Knit Ltd. ix) Sajid Washing & Dyeing Ltd. x) Nishat Jute Mills Ltd. xi) Refat Garments ltd. xii) Refat Packaging & Printing Industries Ltd. xiii) Sakib Poly Industries Ltd. xiv) Apparel Galary Ltd. xv) Artistic Design Ltd. xvi) Creative Collections Ltd. xvii) Express Washing & Dyeing Ltd. xviii) Times Media Ltd. [Channel 24 & The Daily Samakal] xix) Shahjalal Islami Bank Securities Ltd.
Mohammed Younus	Director	i) Sonali Papers and Board Mills Ltd. ii) Galaxy Flying Academy Ltd. iii) Younus Newsprint Mills Ltd. iv) Younus Offset Paper Mills Ltd. v) Younus Fine Paper Mills Ltd. vi) Younus Paper Mills Ltd. vii) Ananta Paper Mills Ltd. viii) Universal Paper & Board Mills Ltd. ix) Younus Spinning Mills Ltd. x) Sobhan Ice & Cold Storage Ltd. xi) Younus Specialized Cold Storage Ltd. xii) Younus Cold Storage Ltd. xiii) Sharif Cold Storage Ltd. xiv) Nowpara Cold Storage (Pvt.) Ltd. xv) Garib-E-Newaj Cold Storage Ltd. xvi) Siddheswari Cold Storage Ltd. xvii) Europa Cold Storage Ltd. xviii) Akco Industries & Cold Storage Ltd. xvix) Combined Food & Cold Storage Ltd. xx) A. Kader & Sons Himagar Ltd. xxi) Wadud & Aysha Cold Store Ltd. xxii) Bikrampur Potato Flakes Inds. Ltd. xxiii) United Traders xxiv) Sonali Dredger Ltd. xxv) Sonali Rubber Garden xxvi) Sonali Agro xxvii) Sonali Abason Ltd. xxviii) Sonali News.Com xxix) Sonali IT xxx) Wordbridge School

Mohammed Younus	Director	xxxvi) International Television Channel Ltd. (NTV) xxxvii) Express Insurance Ltd. xxxviii) Athena Venture & Equities Ltd. xxxix) Shahjalal Islami Bank Securities Ltd. xxxv) Fareast International University
Fakir Akhtaruzzaman	Director	Fakir Knitwears Ltd.
Mohammed Golam Quddus (Rep. of Anwer Khan Modern Hospital Ltd.	Director	N/A
Mosharraf Hossain Chowdhury	Independent Director	N/A
Farida Parvin Nuru	Independent Director	i) Viceroy Group of Restaurant ii) Property Management Ltd. (UK)

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

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

51.4 Lending Policies to related parties:
Lending to related parties are effected as per requirements of Section 27(1) of the Bank Companies (Amendment) Act, 2013

51.5 Investment (Loan and Advances) to Directors and their related Concern (Note # 8(a).4):

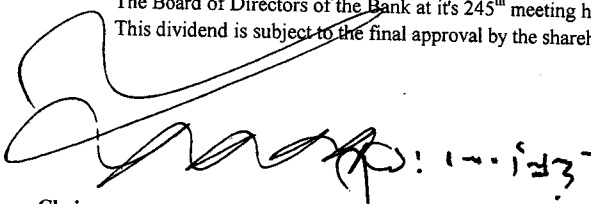
Name of the Party	Related By	Nature of Investment	Amount in Tk.	Status
i) M/s. Rony Electronics	Md. Abdul Barek	Bai-Muajjal/Murabaha LC/MPI-TR	15,704,000	Regular
ii) M/s. Rupsha Trading Corporation	Alhaj Md. Mohiuddin Ahmed	L/C /MPI-TR/Bai-Muajjal	29,950,000	Regular
iii) Excellent Ceramic Ind. Ltd.	Alhaj Abdul Halim	Murabaha local/LC /MPI-TR/Bai-Muajjal	4,356,429	Regular
iv) M/s. Exclusive Motors	Alhaj Abdul Halim	Murabaha local/LC /MPI-TR/Bai-Muajjal	50,427,625	Regular
v) Shahjalal Islami Bank Securities Ltd.	Subsidiary	Bai-Muajjal	657,037,916	Regular
			<u>757,475,970</u>	

51.6 Business other than Banking business with any related concern of the Directors as per Section 18 (2) of the Bank Companies Act 1991 NIL

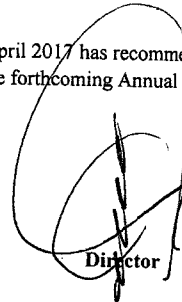
51.7 Investments in Securities of Directors and their related concern: NIL

52 Events After Reporting Period

The Board of Directors of the Bank at its 245th meeting held on 05 April 2017 has recommended 10% Cash and 5% Stock dividend for the year 2016. This dividend is subject to the final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the Bank.


Chairman


Director


Director


Managing Director

Dhaka, 05 April 2017

Shahjalal Islami Bank Limited
Investment in Shares & Securities (listed with Stock Exchanges)
As at December 31, 2016

Annexure-A

SI No	Name of Company	No. of Shares/ Securities	Market price per share	Market value 31 December, 2016	Cost price 31 December, 2016	Unrealised Gain/(loss)
	Quoted					
1	Active Fine Chemicals Ltd.	819,000	43.30	35,462,700	40,367,121	(4,904,421)
2	ARab Automobiles Limited	400,000	56.70	22,680,000	35,738,559	(13,058,559)
3	AIBL 1st Islamic Mutual Fund	8,156,000	8.30	67,694,800	73,298,207	(5,603,407)
4	Al-Arafah Islami Bank Limited	4,112,062	15.90	65,381,786	80,277,378	(14,895,592)
5	Appollo Ispat Complex Limited	100,000	20.50	2,050,000	1,900,315	149,685
6	Beacon Pharmaceuticles Limited	901,950	22.00	19,842,900	39,266,541	(19,423,641)
7	Beximco Limited	1,672,962	26.00	43,497,012	53,917,267	(10,420,255)
8	Central Pharmaceuticals Ltd.	300,000	22.30	6,690,000	6,731,215	(41,215)
9	Dhaka Electric Supply Company Ltd.	637,273	46.30	29,505,740	40,103,115	(10,597,375)
10	Eastern Housing Limited	2,145,258	42.90	92,031,568	166,063,283	(74,031,714)
11	Envoy Textiles Ltd.	1,030,000	38.80	39,964,000	42,402,697	(2,438,697)
12	Export Import Bank of Bangladesh Limited	7,251,749	11.70	84,845,463	128,470,525	(43,625,062)
13	Fareast Islami Life Insurance Co. Ltd.	1,963,500	9.80	19,242,300	47,453,468	(28,211,168)
14	Fine Foods Limited	412,500	67.70	27,926,250	35,899,637	(7,973,387)
15	First Security Islami Bank Ltd.	1,218,038	23.90	29,111,108	85,826,584	(56,715,476)
16	Generation Next Fashions Limited	2,805,000	13.90	38,989,500	39,956,268	(966,768)
17	Islami Bank Bangladesh Limited	1,644,500	9.90	16,280,550	25,741,813	(9,461,263)
18	Islami Insurance Bangladesh Limited	1,000,000	29.70	29,700,000	32,559,062	(2,859,062)
19	Jamuna Oil Company Limited	200,000	19.70	3,940,000	3,527,898	412,102
20	M.I. Cement Factory Ltd	341,434	181.60	62,004,414	67,733,293	(5,728,878)
21	Makson Spinning Mills Limited	700,000	82.50	57,750,000	58,102,477	(352,477)
22	Meghna Petroleum Limited	1,321,946	8.50	11,236,541	63,955,630	(52,719,089)
23	Metro Spinning Mills Limited	350,000	170.40	59,640,000	75,607,343	(15,967,343)
24	Orion Pharma Ltd.	1,188,697	8.20	9,747,315	65,855,505	(56,108,189)
25	Padma Islami Life Insurance Limited	715,000	42.10	30,101,500	44,129,226	(14,027,726)
26	Salvo Chemical Industry Ltd.	99,480	28.20	2,805,336	5,702,545	(2,897,209)
27	Shinepukur Ceramics Limited	176,137	16.90	2,976,715	3,201,604	(224,888)
28	Social Islami Bank Ltd.	300,000	10.40	3,120,000	6,006,606	(2,886,606)
29	Square Textile Ltd	4,462,500	18.40	82,110,000	80,932,934	1,177,066
30	The Dacca Dyeing & Mfg. Co. Limited	880,000	69.20	60,896,000	61,222,988	(326,988)
31	Titans Gas Transmission And Distribution Co. Ltd	5,106,079	9.00	45,954,711	160,115,520	(114,160,809)
32	Unique Hotel and Resorts Ltd	1,000,000	49.40	49,400,000	78,349,510	(28,949,510)
33	Square Pharmaceuticles Limited	350,000	53.90	18,865,000	22,403,867	(3,538,867)
34	Agricultural Marketing Company Ltd	143,000	249.10	35,621,300	33,600,877	2,020,423
35	The ACME Laboratories Limited	50,000	207.60	10,380,000	9,958,704	421,296
36	RAK Ceramics (Bangladesh) Limited	500,000	99.00	49,500,000	56,206,552	(6,706,552)
37	MJL Bangladesh Limited	100,000	61.90	6,190,000	6,778,747	(588,747)
38	Apex Footwear Limited	193,438	119.60	23,135,185	21,706,557	1,428,628
39	Un-Quoted	20000	330.3	6,606,000	7510020	(904,020)
1	Lanka Bangla Securiries Ltd	-	-	-	-	-
2	Market Stabilization Fund, Asset Management Co. Ltd	-	-	5,000,000	5,000,000	-
3	Pacific Denirms Limited	-	-	2,000,000	2,000,000	-
	Total			1,339,875,695	1,945,581,457	(605,705,761)

As per DOS Circular Letter no. 3, dated 12 March 2015, no provision is required for investment in AIBL 1st Mutual Fund. As a result required provision for investment in shares stood at Taka 6,007.90 Lac instead of 6,057.06 Lac.

Shahjalal Islami Bank Limited
Schedule of Fixed Assets
As on 31 December 2016

Particulars	Cost			Depreciation			Written Down Value	
	Balance as on 01.01.2016	Additions during the period	Adjustment during the period	Balance as on 01.01.2016	Adjustment during the period	Charged during the period	Balance as on 31.12.2016	As on 31.12.2015
				Rate				
Land	1,876,724,350	-	-	-	-	-	1,876,724,350	1,876,724,350
Building	462,275,894	-	-	2.25%	58,145,222	9,111,941	395,018,731	404,130,672
Head Office Building under construction	330,278,245	189,992,034	-	-	-	-	520,270,279	330,278,245
Furniture & Fixtures	614,909,614	17,410,077	3,811,634	10%-20%	247,116,872	40,399,545	343,541,614	367,792,742
Office Equipment	651,863,945	36,712,461	7,990,687	20%	383,553,121	56,907,171	247,056,609	268,310,824
Vehicles	55,089,948	12,789,000	-	20%	34,001,520	9,604,598	24,272,829	21,088,427
Books	827,103	96,886	-	20%	469,477	82,195	372,317	357,626
Sub-total	3,991,969,098	257,000,459	11,802,321		723,286,212	116,105,451	3,407,256,729	3,268,682,886
Software-Amortization								
Software-Core Banking	61,548,992	1,066,438	-	20%	30,839,845	5,993,271	25,782,314	30,709,147
Sub-total	61,548,992	1,066,438	-		30,839,845	5,993,271	25,782,314	30,709,147
Total	4,053,518,090	258,066,897	11,802,321		754,126,057	122,098,721	3,433,039,043	3,299,392,033

Shahjalal Islami Bank Limited
As at December 31, 2016

Annexure-C

[Referred to Note 5a.2 of these financial statements]

Sl. No.	Name of the Banks	Currency Name	2016			2015		
			Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT.	Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT.
1	Standard Chartered Bank NY	USD	2,023,450.21	78.7000	159,245,531.53	3,265,488.32	78.5000	256,340,833.12
2	Mashreq Bank psc, NY	USD	1,908,781.88	78.7000	150,221,133.96	361,978.24	78.5000	28,415,291.84
3	Standard Chartered Bank, Mumbai	USD	222,198.53	78.7000	17,487,024.31	222,198.53	78.5000	17,442,584.61
4	Habib American Bank, USA	USD	55,051.56	78.7000	4,332,557.77	395,856.45	78.5000	31,074,731.33
5	ICICI Bank, Hong Kong	USD	49,864.86	78.7000	3,924,364.48	200,542.64	78.5000	15,742,597.24
6	WACHOVIA BANK, NY, USA	USD	65,819.88	78.7000	5,180,024.56	694,357.69	78.5000	54,507,078.67
7	Sonali Bank (UK) Ltd (USD)	USD	18,379.78	78.7000	1,446,488.69	26,457.30	78.5000	2,076,898.05
8	Commerzbank AG Frankfurt	USD	9,692.08	78.7000	762,766.70	161,476.56	78.5000	12,675,909.96
9	Bank Aljazira	USD	157,746.72	78.7000	12,414,666.86	548,692.33	78.5000	43,072,348.07
10	AB Bank Ltd, Mumbai	ACUD	125,490.48	78.7000	9,876,100.78	446,181.42	78.5000	35,025,241.47
11	IFIC Bank Ltd., Karachi	ACUD	1,648.99	78.7000	129,775.51	118,172.27	78.5000	9,276,523.20
12	SCB, Mumbai	ACUD	523,273.57	78.7000	41,181,629.96	475,630.25	78.5000	37,336,974.63
13	Nepal Bangladesh Bank, Nepal	ACUD	20,986.62	78.7000	1,651,646.99	8,436.75	78.5000	662,284.88
14	Standard Chart. Bank, Colombo	ACUD	12,573.89	78.7000	989,565.14	9,916.60	78.5000	778,453.10
15	ICICI Bank, Mumbai	ACUD	96,695.42	78.7000	7,609,929.55	595,191.32	78.5000	46,722,518.62
16	Habib Metropolitan Bank Ltd.	ACUD	17,847.78	78.7000	1,404,620.29	160,949.85	78.5000	12,634,563.23
17	United Bank of India, Kolkata	ACUD	75,438.71	78.7000	5,957,026.48	154,810.85	78.5000	12,152,651.73
18	Sonali Bank Ltd ACU, Kolkata	ACUD	43,504.90	78.7000	3,423,835.63	-	-	-
19	Bank of Bhutan Ltd, Main Branch	ACUD	55,911.38	78.7000	4,400,225.61	-	-	-
20	AXIS Bank Ltd, India	ACUD	71,052.80	78.7000	5,591,855.36	-	-	-
21	Standard Chartered Bank, Frankfurt	EURO	2,785.28	82.2887	229,197.07	18,712.91	85.8319	1,606,164.62
22	Mashreq Bank, London	EURO	1,794.55	82.2887	147,671.19	3,522.86	85.8319	302,373.77
23	COMMERZBANK AG	EURO	4,370.27	82.2887	359,623.84	79,060.81	85.8319	6,785,939.54
24	Wells Fargo Bank, N. A. London, UK	EURO	70,723.91	82.2887	5,819,778.61	305,674.48	85.8319	26,236,621.40
25	Sonali Bank (UK) Ltd	EURO	580.00	82.2887	47,727.45	580.00	85.8319	49,782.50
26	Standard Chartered Bank, Tokyo	YEN	564,688.00	0.6701	378,397.43	104,939.99	0.6516	68,378.90
27	BCP - Geneva, Switzerland	CHF	1,650.43	76.5564	126,350.98	1,200.43	79.5581	95,503.93
28	Habib Bank AG Zurich	CHF	515.10	76.5564	39,434.20	903.71	79.5581	71,897.45
29	Bank Aljazira, KSA	SAR	1,211,174.25	20.9827	25,413,705.94	389,985.00	20.9400	8,166,285.90
30	Standard Chartered Bank London	GBP	31,015.69	96.6043	2,996,249.02	65,521.21	116.3056	7,620,483.64
31	Sonali Bank (UK) Ltd	GBP	1,910.02	105.3774	201,273.13	2,083.48	116.3056	242,320.39
	Total				472,970,179.02			667,183,235.79

DETAILS OF INFORMATION ON INVESTMENTS EXCEEDING 10% OF BANKS TOTAL CAPITAL (FUNDED & NON-FUNDED) Annexure-D

SL. No.	Name of client	Outstanding			% of Investments to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
1	M.I. Cement Factory Ltd.	674	900	1,575			
	Crown Transportation & Logistics Ltd.	122	-	122			
	Crown Cement Trading Co.	6,761	-	6,761			
	Crown Cement Concrete & Building Products Ltd	5,775	3,536	9,311			
	Molla Salt Industries	-	-	-			
	Jahangir & Others and its allied concern	988	-	988			
	Group-total	14,320	4,436	18,756	9.95%	3.08%	13.04%
2	Logos Apparels Ltd.	435	5,069	5,505			
	Rahmat Sweater (BD) Ltd.	-	227	227			
	Beikuchi Spinning Mills Ltd.	8,427	730	9,157			
	M/S SHAHI PRODUCTS	1,953	-	1,953			
	Group-total	10,816	6,026	16,841	7.52%	4.19%	11.71%
3	Moonlight Garments Ltd.	109	19	127			
	Ehsan Garments Ltd.	224	27	251			
	Nourish Poultry & Hatchery Ltd.	8,318	5,568	13,886			
	Nourish Agro Ltd.	4,201	6,447	10,648			
	Telnet Communication Ltd.	-	13	13			
	Ehsan Packaging & Printing Ltd.	23	-	23			
	Group-total	12,875	12,074	24,949	8.95%	8.39%	17.34%
4	Talha Texpro Ltd	2,001	1,239	3,240			
	Sufia Cotton Mills Ltd.	3,963	1,057	5,021			
	Ismail Anjuman Ara Fabrics Ltd	2,460	419	2,879			
	TALHA SPINNING MILLS LTD.	2,093	712	2,805			
	Yasmin Spinning Mills Ltd	2,492	-	2,492			
	Group-total	13,009	3,427	16,436	9.04%	2.38%	11.43%
5	Nassa Basics Ltd.	6,520	8,753	15,273			
	Nassa Spinning Ltd.	7,674	-	7,674			
	Nassa Basic Wash Ltd.	565	-	565			
	NASSA HI TECH WASH LTD	-	126	126			
	Group-total	14,760	8,878	23,638	10.26%	6.17%	16.43%
6	Tanveer Oil Ltd.	-	14,468	14,468			
	Janata Flour & Dal Mills Ltd.	-	-	-			
	United Sugar Mills Ltd.	-	-	-			
	Meghna Seed Crushing Mills Ltd.	-	2,804	2,804			
	Group-total	-	17,272	17,272	0.00%	12.01%	12.01%
7	Sinha Dyeing & Finishing Ltd.	3,288	788	4,076			
	Sinha Yarn Dyeing & Fabrics Ltd.	4,233	2,988	7,222			
	Pritha Fashions Ltd.	22	136	158			
	Sinha Washing Plant Ltd.	-	-	-			
	Opex Industries Ltd.	5,064	4,724	9,788			
	Sinha Apparels Accessories Ltd.	79	-	79			
	Shikharraa Developments Ltd.	3,165	-	3,165			
	Best Fried Chicken	-	-	-			
	Sinha Peoples Energy Ltd.	4,080	2,117	6,197			
	Group-total	19,931	10,754	30,685	13.85%	7.47%	21.33%
8	Gazi Tank & Allied Concern	14,798	17,158	31,956			
	Group-total	14,798	17,158	31,956	10.29%	11.93%	22.21%
9	Chittagong Denim Mills Ltd	635	735	1,370			
	Smart Jeans Ltd	385	1,418	1,803			
	Smart Jacket Ltd.	-	964	964			
	Shehan Textile Ltd.	-	18	18			
	Apparel Promoters Limited	-	738	738			
	BM Cotainer (BD)Ltd.	199	-	199			
	BM Energy (BD) Ltd.	773	16,758	17,531			
	Group-total	1,992	20,631	22,623	1.38%	14.34%	15.73%
	10	Shah Cement Ind. Ltd.	17,857	868	18,725		
Abul Khair Melting Ind Ltd		-	6,199	6,199			
Abul Khair Strip Processing		-	-	-			
Abul Khair Steel Product Ltd		-	-	-			
Group-total		17,857	7,067	24,924	12.41%	4.91%	17.32%
11	Sena Kallayan Sangstha	17,200	8,067	25,267			
	Group-total	17,200	8,067	25,267	11.96%	5.61%	17.56%
12	Super Oil Refinery Ltd.	-	11,447	11,447			
	Multi Oil Refinery Ltd	-	11	11			
	Super Board Mills Limited	-	199	199			
	T.K. Chemical Complex Ltd.	3,732	-	3,732			
	Group-total	3,732	11,657	15,389	2.59%	8.10%	10.70%
13	Amber Denim Ltd.	3,707	4,608	8,315			
	Partex Rotor Spinning Mills Ltd.	1,247	136	1,382			
	Partex Rotor Mills Ltd.	3,484	439	3,923			
	Amber Cotton Mills Ltd.	7,190	3,553	10,743			
	Amber Super Yarn Ltd.	1,435	6,861	8,296			
	Group-total	17,063	15,597	32,660	11.86%	10.84%	22.70%

SL. No.	Name of client	Outstanding			% of Investments to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
14	Aswad Composite Mills Ltd.	-	17,788	17,788			
	Group-total	-	17,788	17,788	0.00%	12.36%	12.36%
15	Mymensingh Agro Ltd	16,729	13,283	30,012			
	Banga Building Materials Ltd.	-	2,286	2,286			
	Banga Bakers Ltd.	-	-	-			
	RFL Plastic Ltd.	-	-	-			
	Group-total	16,729	15,569	32,298	11.63%	10.82%	22.45%
16	Alim Knit (BD) Ltd.	1,069	5,645	6,713			
	Mondol Intimates Ltd	1,568	2,745	4,313			
	Mondol Knit Tex Ltd.	861	6,627	7,488			
	Group-total	3,498	15,017	18,514	2.43%	10.44%	12.87%
17	Incepta Pharmaceuticals Ltd.	8,272	8,545	16,817			
	Impress Aviation Limited	-	48	48			
	Next Spaces Ltd	615	1,050	1,665			
	Infratrade Limited	434	31	465			
	Group-total	9,321	9,674	18,996	6.48%	6.72%	13.20%
18	BRAC	20,037	-	20,037			
	Group-total	20,037	-	20,037	13.93%	0.00%	13.93%
19	Abdul Monem Ltd.	15,501	600	16,101			
	Group-total	15,501	600	16,101	10.78%	0.42%	11.19%
20	Mir Akter Hossain Ltd.	291	1,891	2,182			
	Mir Cement Ltd	300	183	483			
	Mir Akhter Hossain Ltd	6,165	13,367	19,533			
	Group-total	6,756	15,441	22,198	4.70%	10.73%	15.43%
21	Dhaly Construction Ltd.	19,015	9,750	28,765			
	Group-total	19,015	9,750	28,765	13.22%	6.78%	20.00%
22	KSRM	16,896	5,737	22,632			
	Group-total	16,896	5,737	22,632	11.74%	3.99%	15.73%
23	Max Infrastructure Ltd	6,884	6,082	12,966			
	Kushiara Power company ltd	2,727	3,215	5,942			
	Group-total	9,611	9,297	18,908	6.68%	6.46%	13.14%
24	Shahjalal Islami Bank Securities Ltd.	6,570	8,000	14,570			
	Group-total	6,570	8,000	14,570	4.57%	5.56%	10.13%
Total		282,286	249,918	532,204			

Bank's total Capital as on 31 December 2016 is Tk. 143,860.76 lac

HIGHLIGHTS OF PERFORMANCE OF BANK

As at December 31, 2016

(Amount in Taka)

SL	PARTICULARS	2016	2015
1	Paid up Capital	7,346,881,330	7,346,881,330
2	Total Capital (Core + Supplementary)	14,386,075,911	13,355,227,642
3	Capital Surplus	1,915,696,277	3,476,270,332
4	Total Assets	167,244,763,598	137,869,847,033
5	Total Deposit	124,409,830,702	109,258,720,367
6	Total Investment (Loans & Advance)	122,998,380,344	96,834,650,269
7	Total Contingent Liabilities and Commitment	63,325,730,301	43,525,811,390
8	Investment Deposit Ratio (%)	85.98%	82.77%
9	Percentage of Classified Investment against total Investments	4.70%	6.47%
10	Profit after Tax and Provision	1,557,370,215	1,290,492,552
11	Amount of Classified Investment	5,781,699,039	6,261,012,660
12	Provisions kept against classified Investment	1,431,467,602	1,850,061,000
13	Provisions surplus	1,025,699	109,414,319
14	Cost of Fund	8.24%	9.53%
15	Profit Earning Assets	138,948,604,650	108,011,846,518
16	Non-Profit Earning Assets	28,296,158,948	29,858,000,515
17	Return on Investment in Securities (ROI)	1.49%	1.64%
18	Return on Assets (ROA)	1.02%	0.98%
19	Income from Investment in Securities	136,077,151	141,927,979
20	Earnings Per Share	2.12	1.76
21	Net Income Per Share	2.12	1.76
22	Price Earning Ratio (Times)	7.08	7.69

Shahjalal Islami Bank Limited (Off-Shore Banking Unit)
Balance Sheet
As at 31 December 2016

	Note	31.12.2016		31.12.2015	
		USD	Taka	USD	Taka
Property and Assets					
Cash					
Cash in hand (Including Foreign Currencies)		-	-	-	-
Balance with Bangladesh Bank & Sonali Bank Ltd. (Including Foreign Currencies)		-	-	-	-
Placement with other Banks & Financial Institutions		-	-	-	-
Balance with other Banks and Financial Institutions					
Inside Bangladesh		4,819,271.44	379,276,662	2,491,842.66	195,609,649
Outside Bangladesh		-	-	-	-
	3	4,819,271.44	379,276,662	2,491,842.66	195,609,649
Investments					
General Investment etc.		6,348,645.47	499,638,398	1,003,413.25	78,767,940
Bills Purchased and Discounted		80,210,952.90	6,312,601,994	42,868,754.22	3,365,197,206
	4	86,559,598.37	6,812,240,392	43,872,167.47	3,443,965,146
Fixed Assets Including Premises	5	1,899.53	149,493	2,202.92	172,929
Other Assets		-	-	-	-
Non Banking Assets		-	-	-	-
Total Assets		91,380,769.34	7,191,666,547	46,366,213.05	3,639,747,724
Liabilities and Capital					
Liabilities					
Placement from other Banks & Financial Institutions	6	74,034,800.00	5,826,538,760	46,126,620.00	3,620,939,670
Deposits and Other Accounts					
Mudaraba Savings Deposits		16,127.68	1,269,248	39,897.40	3,131,946
Mudaraba Term Deposits		16,742,000.00	1,317,595,400	-	-
Other Mudaraba Deposits		-	-	-	-
Al-Wadeeah Current & Other Deposit Accounts		-	-	-	-
Bills Payable		-	-	-	-
	7	16,758,127.68	1,318,864,648	39,897.40	3,131,946
Other Liabilities	8	587,841.66	46,263,139	199,695.65	15,676,109
Total Liabilities		91,380,769.34	7,191,666,547	46,366,213.05	3,639,747,724
Capital/Shareholders' Equity					
Paid-up Capital		-	-	-	-
Statutory Reserve		-	-	-	-
Retained Earnings		-	-	-	-
Total Shareholders' Equity		-	-	-	-
Total Liabilities & Shareholders' Equity		91,380,769.34	7,191,666,547	46,366,213.05	3,639,747,724

Shahjalal Islami Bank Limited (Off-Shore Banking Unit)
Off-balance Sheet Items
As at 31 December 2016

	Note	31.12.2016		31.12.2015	
		USD	Taka	USD	Taka
Contingent liabilities					
Acceptances & endorsements		-	-	-	-
Letters of guarantee		-	-	-	-
Irrevocable letters of credit (including back to back bills)		-	-	-	-
Bills for collection		-	-	-	-
Other contingent liabilities		-	-	-	-
Total		-	-	-	-
Other commitments					
Documentary credits, short term and trade related transactions		-	-	-	-
Forward assets purchased and forward deposits placed		-	-	-	-
Undrawn note issuance, revolving and underwriting facilities		-	-	-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-	-	-
Total		-	-	-	-

Shahjalal Islami Bank Limited (Off-Shore Banking Unit)
Profit and Loss Account
For the period ended 31 December 2016

	Note	2016		2015	
		USD	Taka	USD	Taka
Investment Income	9	3,440,515.99	270,768,608	2,246,905.62	176,382,091
Less: Profit paid on Deposits & Borrowing	10	1,291,128.45	101,611,809	663,258.36	52,065,781
Net Investment Income		2,149,387.54	169,156,799	1,583,647.26	124,316,310
Commission, Exchange and Brokerage	11	20.00	1,574	-	-
Other Operating Income	12	97,141.70	7,645,052	79,892.84	6,271,588
Total Operating Income		2,246,549.24	176,803,425	1,663,540.10	130,587,898
Salaries and Allowances	13	52,339.09	4,119,086	45,568.88	3,577,157
Rent, Taxes, Insurances, Electricity etc.	14	2,701.69	212,623	2,725.46	213,949
Legal Expenses		-	-	-	-
Postage, Stamps, Telecommunication etc.	15	6,760.66	532,064	6,070.56	476,539
Stationery, Printings, Advertisements etc.	16	702.09	55,254	486.20	38,167
Auditors' Fees		-	-	-	-
Depreciation & Repairs of Bank's Assets	17	303.39	23,877	348.11	27,327
Other Expenses	18	265.33	20,882	110.42	8,668
Total Operating Expenses		63,072.25	4,963,786	55,309.63	4,341,806
Profit before Provision		2,183,476.99	171,839,639	1,608,230.47	126,246,092
Specific provisions for Classified Investment		-	-	-	-
General Provisions for Unclassified Investment		-	-	-	-
Provisions for Other Assets		-	-	-	-
Total Provision		-	-	-	-
Total Profit before Provisions for Taxation		2,183,476.99	171,839,639	1,608,230.47	126,246,092
Deferred Tax Expenses		-	-	-	-
Current Tax Expenses		-	-	-	-
Net Profit after Taxation		2,183,476.99	171,839,639	1,608,230.47	126,246,092
Retained Earnings from previous year		-	-	-	-
Add: Retained Earnings of Current year		2,183,476.99	171,839,639	1,608,230.47	126,246,092
Retained Earnings carried forward		2,183,476.99	171,839,639	1,608,230.47	126,246,092
Less: Retained earnings transferred to central operation		2,183,476.99	171,839,639	1,608,230.47	126,246,092
		-	-	-	-

Shahjalal Islami Bank Limited (Off-Shore Banking Unit)
Cash Flow Statement
For the year ended 31 December 2016

Annexure-F

	2016		2015	
	USD	Taka	USD	Taka
Cash Flow from Operating Activities				
Investment Income receipt in cash	3,440,515.99	270,768,608	2,246,905.62	176,382,091
Profit Paid on Borrowing	(1,291,128.45)	(101,611,809)	(663,258.36)	(52,065,781)
Fees & Commission receipt in cash	20.00	1,574	-	-
Cash Payments to Employees	(52,339.09)	(4,119,086)	(45,568.88)	(3,577,157)
Cash Payments to Suppliers	(702.09)	(55,254)	(486.20)	(38,167)
Receipts from other Operating activities	97,141.70	7,645,052	79,892.84	6,271,588
Payments for other Operating activities	(9,727.68)	(766,009)	(8,906.44)	(699,156)
(i) Operating Profit before changes in Operating Assets	2,183,780.38	171,863,075	1,608,578.58	126,273,419
Changes in Operating Assets and Liabilities				
Increase/decrease of Investment to Customers	(42,687,430.90)	(3,368,275,246)	(5,986,867.88)	(490,806,043)
Increase/decrease of Deposits received from Customers	16,718,230.28	1,315,732,703	7,498.39	606,443
Increase/decrease of Other Liabilities	388,146.01	30,587,030	131,530.44	10,362,630
(ii) Cash flows from operating assets and liabilities	(25,581,054.61)	(2,021,955,513)	(5,847,839.05)	(479,836,970)
Net cash flows from operating activities (A)=(i+ii)	(23,397,274.23)	(1,850,092,438)	(4,239,260.47)	(353,563,551)
Cash flows from Investing Activities				
Proceeds from Sale of fixed assets	-	-	-	-
Purchases of Property, Plant & Equipments	-	-	(651.03)	(52,151)
Net cash used in investing activities (B)	-	-	(651.03)	(52,151)
Cash flows from Financing Activities				
Borrowing from Shahjalal Islami Bank Ltd	27,908,180.00	2,205,599,090	7,728,142.01	627,778,311
Profit transferred to Shahjalal Islami Bank Ltd	(2,183,476.99)	(171,839,639)	(1,608,230.47)	(126,246,092)
Net cash flows from financing activities (C)	25,724,703.01	2,033,759,451	6,119,911.54	501,532,219
Net Increase/(Decrease) in Cash (A+B+C)	2,327,428.78	183,667,013	1,880,000.04	147,916,517
Add: Cash and cash equivalents at the beginning of the year	2,491,842.66	195,609,649	611,842.62	47,693,132
Cash & cash equivalents at the end of the year	4,819,271.44	379,276,662	2,491,842.66	195,609,649

**Off-shore Banking Unit
Notes to the Financial Statements
For the year ended 31 December 2016**

1. Status of the Unit

Off-shore Banking Unit (OBU) is a separate business unit of Shahjalal Islami Bank Limited, governed under the rules and Guidelines of Bangladesh Bank. The Bank obtained the Off-shore Banking Unit permission from Bangladesh Bank vide letter no. BRPD (P-3)744(99)/2008-2800 dated 24 July 2008. The Bank opened its Off-shore Banking Unit on 21 December 2008. The unit is located at Uday Sanz, Plot No-SE(A) 2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212.

1.1 Nature of Business/Principal Activities

The principal activities of the OBU are to provide all kinds of commercial banking services to its customers through its Unit complying the applicable rules & regulations.

2. Significant Accounting Policies

2.1 Basis of accounting

The accounting records of the unit are maintained in USD forms and the financial statements are prepared on a going concern basis under the historical cost convention and in accordance with first schedule of Bank Companies Act 1991 as amended by Bangladesh Bank BRPD Circular No.14 dated 25 June 2003, other Bangladesh Bank circulars, International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act 1994, the listing Regulations of the Stock Exchanges, the Securities and Exchange Rule 1987 and other laws and rules applicable in Bangladesh.

2.2 Common expense

- a. Expenditure for audit fees has not been separately accounted for in the Financial Statements of OBU.
- b. Provision for taxation, loans & advances and off-Balance Sheet items have not been separately accounted for in these Financial Statements. These are accounted for in the central account of Shahjalal Islami Bank Limited.

2.3 General

- a. These Financial Statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- b. Assets, liabilities, income & expenses have been converted to BDT currency @ US\$1= Taka 78.70 (weighted average rate as at 31st December 2016)

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Annexure-F

	31.12.2016		31.12.2015	
	USD	Taka	USD	Taka
3 Balance with Other Banks and Financial Institutions (Other than Mudaraba Term Fund)				
Inside Bangladesh (Note - 3.1)	4,819,271.44	379,276,662	2,491,842.66	195,609,649
Outside Bangladesh	-	-	-	-
	4,819,271.44	379,276,662	2,491,842.66	195,609,649
3.1 Inside Bangladesh				
Shahjalal Islami Bank Ltd	4,819,271.44	379,276,662	2,491,842.66	195,609,649
	4,819,271.44	379,276,662	2,491,842.66	195,609,649
4 Investments (Loans and Advances)				
Country-wise Classification of Investments:				
Inside Bangladesh				
Gross Murabaha, Bai-Muajjal etc	6,348,645.47	499,638,398	1,003,413.25	78,767,940
Less: Profit receivable on Murabaha, Bai-Muajjal etc	-	-	-	-
Net Murabaha, Bai-Muajjal etc	6,348,645.47	499,638,398	1,003,413.25	78,767,940
Bills purchased and discounted-net (Note- 4.1)	80,210,952.90	6,312,601,993	42,868,754.22	3,365,197,206
Out side Bangladesh	-	-	-	-
	86,559,598.37	6,812,240,392	43,872,167.47	3,443,965,146
4.1 Bills Purchased and Discounted :				
Payable inside Bangladesh	-	-	-	-
Payable outside Bangladesh	80,210,952.90	6,312,601,993	42,868,754.22	3,365,197,206
Gross Bills Purchased and Discounted	80,210,952.90	6,312,601,993	42,868,754.22	3,365,197,206
Less: Profit receivable on Bills Purchased and Discounted	-	-	-	-
Net Bills Purchased and Discounted	80,210,952.90	6,312,601,993	42,868,754.22	3,365,197,206
5 Fixed Assets including Premises, Furniture & Fixtures				
Furniture & Fixture	273.68	21,539	304.11	23,873
Office Equipment	1625.85	127,954	1,898.81	149,057
Carrying value	1,899.53	149,493	2,202.92	172,929
6 Placement from other Banks & Financial Institutions				
Borrowing from Shahjalal Islami Bank Ltd	74,034,800.00	5,826,538,760	46,126,620.00	3,620,939,670
	74,034,800.00	5,826,538,760	46,126,620.00	3,620,939,670
7 Deposits and Other Accounts				
Al-Wadiah Current Deposit	-	-	-	-
Mudaraba Savings Deposit	16,127.68	1,269,248	39,897.40	3,131,946
	16,127.68	1,269,248	39,897.40	3,131,946
Mudaraba Term Deposit	16,742,000.00	1,317,595,400	-	-
	16,742,000.00	1,317,595,400	-	-
	16,758,127.68	1,318,864,648	39,897.40	3,131,946
8 Other Liabilities:				
Profit Payable	587,211.36	46,213,534	199,695.65	15,676,109
Others Payable	630.30	49,605	-	-
	587,841.66	46,263,139	199,695.65	15,676,109
9 Profit on Investment:				
Profit received from Mudaraba Import Bills (UPAS)	3,261,365.77	256,669,486	2,194,487.90	172,267,300
Profit received from Hire Purchase	179,150.22	14,099,122	52,417.72	4,114,791
	3,440,515.99	270,768,608	2,246,905.62	176,382,091
10 Profit paid on Deposits & Borrowing:				
Profit paid on borrowings	1,291,128.45	101,611,809	663,258.36	52,065,781

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	2016		2015	
	USD	Taka	USD	Taka
11 Commission, Exchange & Brokerage:				
Commission from LC	20.00	1,574	-	-
12 Other Operating Income:				
Service & Charges Receipts				
SWIFT & REUTERS	55	4,329	180	14,130
Miscellaneous Earnings	22,626.24	1,780,685	79,712.84	6,257,458
	74,460.46	5,860,038	-	-
	<u>97,141.70</u>	<u>7,645,052</u>	<u>79,892.84</u>	<u>6,271,588</u>
13 Salary & Allowances:				
Basic Salary	20,637.48	1,624,170	19,441.76	1,526,178
Allowances	20,282.79	1,596,256	15,652.76	1,228,742
Bonus	9,429.53	742,104	8,909.87	699,425
Bank's Contribution to Provident fund	1,989.29	156,557	1,564.49	122,812
	<u>52,339.09</u>	<u>4,119,086</u>	<u>45,568.88</u>	<u>3,577,157</u>
14 Rent, Taxes, Insurance, Electricity etc.:				
Rent, Rates & Taxes	2,372.46	186,713	2,388.98	187,535
Electricity & Lighting	329.23	25,910	336.48	26,414
	<u>2,701.69</u>	<u>212,623</u>	<u>2,725.46</u>	<u>213,949</u>
15 Postage, Stamps, Telecommunication etc:				
Telephone charges	6,760.66	532,064	6,070.56	476,539
	<u>6,760.66</u>	<u>532,064</u>	<u>6,070.56</u>	<u>476,539</u>
16 Stationery, Printing, Advertisement etc:				
Computer Stationery	565.71	44,521	453.85	35,627
Advertisement	136.38	10,733	32.35	2,539
	<u>702.09</u>	<u>55,254</u>	<u>486.20</u>	<u>38,167</u>
17 Depreciation and Repair of Fixed Assets:				
Depreciation of Fixed Assets:				
Furniture & Fixtures	33.34	2,624	34.98	2,746
Office Appliance & Equipment	270.05	21,253	313.13	24,581
	<u>303.39</u>	<u>23,877</u>	<u>348.11</u>	<u>27,327</u>
Repair's & Maintenance	-	-	-	-
	<u>303.39</u>	<u>23,877</u>	<u>348.11</u>	<u>27,327</u>
18 Other Expenses:				
Utility	25.14	1,979	25.33	1,988
Travelling Expense	-	-	-	-
Entertainment Exp.	240.19	18,903	85.09	6,680
	<u>265.33</u>	<u>20,882</u>	<u>110.42</u>	<u>8,668</u>