AB Bank Limited
BCIC Bhaban
30-31 Dilkusha Commercial Area
Dhaka 1000

AB Bank Limited and its Subsidiaries

Consolidated and separate financial statements
for the half year ended June 30, 2017

AMAR STOCK

AB Bank Limited & its Subsidiaries

Consolidated Balance Sheet

As at June 30, 2017

	Notes	30.06.2017 Taka	31.12.2016 Taka
PROPERTY AND ASSETS			
Cash	3(a)	**18,797,502,540**	**19,707,725,976**
In hand (including foreign currencies)	3.1(a)	1,791,329,851	1,536,407,693
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2(a)	17,006,172,689	18,171,318,283
Balance with other banks and financial institutions	4(a)	**6,054,084,746**	**4,655,002,507**
In Bangladesh	4.1(a)	1,952,215,639	2,624,288,364
Outside Bangladesh	4.2(a)	4,101,869,107	2,030,714,143
Money at call and on short notice	5(a)	**1,278,419,709**	**7,633,213,824**
Investments	6(a)	**44,017,771,504**	**47,561,451,497**
Government	6.1(a)	38,556,815,713	41,903,780,261
Others	6.2(a)	5,460,955,792	5,657,671,236
Loans, advances and lease/investments		**236,923,200,705**	**226,546,501,234**
Loans, cash credits, overdrafts, etc./Investments	7(a)	235,064,064,385	225,023,967,197
Bills purchased and discounted	8(a)	1,859,136,320	1,522,534,037
Fixed assets including premises, furniture and fixtures	9(a)	**4,587,786,689**	**4,680,967,000**
Other assets	10(a)	**7,700,219,649**	**6,383,908,169**
Non-banking assets		-	-
Total Assets		**319,358,985,543**	**317,168,770,208**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11(a)	**29,954,839,675**	**15,757,755,476**
AB Bank Subordinated Bond	12	**6,500,000,000**	**6,500,000,000**
Deposits and other accounts	13(a)	**227,698,294,481**	**245,394,404,421**
Current account and other accounts		24,851,014,404	22,296,581,953
Bills payable		3,069,325,148	4,865,582,322
Savings bank deposits		28,347,077,459	28,024,691,434
Fixed deposits		112,959,454,826	122,034,379,371
Other deposits		58,471,422,644	68,173,169,341
Other liabilities	14(a)	**30,565,196,661**	**25,182,491,365**
Total Liabilities		**294,718,330,816**	**292,834,651,262**
Capital/Shareholders' Equity			
Equity attributable to equity holders of the parent company		**24,630,596,426**	**24,324,206,960**
Paid-up capital	15	6,738,936,140	6,738,936,140
Statutory reserve	16	6,539,881,193	6,495,637,440
Other reserve	17(a)	2,850,076,112	3,253,395,264
Retained earnings	18(a)	8,501,702,980	7,836,238,115
Minority interest	18(b)	10,058,301	9,911,986
Total Equity		**24,640,654,727**	**24,334,118,946**
Total Liabilities and Shareholders' Equity		**319,358,985,543**	**317,168,770,208**

AMARSTOCK

	Notes	30.06.2017 Taka	31.12.2016 Taka
Off-Balance Sheet Items			
Contingent liabilities	19	**79,303,093,283**	**73,478,914,136**
Acceptances and endorsements		33,821,556,187	29,034,996,366
Letters of guarantee	19.1	14,486,175,108	13,920,306,922
Irrevocable letters of credit		20,664,004,268	22,005,679,984
Bills for collection		9,201,974,420	8,517,930,863
Other contingent liabilities		1,129,383,300	-
Other commitments		**-**	**-**
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		**79,303,093,283**	**73,478,914,136**

-Sd-
Mahadev Sarker Sumon FCA
Chief Financial Officer

-Sd-
Anupam Kanti Debnath
Head of ICCD

-Sd-
Moshiur Rahman Chowdhury
President & Managing Director

-Sd-
Shishir Ranjan Bose FCA
Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

AMAR STOCK

AB Bank Limited and its Subsidiaries

Consolidated Profit and Loss Account

For the period ended June 30, 2017

	Notes	Jan.'17- June'17 Taka	Jan.'16-June'16 Taka	April'17-June'17 Taka	April'16-June'16 Taka
OPERATING INCOME					
Interest income/profit on investments	21(a)	8,980,887,571	10,706,113,341	4,614,181,617	5,390,534,756
Interest/profit paid on deposits and borrowings, etc.	22(a)	(7,048,107,182)	(7,907,216,114)	(3,500,595,378)	(4,018,705,506)
Net interest income		**1,932,780,389**	**2,798,897,226**	**1,113,586,239**	**1,371,829,250**
Investment income	23(a)	2,518,397,213	1,512,608,870	1,015,134,948	771,053,526
Commission, exchange and brokerage	24(a)	1,571,341,965	1,467,927,108	779,999,146	762,845,253
Other operating income	25(a)	96,085,228	92,741,393	47,515,949	49,680,750
		4,185,824,406	**3,073,277,371**	**1,842,650,043**	**1,583,579,529**
Total operating income (a)		**6,118,604,794**	**5,872,174,597**	**2,956,236,281**	**2,955,408,778**
OPERATING EXPENSES					
Salary and allowances	26(a)	1,513,201,954	1,446,521,353	834,037,968	811,381,597
Rent, taxes, insurance, electricity, etc.	27(a)	360,219,013	327,729,181	185,303,411	168,122,565
Legal expenses	28(a)	1,937,181	15,532,827	1,083,046	1,595,442
Postage, stamps, telecommunication, etc.	29(a)	74,298,805	73,106,736	35,715,477	35,825,323
Stationery, printing, advertisement, etc.	30(a)	108,407,913	94,784,707	67,136,050	56,246,873
Chief executive's salary and fees		3,840,551	6,450,000	2,054,838	3,450,000
Directors' fees	31(a)	5,176,499	4,103,244	2,290,914	3,038,932
Auditors' fees	32(a)	353,339	3,059,096	0.00	2,008,383
Depreciation and repairs of Bank's assets	33(a)	277,322,064	285,060,011	138,329,629	144,576,586
Other expenses	34(a)	671,722,490	695,537,610	388,940,959	379,138,935
Total operating expenses (b)		**3,016,479,808**	**2,951,884,765**	**1,654,892,293**	**1,605,384,637**
Profit before provision (c = (a-b))		**3,102,124,986**	**2,920,289,832**	**1,301,343,988**	**1,350,024,141**
Provision against loans and advances	35(a)	2,377,419,497	1,050,809,755	638,176,810	688,007,495
Provision for diminution in value of investments	36(a)	1,550,000	3,172,000	(325,000)	1,586,000
Other provisions	37(a)	(10,417,453)	43,610,837	(11,496,699)	41,610,837
Total provision (d)		**2,368,552,044**	**1,097,592,592**	**626,355,110**	**731,204,332**
Profit before tax (c-d)		**733,572,942**	**1,822,697,240**	**674,988,878**	**618,819,809**
Provision for taxation		**136,401,268**	**830,485,469**	**316,277,134**	**274,108,858**
Current tax		1,072,500,575	1,136,944,056	576,005,250	515,492,795
Deferred tax		(936,099,306)	(306,458,587)	(259,728,116)	(241,383,937)
Net profit after tax		**597,171,674**	**992,211,771**	**358,711,743**	**344,710,952**
Appropriations					
Statutory reserve		25,288,138	20,614,661	25,288,138	20,614,661
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		25,288,138	**20,614,661**	**25,288,138**	**20,614,661**
Retained surplus		**571,883,536**	**971,597,110**	**333,423,606**	**324,096,291**
Minority interest		**169,335**	**6,320,583**	**81,422**	**3,188,465**
Net Profit attributable to the shareholders of parent company		**571,714,201**	**965,276,528**	**333,342,183**	**320,907,826**
Consolidated Earnings Per Share (EPS)	38(a)	**0.89**	**1.46**	**0.53**	**0.51**

-Sd-
Mahadev Sarker Sumon FCA
Chief Financial Officer

-Sd-
Anupam Kanti Debnath
Head of ICCD

-Sd-
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President & Managing Director

-Sd-
Shishir Ranjan Bose FCA
Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

AB Bank Limited and its Subsidiaries

Consolidated Cash Flow Statement

For the period ended June 30, 2017

Cash Flows from Operating Activities	Jan.'17- June'17 Taka	Jan.'16-June'16 Taka
Interest receipts	8,461,322,762	10,667,815,403
Interest payments	(8,331,822,814)	(8,521,141,267)
Dividend receipts	72,420,186	92,449,820
Fee and commission receipts	996,496,182	1,029,499,001
Recoveries on loans previously written off	2,623,292	7,720,938
Payments to employees	(1,517,042,505)	(1,452,971,353)
Payments to suppliers	(108,407,913)	(94,784,707)
Income taxes paid	(344,177,469)	(928,187,349)
Receipts from other operating activities	3,114,284,746	1,943,607,613
Payments for other operating activities	(1,225,917,621)	(1,231,901,580)
Operating profit before changes in operating assets & liabilities	**1,119,778,846**	**1,512,106,518**
Increase/decrease in operating assets and liabilities		
Loans and advances to customers	(9,857,134,663)	(9,845,421,962)
Other assets	(316,058,120)	(1,070,446,759)
Deposits from other banks	(1,569,199,951)	1,206,609,168
Deposits from customers	(14,843,194,357)	33,189,062,021
Trading liabilities (short-term borrowings)	14,236,162,952	(3,218,231,799)
Other liabilities	2,329,378,586	2,275,019,378
	(10,020,045,553)	**22,536,590,046**
Net cash flow from operating act	**(8,900,266,707)**	**24,048,696,564**
Cash Flows from Investing Activities		
Purchase of government securities	2,946,489,517	(12,919,758,339)
(Purchase)/Sale of trading securities, shares, bonds, etc.	196,715,445	(4,921,737)
Purchase of property, plant and equipment	(70,138,640)	(137,957,132)
Net cash used in investing activities (b)	**3,073,066,322**	**(13,062,637,208)**
Cash Flows from Financing Activities		
Increase/(decrease) of long-term borrowings	(39,078,753)	46,409,074
Dividend paid	(139,476)	(150,372)
Net cash flow from financing activities (c)	**(39,218,229)**	**46,258,702**
Net (decrease)/increase in cash (a+b+c)	(5,866,418,614)	11,032,318,058
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	31,999,693,508	26,357,133,035
Cash and cash equivalents at end of the period (*)	**26,133,274,895**	**37,389,451,094**
(*) Cash and cash equivalents:		
Cash	1,791,329,851	1,519,147,300
Prize bonds	3,267,900	3,029,200
Money at call and on short notice	1,278,419,709	13,380,124,429
Balance with Bangladesh Bank and its agent bank(s)	17,006,172,689	16,261,377,016
Balance with other banks and financial institutions	6,054,084,746	6,225,773,149
	26,133,274,895	**37,389,451,094**
Net Operating Cash Flow Per Share (NOCFPS)	**(13.21)**	**35.69**

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Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

AB Bank Limited and its Subsidiaries

Consolidated Statement of Changes in Equity

For the period ended June 30, 2017

(Amount in Taka)

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Foreign exchange revaluation reserve on investment in foreign operation	Investment revaluation reserve	Minority interest	Retained earnings	Total
Balance at 01 January 2017	6,738,936,140	6,495,637,441	1,298,909,941	1,303,760,780	4,526,759	646,197,784	9,911,986	7,836,238,115	24,334,118,946
Net profit after taxation for the period	-	-	-	-	-	-	169,335	597,002,338	597,171,674
Adjustment for ABEL disposal				-					-
Addition/(Adjustment) made during the period	-	25,288,138	-	(2,669,317)	-	(399,987,473)	(23,021)	26,932,762	(350,458,912)
Foreign Exchange Rate Fluctuation	-	18,955,615	1,405,418	-	(2,067,780)	-	-	41,529,765	59,823,019
Balance at June 30, 2017	**6,738,936,140**	**6,539,881,193**	**1,300,315,359**	**1,301,091,463**	**2,458,979**	**246,210,311**	**10,058,301**	**8,501,702,981**	**24,640,654,727**
Balance at June 30, 2016	**5,990,165,460**	**6,128,470,008**	**1,298,604,286**	**1,305,535,181**	**(3,057,734)**	**1,560,336,682**	**4,084,769**	**8,224,384,933**	**24,508,523,586**

-Sd-	-Sd-	-Sd-	-Sd-	-Sd-
Mahadev Sarker Sumon FCA	**Anupam Kanti Debnath**	**Moshiur Rahman Chowdhury**	**Shishir Ranjan Bose FCA**	**M. Wahidul Haque**
Chief Financial Officer	Head of ICCD	President & Managing Director	Independent Director	Chairman

Dhaka,
July 27, 2017

AB Bank Limited

Balance Sheet

As at June 30, 2017

PROPERTY AND ASSETS	Notes	30.06.2017 Taka	31.12.2016 Taka
Cash	3	**18,797,408,888**	**19,707,650,776**
In hand (including foreign currencies)	3.1	1,791,236,200	1,536,332,492
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	17,006,172,689	18,171,318,283
Balance with other banks and financial institutions	4	**5,916,379,438**	**4,557,434,958**
In Bangladesh		1,819,846,677	2,531,704,237
Outside Bangladesh		4,096,532,761	2,025,730,721
Money at call and on short notice	5	**1,903,340,098**	**8,325,871,504**
Investments	6	**43,170,269,512**	**46,666,898,817**
Government	6.1	38,556,815,713	41,903,780,261
Others	6.2	4,613,453,800	4,763,118,556
Loans, advances and lease/investments	7	**229,248,598,530**	**218,769,451,248**
Loans, cash credits, overdrafts, etc./Investments		228,118,020,929	218,136,406,416
Bills purchased and discounted	8	1,130,577,601	633,044,832
Fixed assets including premises, furniture and fixtures	9	**3,995,798,266**	**4,080,377,435**
Other assets	10	**13,771,506,177**	**12,728,206,273**
Non-banking assets		-	-
Total Assets		**316,803,300,910**	**314,835,891,011**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	**29,752,723,008**	**15,454,422,143**
AB Bank Subordinated Bond	12	**6,500,000,000**	**6,500,000,000**
Deposits and other accounts	13	**227,974,570,203**	**245,640,782,909**
Current accounts and other accounts		24,887,099,985	22,298,120,917
Bills payable		3,069,325,148	4,865,582,322
Savings bank deposits		28,347,077,459	28,024,691,434
Fixed deposits		112,959,454,826	122,034,379,371
Other deposits		58,711,612,785	68,418,008,865
Other liabilities	14	**29,390,117,171**	**24,126,225,778**
Total Liabilities		**293,617,410,382**	**291,721,430,830**
Capital/Shareholders' Equity			
Total Shareholders' Equity		**23,185,890,528**	**23,114,460,183**
Paid-up capital	15	6,738,936,140	6,738,936,140
Statutory reserve	16	6,539,881,193	6,495,637,440
Other reserve	17	2,667,561,789	3,070,222,838
Retained earnings	18	7,239,511,406	6,809,663,765
Total Liabilities and Shareholders' Equity		**316,803,300,910**	**314,835,891,011**

AMARSTOCK

	Notes	30.06.2017 Taka	31.12.2016 Taka
Off-Balance Sheet Items			
Contingent liabilities	19	**79,303,093,283**	**73,478,914,136**
Acceptances and endorsements		33,821,556,187	29,034,996,366
Letters of guarantee	19.1	14,486,175,108	13,920,306,922
Irrevocable letters of credit		20,664,004,268	22,005,679,984
Bills for collection		9,201,974,420	8,517,930,863
Other contingent liabilities		1,129,383,300	-
Other commitments		**-**	**-**
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		**79,303,093,283**	**73,478,914,136**

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Chief Financial Officer

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Head of ICCD

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President & Managing Director

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Shishir Ranjan Bose FCA
Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

AMAR STOCK

AB Bank Limited

Profit and Loss Account

For the period ended June 30, 2017

	Notes	Jan.'17- June'17 Taka	Jan.'16-June'16 Taka	April'17-June'17 Taka	April'16-June'16 Taka
OPERATING INCOME					
Interest income/profit on investments	21	8,700,708,158	10,441,051,776	4,472,962,528	5,253,933,493
Interest paid/profit on deposits and borrowings, etc.	22	(7,023,743,778)	(7,874,885,542)	(3,489,015,637)	(4,002,310,463)
Net interest income		**1,676,964,380**	**2,566,166,234**	**983,946,891**	**1,251,623,030**
Investment income	23	2,492,560,133	1,503,166,961	1,003,020,855	765,340,246
Commission, exchange and brokerage	24	1,464,836,170	1,404,609,461	741,789,882	733,066,451
Other operating income	25	62,047,145	67,945,477	31,487,552	37,655,144
		4,019,443,448	**2,975,721,900**	**1,776,298,289**	**1,536,061,841**
Total operating income (a)		**5,696,407,827**	**5,541,888,133**	**2,760,245,180**	**2,787,684,871**
OPERATING EXPENSES					
Salary and allowances	26	1,479,546,131	1,413,677,302	816,456,299	794,532,395
Rent, taxes, insurance, electricity, etc.	27	354,129,783	320,287,127	181,952,880	163,729,473
Legal expenses	28	1,862,431	15,526,877	1,083,046	1,595,442
Postage, stamps, telecommunication, etc.	29	69,596,272	71,204,841	32,836,861	34,541,353
Stationery, printing, advertisement, etc.	30	107,937,788	94,287,913	66,822,568	56,004,256
Chief executive's salary and fees		3,840,551	6,450,000	2,054,838	3,450,000
Directors' fees	31	4,875,329	3,553,233	2,083,077	2,715,591
Auditors' fees	32	353,339	3,059,096	0.00	2,008,383
Depreciation and repairs of Bank's assets	33	266,909,440	273,642,665	132,962,292	139,099,261
Other expenses	34	659,798,973	746,380,326	383,283,365	405,597,922
Total operating expenses (b)		**2,948,850,037**	**2,948,069,380**	**1,619,535,227**	**1,603,274,075**
Profit before provision (c = (a-b))		**2,747,557,791**	**2,593,818,753**	**1,140,709,954**	**1,184,410,796**
Provision against loans and advances	35	2,373,669,497	1,050,809,755	634,426,810	688,007,495
Provision for diminution in value of investments	36	-	-	-	-
Other provisions	37	(10,417,453)	43,610,837	(11,496,699)	41,610,837
Total provision (d)		**2,363,252,044**	**1,094,420,592**	**622,930,110**	**729,618,332**
Profit before taxation (c-d)		**384,305,747**	**1,499,398,162**	**517,779,843**	**454,792,464**
Provision for taxation		22,741,577	743,988,383	266,522,121	229,959,941
Current tax		960,600,001	1,052,752,959	527,127,139	473,101,702
Deferred tax		(937,858,423)	(308,764,576)	(260,605,017)	(243,141,761)
Net profit after taxation		**361,564,169**	**755,409,779**	**251,257,722**	**224,832,523**
Appropriations					
Statutory reserve		25,288,138	20,614,661	25,288,138	20,614,661
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		25,288,138	**20,614,661**	**25,288,138**	**20,614,661**
Retained surplus		**336,276,032**	**734,795,118**	**225,969,585**	**204,217,862**
Earnings Per Share (EPS)	38	**0.54**	**1.12**	**0.37**	**0.33**

-Sd-
Mahadev Sarker Sumon FCA
Chief Financial Officer

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Anupam Kanti Debnath
Head of ICCD

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President & Managing Director

-Sd-
Shishir Ranjan Bose FCA
Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

AB Bank Limited
Cash Flow Statement
For the period ended June 30, 2017

	Jan.'17- June'17 Taka	Jan.'16-June'16 Taka
Cash flows from Operating Activities		
Interest receipts	8,181,143,349	10,402,753,838
Interest payments	(8,307,459,410)	(8,488,810,695)
Dividend receipts	58,568,349	78,952,931
Fees and commission receipts	891,897,871	967,792,853
Recoveries on loans previously written off	2,623,292	7,720,938
Payments to employees	(1,483,386,682)	(1,420,127,302)
Payments to suppliers	(107,937,788)	(94,287,913)
Income taxes paid	(229,170,427)	(872,165,445)
Receipts from other operating activities	3,053,964,949	1,921,255,178
Payments for other operating activities	(1,201,888,033)	(1,272,119,323)
Operating profit before changes in operating assets & liabilities	**858,355,470**	**1,230,965,060**
Increase/decrease in operating assets and liabilities		
Loans and advances to customers	(9,959,582,474)	(9,596,545,476)
Other assets	(43,046,544)	(969,374,927)
Deposits from other banks	(1,569,199,951)	1,206,609,168
Deposits from customers	(14,813,297,123)	33,251,846,201
Trading liabilities (short-term borrowings)	14,337,379,618	(3,216,384,731)
Other liabilities	2,228,281,483	2,238,217,391
	(9,819,464,990)	**22,914,367,626**
Net cash flow from operating activities	**(8,961,109,520)**	**24,145,332,686**
Cash Flows from Investing Activities		
Purchase of government securities	2,946,489,517	(12,919,758,339)
(Purchase)/Sale of trading securities, shares, bonds, etc.	149,664,756	(2,909,406)
Purchase of property, plant and equipment	(70,138,640)	(137,957,132)
Net cash used in investing activities (b)	**3,026,015,634**	**(13,060,624,877)**
Cash Flows from Financing Activities		
Increase/(decrease) of long-term borrowings	(39,078,753)	46,409,074
Dividend paid	(139,476)	(150,372)
Net cash flow from financing activities (c)	**(39,218,229)**	**46,258,702**
Net Increase/(decrease) in cash (a+b+c)	**(5,974,312,115)**	**11,130,966,511**
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	32,594,708,438	27,031,642,418
Cash and cash equivalents at end of the period (*)	**26,620,396,325**	**38,162,608,931**
(*) Cash and cash equivalents:		
Cash	1,791,236,200	1,519,034,670
Prize bonds	3,267,900	3,029,200
Money at call and on short notice	1,903,340,098	14,263,692,429
Balance with Bangladesh Bank and its agent bank(s)	17,006,172,689	16,261,377,016
Balance with other banks and financial institutions	5,916,379,438	6,115,475,616
	26,620,396,325	**38,162,608,931**
Net Operating Cash Flow Per Share (NOCFPS)	**(13.30)**	**35.83**

-Sd-
Mahadev Sarker Sumon FCA
Chief Financial Officer

-Sd-
Anupam Kanti Debnath
Head of ICCD

-Sd-
Moshiur Rahman Chowdhury
President & Managing Director

-Sd-
Shishir Ranjan Bose FCA
Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

AB Bank Limited
Statement of Changes in Equity
For the period ended June 30, 2017

(Amount in Taka)

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Investment revaluation reserve	Retained earnings	Total
Balance at 01 January 2017	**6,738,936,140**	**6,495,637,441**	**1,222,199,200**	**1,303,760,781**	**544,262,857**	**6,809,663,765**	**23,114,460,182**
Net profit after taxation for the period	-	-	-	-	-	361,564,169	361,564,169
Addition/(Adjustment) made during the period	-	25,288,138	-	(2,669,317)	(399,991,731)	26,913,999	(350,458,912)
Foreign Exchange Rate Fluctuation	-	18,955,615	-	-	-	41,369,473	60,325,088
Balance at June 30, 2017	**6,738,936,140**	**6,539,881,193**	**1,222,199,200**	**1,301,091,464**	**144,271,126**	**7,239,511,406**	**23,185,890,527**
Balance at June 30, 2016	**5,990,165,460**	**6,128,470,008**	**1,222,199,200**	**1,305,535,182**	**1,458,401,756**	**7,385,746,823**	**23,490,518,429**

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-Sd-
Shishir Ranjan Bose FCA
Independent Director

-Sd-
M. Wahidul Haque
Chairman

Dhaka,
July 27, 2017

Selective Notes to the Financial Statements for the period ended June 30, 2017

1 Accounting Policies:

Accounting policies have been followed in preparing these financial statements are same as applied in financial statements of the Bank of preceding financial year.

2(a) Provision:

i) Loans & Advances

Provisions for loans and advances has been made as per directives of Bangladesh Bank issued from time to time.

ii) Investments

Provisions for diminution in value of investment is made for loss arising on diminution value of investment in quoted shares and is given effect in the accounts on properly as per Bangladesh Bank Guidelines.

iii) Taxation

Provision for income tax has been made on taxable income after necessary add back in accordance with the provisions of Finance Act 2017, the Income Tax Ordinance 1984 and other relevant legislation as applicable.

2(b) Others:

Figures relating to previous year/period included in this report have been rearranged, where ever considered necessary.

AMARSTOCK

		30.06.2017 Taka	31.12.2016 Taka
3. Cash			
Cash in hand	(Note: 3.1)	1,791,236,200	1,536,332,492
Balance with Bangladesh Bank and its agent bank(s)	(Note: 3.2)	17,006,172,689	18,171,318,283
		18,797,408,888	**19,707,650,776**
3(a) Consolidated Cash			
AB Bank Limited		18,797,408,888	19,707,650,776
AB Investments Limited		25,000	25,000
AB International Finance Limited		39,423	10,117
AB Securities Limited		21,830	2,245
Cashlink Bangladesh Limited (CBL)		7,399	37,839
AB Exchange (UK) Ltd.		-	-
		18,797,502,540	**19,707,725,976**
3.1 Cash in hand			
In local currency		1,752,807,823	1,505,667,616
In foreign currency		38,428,377	30,664,876
		1,791,236,200	**1,536,332,492**
3.1(a) Consolidated Cash in hand			
AB Bank Limited		1,791,236,200	1,536,332,492
AB Investments Limited		25,000	25,000
AB International Finance Limited		39,423	10,117
AB Securities Limited		21,830	2,245
Cashlink Bangladesh Limited (CBL)		7,399	37,839
AB Exchange (UK) Ltd.		-	-
		1,791,329,851	**1,536,407,693**
3.2 Balance with Bangladesh Bank and its agent bank(s)			
Balance with Bangladesh Bank			
In local currency		16,262,342,679	17,465,080,869
In foreign currency		109,203,555	298,117,635
		16,371,546,233	17,763,198,503
Sonali Bank Limited (as an agent bank of Bangladesh Bank) - local currency		634,626,455	408,119,780
		17,006,172,689	**18,171,318,283**
3.2(a) Consolidated Balance with Bangladesh Bank and its agent bank(s)			
AB Bank Limited		17,006,172,689	18,171,318,283
AB Investments Limited		-	-
AB International Finance Limited		-	-
AB Securities Limited		-	-
Cashlink Bangladesh Limited (CBL)		-	-
AB Exchange (UK) Ltd.		-	-
		17,006,172,689	**18,171,318,283**
4. Balance with other banks and financial institutions			
In Bangladesh		1,819,846,677	2,531,704,237
Outside Bangladesh		4,096,532,761	2,025,730,721
		5,916,379,438	**4,557,434,958**

		30.06.2017 Taka	31.12.2016 Taka
4(a)	**Consolidated balance with other banks and financial institutions**		
	In Bangladesh	1,952,215,639	2,624,288,364
	Outside Bangladesh (Nostro Accounts)	4,101,869,107	2,030,714,143
		6,054,084,746	**4,655,002,507**
4.1.a	**Consolidated In Bangladesh**		
	AB Bank Limited	1,819,846,677	2,531,704,237
	AB Investment Limited	1,173,326	589,394
	AB International Finance Limited	-	-
	AB Securities Limited	336,629,534	301,781,150
	Cashlink Bangladesh Limited (CBL)	34,832,377	35,129,817
	AB Exchange (UK) Ltd.	-	-
		2,192,481,914	**2,869,204,598**
	Less: Inter company transaction	240,266,275	244,916,234
		1,952,215,639	**2,624,288,364**
4.2.a	**Consolidated Outside Bangladesh (Nostro Accounts)**		
	AB Bank Limited	4,096,532,761	2,025,730,721
	AB Investment Limited	-	-
	AB International Finance Limited	41,111,524	6,443,952
	AB Securities Limited	-	-
	Cashlink Bangladesh Limited (CBL)	-	-
	AB Exchange (UK) Ltd.	-	-
		4,137,644,285	2,032,174,673
	Less: Inter company transactions	35,775,178	1,460,530
		4,101,869,107	**2,030,714,143**
5.	**Money at call and on short notice**		
	In Bangladesh	1,014,080,300	5,636,133,300
	Outside Bangladesh	889,259,798	2,689,738,204
		1,903,340,098	**8,325,871,504**
5(a)	**Consolidated money at call and on short notice**		
	AB Bank Limited	1,903,340,098	8,325,871,504
	AB Investment Limited	-	-
	AB International Finance Limited	-	-
	AB Securities Limited	-	-
	Cashlink Bangladesh Limited (CBL)	-	-
	AB Exchange (UK) Limited	-	-
		1,903,340,098	**8,325,871,504**
	Less: Inter-group transaction	(624,920,389)	(692,657,680)
		1,278,419,709	**7,633,213,824**
6.	**Investments**	**43,170,269,512**	**46,666,898,817**
	Nature wise (Bangladesh Operation):		
	Held for Trading	6,659,043,897	14,878,994,246
	Held to Maturity	31,628,503,918	26,772,534,816
	Others	4,338,843,992	4,593,076,974
		42,626,391,806	**46,244,606,036**

		30.06.2017 Taka	31.12.2016 Taka
Nature wise (Mumbai Branch):			
Held for Trading/Available for Sale		543,877,708	168,382,569
Held to Maturity			253,910,212
Others		-	-
		543,877,708	**422,292,782**
Claim wise:			
Government securities	(Note: 6.1)	38,556,815,713	41,903,780,261
Other investments	(Note: 6.2)	4,613,453,800	4,763,118,556
		43,170,269,512	**46,666,898,817**
6 (a) Consolidated investments			
AB Bank Limited		43,170,269,512	46,666,898,817
AB International Finance Limited		-	-
AB Investment Limited		668,820,266	721,255,054
AB Securities Limited		178,250,087	172,865,988
Cashlink Bangladesh Limited (CBL)		431,639	431,639
AB Exchange (UK) Ltd.		-	-
		44,017,771,504	**47,561,451,497**
6.1 Government securities			
Treasury bills		2,733,418,440	3,099,601,719
Treasury bonds		35,554,129,372	38,551,927,342
Bangladesh Bank Islami Investment bonds		266,000,000	248,500,000
Prize bonds		3,267,900	3,751,200
		38,556,815,713	**41,903,780,261**
6.1(a) Consolidated Government securities			
AB Bank Limited		38,556,815,713	41,903,780,261
AB Investment Limited		-	-
AB International Finance Limited		-	-
AB Securities Limited		-	-
Cashlink Bangladesh Limited (CBL)		-	-
AB Exchange (UK) Ltd.		-	-
		38,556,815,713	**41,903,780,261**
6.2 Other investments			
Shares		4,049,576,092	4,275,825,774
Bond		20,000,000	65,000,000
		4,069,576,092	**4,340,825,774**
Investments -ABBL, Mumbai Branch			
Treasury bills		543,877,708	422,292,782
Debentures and Bonds		-	-
		543,877,708	**422,292,782**
Total Other investments		**4,613,453,800**	**4,763,118,556**
6.2 (a) Consolidated other investments			
AB Bank Limited		4,613,453,800	4,763,118,556
AB Investment Limited		668,820,266	721,255,054
AB International Finance Limited		-	-
AB Securities Limited		178,250,087	172,865,988
Cashlink Bangladesh Limited (CBL)		431,639	431,639
AB Exchange (UK) Ltd.		-	-
		5,460,955,792	**5,657,671,236**

AMAR STOCK

		30.06.2017 Taka	31.12.2016 Taka
6.2.1	**Investments in shares**		
	Quoted (Publicly Traded)	3,818,305,162	4,044,554,844
	Unquoted	231,270,930	231,270,930
		4,049,576,092	**4,275,825,774**
7.	**Loans, advances and lease/investments**	**229,248,598,530**	**218,769,451,248**
7.1	**Net loans, advances and lease/investments**		
	Gross loans and advances	229,248,598,530	218,769,451,248
	Less:		
	Interest suspense	12,586,008,505	10,459,867,308
	Provision for loans and advances	8,982,458,402	6,605,083,960
		21,568,466,908	17,064,951,268
		207,680,131,622	**201,704,499,980**
7.2	**Geographical location-wise (division) distribution**		
	In Bangladesh		
	Urban Branches		
	Dhaka	162,759,567,335	154,911,059,292
	Chittagong	48,522,380,865	45,824,548,751
	Khulna	4,872,175,846	4,787,526,569
	Sylhet	1,981,987,026	2,083,030,726
	Barisal	196,890,251	247,632,983
	Rajshahi	3,624,761,882	3,637,345,158
	Rangpur	3,743,765,097	3,903,431,024
	Mymensingh	661,519,452	947,782,315
		226,363,047,754	**216,342,356,818**
	Rural Branches		
	Dhaka	1,482,042,694	1,405,596,596
	Chittagong	484,007,315	504,644,774
	Khulna	-	-
	Sylhet	49,788,533	47,546,256
	Barisal	-	-
	Rajshahi	-	-
	Rangpur	-	-
	Mymensingh	-	-
		2,015,838,541	1,957,787,626
	Outside Bangladesh		
	ABBL, Mumbai Branch	869,712,235	469,306,804
		229,248,598,530	**218,769,451,248**
7.3	**Classification of loans, advances and lease/investments**		
	In Bangladesh		
	Unclassified		
	Standard	185,034,852,541	191,153,443,332
	Special Mention Account	28,077,701,760	15,903,500,316
		213,112,554,301	207,056,943,648
	Classified		
	Sub-Standard	869,900,000	1,236,200,000
	Doubtful	700,900,000	1,175,345,000
	Bad/Loss	13,695,531,995	8,831,655,796
		15,266,331,995	11,243,200,796
		228,378,886,295	**218,300,144,444**

		30.06.2017 Taka	31.12.2016 Taka
	Outside Bangladesh-Mumbai Branch		
	Unclassified Loan	731,443,136	347,689,566
	Classified Loan	138,269,099	121,617,238
		869,712,235	**469,306,804**
		229,248,598,530	**218,769,451,249**

7(a) Consolidated Loans, advances and lease/investments

AB Bank Limited	228,118,020,929	218,136,406,416
AB Investment Limited	7,045,534,867	7,229,768,195
AB International Finance Limited	-	-
AB Securities Limited	941,667,973	957,742,708
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	236,105,223,769	**226,323,917,319**
Less: Inter company transaction	1,041,159,384	1,299,950,122
	235,064,064,385	**225,023,967,197**

8 Bills purchased and discounted

In Bangladesh	427,120,981	307,810,673
Outside Bangladesh - ABBL, Mumbai Branch	703,456,620	325,234,158
	1,130,577,601	**633,044,832**

8 (a) Consolidated Bills purchased and discounted

	-	-
AB Bank Limited	1,130,577,601	633,044,832
AB Investment Limited	-	-
AB International Finance Limited	728,558,720	889,489,205
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	1,859,136,320	**1,522,534,037**

9. Fixed assets including premises, furniture and fixtures

Cost:		
Land and Building	3,334,695,982	3,341,682,082
Furniture and fixtures	247,919,427	244,966,861
Office appliances	61,816,399	60,825,847
Electrical appliances	1,619,514,462	1,558,912,484
Motor vehicles	680,360,214	680,140,745
Intangible Assets	598,097,895	594,165,723
	6,542,404,379	6,480,693,743
Less: Accumulated depreciation and amortization	2,546,606,114	2,400,316,308
	3,995,798,266	**4,080,377,435**

9(a) Consolidated Fixed assets including premises, furniture and fixtures

Cost:		
AB Bank Limited	6,542,404,379	6,480,693,743
AB Investments Limited	684,466,541	683,616,541
AB International Finance Limited	8,054,174	7,889,183
AB Securities Limited	30,284,145	30,284,145
Cashlink Bangladesh Limited (CBL)	726,804	81,471,360
	7,265,936,043	7,283,954,972

	30.06.2017 Taka	31.12.2016 Taka
Accumulated depreciation:		
AB Bank Limited	2,546,606,114	2,400,316,308
AB Investments Limited	95,339,048	86,449,029
AB International Finance Limited	7,921,871	7,728,873
AB Securities Limited	27,623,680	27,126,913
Cashlink Bangladesh Limited (CBL)	658,642	81,366,850
	2,678,149,354	2,602,987,972
	4,587,786,689	**4,680,967,000**

10 Other Assets:

Income generating-Equity Investment		
In Bangladesh:		
AB Investment Limited (99.99% owned subsidiary company of ABBL)	5,811,431,750	5,811,431,750
AB Securities Limited (99.91% owned subsidiary company of ABBL)	199,898,000	199,898,000
Cashlink Bangladesh Limited (CBL) (90% owned subsidiary company of ABBL)	212,581,228	212,581,228
	6,223,910,978	6,223,910,978
Outside Bangladesh:		
AB International Finance Ltd., Hong Kong (wholly owned subsidiary company of ABBL)	5,203,944	5,203,944
AB Exchange (UK) Limited (wholly owned subsidiary company of ABBL)	-	-
Investment in Amana Bank Limited as Associates	502,078,009	439,683,073
	507,281,954	444,887,018
	6,731,192,932	**6,668,797,996**
Non-income generating		
Arab Bangladesh Bank Foundation (99.60% owned subsidiary company of ABBL)	19,920,000	19,920,000
Share Money Deposits - AB Investment Limited	-	-
Deferred Tax (Note:10.01)	3,249,922,710	2,312,064,286
Accounts receivable	813,875,420	889,650,552
Preliminary, formation, organisational, renovation, development, prepaid expenses and others	954,785,799	805,559,950
Exchange for clearing	574,987,839	570,641,969
Interest accrued on investment but not collected, commission and brokerage receivable on shares and debentures, and other income receivables	929,638,206	1,026,651,535
Security deposits	172,261,152	159,266,370
Advance rent and advertisement	244,004,172	246,555,630
Stationery, stamps, printing materials, etc.	80,917,948	28,476,396
Inter-branch adjustment	-	621,590
	7,040,313,246	**6,059,408,278**
	13,771,506,177	**12,728,206,273**

AB Bank Limited
Notes to the financial statements for the period ended June 30, 2017

		30.06.2017 Taka	31.12.2016 Taka
10(a)	**Consolidated Other assets**		
	AB Bank Limited	13,771,506,177	12,728,206,273
	AB Investment Limited	157,228,131	56,699,559
	AB International Finance Limited	42,118,555	23,437,029
	AB Securities Limited	68,960,129	32,836,258
	Cashlink Bangladesh Limited (CBL)	32,481,254	30,917,320
	AB Exchange (UK) Ltd.	-	-
		14,072,294,247	**12,872,096,439**
	Less: Inter-group transaction	6,372,074,601	6,488,188,273
		7,700,219,649	**6,383,908,169**
10.01	**Deferred Tax Assets**		
	a) Deferred tax assets for specific provisions of loans and advances		
	Opening Deferred Tax (Assets)/Liabilities	**2,433,514,889**	**1,561,348,994**
	Add. Deferred Tax Income during the period (Tax @ 40% on Specific provision made during the period Tk. 2,270,400,000)	908,160,000	872,165,895
	Less. Adjustment during the period		
	Closing Deferred Tax Assets	**3,341,674,889**	**2,433,514,889**
	b) Deferred tax liabilities against Property, Plant & Equipment		
	Balance at 01 January	121,450,602	133,096,262
	Add/(less): Provision made during the period	(29,120,911)	(11,504,515)
	Add/(Less): Adjustment for Rate Fluctuation during the period	(577,512)	(141,145)
	Closing Deferred Tax Liabilities	**91,752,179**	**121,450,602**
	Net Deferred Tax Assets (a-b)	**3,249,922,710**	**2,312,064,287**
	Net Deferred Tax Income during the period	**937,858,423**	**883,670,410**
11.	**Borrowings from other banks, financial institutions and agents**		
	In Bangladesh	23,402,451,974	9,941,690,524
	Outside Bangladesh	6,350,271,034	5,512,731,619
		29,752,723,008	**15,454,422,143**
11(a)	**Consolidated Borrowings from other banks, financial institutions and agents**		
	AB Bank Limited	29,752,723,008	15,454,422,143
	AB Investment Limited	1,003,453,650	1,207,273,365
	AB International Finance Limited	622,018,896	692,242,365
	AB Securities Limited	239,822,401	253,621,766
	Cashlink Bangladesh Limited (CBL)	-	-
		31,618,017,955	17,607,559,639
	Less: Intercompany transactions	1,663,178,280	1,849,804,163
		29,954,839,675	**15,757,755,476**

AMARSTOCK

		30.06.2017 Taka	31.12.2016 Taka
12.	**AB Bank Subordinated Bond**		
	AB Bank Subordinated Bond-I	2,500,000,000	2,500,000,000
	AB Bank Subordinated Bond-II	4,000,000,000	4,000,000,000
		6,500,000,000	**6,500,000,000**

AB Bank Subordinated Bonds

Bank has issued 7 years Sub-Ordinated bonds in two phases, namely- AB Bank Subordinated Bond-I for BDT 250 crore in August 2014 and AB Bank Subordinated Bond-II for BDT 400 crore in September 2015 under Private Placement of Debt Securities Rules, 2012. These bonds are non-convertible, unsecured in nature and approved by the Central Bank for inclusion in Tier-II capital of the Bank.

BRAC	1,000,000,000	1,000,000,000
Sonali Bank Limited	1,500,000,000	1,500,000,000
Agrani Bank Limited	1,000,000,000	1,000,000,000
Midland Bank Limited	200,000,000	200,000,000
BRAC Bank Limited	400,000,000	400,000,000
NRB Commercial Bank Limited	100,000,000	100,000,000
Mutual Trust Bank Limited	80,000,000	80,000,000
Grameen	20,000,000	20,000,000
Rupali Bank Limited	1,000,000,000	1,000,000,000
Janata Bank Limited	500,000,000	500,000,000
NRB Commercial Bank Limited	300,000,000	300,000,000
Uttara Bank Limited	300,000,000	300,000,000
National Life Insurance Co. Ltd.	100,000,000	100,000,000
	6,500,000,000	**6,500,000,000**

13.	**Deposit and other accounts**		
	Inter-bank deposits	3,112,605,327	4,681,805,278
	Other deposits	224,861,964,876	240,958,977,631
		227,974,570,203	**245,640,782,909**
13(a)	**Consolidated Deposit and other accounts**		
	AB Bank Limited	227,974,570,203	245,640,782,909
	AB Investment Limited	-	-
	AB International Finance Limited	-	-
	AB Securities Limited	-	-
	Cashlink Bangladesh Limited (CBL)	-	-
	AB Exchange (UK) Ltd.	-	-
		227,974,570,203	245,640,782,909
	Less: Inter-group transaction	276,275,723	246,378,489
		227,698,294,480	**245,394,404,420**
13.1	**Demand and time deposits**		
	a) Demand Deposits	**30,507,662,105**	**29,685,925,468**
	Current accounts and other accounts	24,887,099,985	22,298,120,917
	Savings Deposits (9%)	2,551,236,971	2,522,222,229
	Bills Payable	3,069,325,148	4,865,582,322
	b) Time Deposits	**197,466,908,098**	**215,954,857,441**
	Savings Deposits (91%)	25,795,840,488	25,502,469,205
	Short Notice Deposits	38,984,293,398	49,236,728,682
	Fixed Deposits	112,959,454,826	122,034,379,371
	Other Deposits	19,727,319,387	19,181,280,183
	Total Demand and Time Deposits	**227,974,570,203**	**245,640,782,909**

		30.06.2017 Taka	31.12.2016 Taka
14.	**Other liabilities**		
	Accumulated provision against loans and advances	8,982,458,402	6,605,083,960
	Inter-branch adjustment	698,156	-
	Provision for current tax (net of advance tax)	3,283,679,115	2,561,589,337
	Interest suspense account	12,586,008,505	10,459,867,308
	Provision against other assets	239,198,969	237,198,969
	Provision for outstanding debit entries in NOSTRO accounts	-	-
	Accounts payable - Bangladesh Bank	1,256,559,780	802,485,542
	Accrued expenses	240,188,414	360,305,082
	Provision for off balance sheet items	860,000,000	860,000,000
	Provision against investments	1,550,053,000	1,550,053,000
	Others (*)	391,272,829	689,642,580
		29,390,117,171	**24,126,225,778**

(*) Others includes provision for audit fee, excise duty, income tax and VAT deducted at source, unclaimed dividend, accounts payable for safe keeping, earnest and security money,etc.

14(a)	**Consolidated Other liabilities**		
	AB Bank Limited	29,390,117,171	24,126,225,778
	AB Investment Limited	528,481,484	613,737,751
	AB International Finance Limited	42,936,171	55,835,113
	AB Securities Limited	736,880,511	699,671,854
	Cashlink Bangladesh Limited (CBL)	9,742,000	9,914,506
	AB Exchange (UK) Ltd.	-	-
		30,708,157,337	25,505,385,002
	Less: Inter-group transaction	142,960,676	322,893,637
		30,565,196,661	**25,182,491,365**
15.	**Share Capital**	**6,738,936,140**	**6,738,936,140**
15.1	**Authorised Capital**		
	1,500,000,000 ordinary shares of Tk. 10 each	**15,000,000,000**	**15,000,000,000**
15.2	**Issued, Subscribed and Paid-up Capital**		
	10,000,000 ordinary shares of Taka 10 each issued for cash	100,000,000	100,000,000
	5,000,000 ordinary shares of Taka 10 each issued for rights	50,000,000	50,000,000
	658,893,614 ordinary shares of Taka 10 each issued as bonus shares	6,588,936,140	6,588,936,140
		6,738,936,140	**6,738,936,140**
16.	**Statutory reserve**		
	In Bangladesh		
	Opening balance	6,256,894,064	5,888,708,849
	Add: Addition during the period	-	368,185,215
	Add./less Adjustment for Foreign Exchange Rate Fluctuation	-	-
		6,256,894,064	6,256,894,064
	Outside Bangladesh - ABBL, Mumbai Branch		
	Opening balance	238,743,376	222,494,695
	Add: Addition during the period	25,288,138	20,527,152
	Add/(Less): Adjustment for Foreign Exchange Rate Fluctuation	18,955,615	(4,278,471)
		282,987,129	238,743,376
		6,539,881,193	**6,495,637,440**

		30.06.2017 Taka	31.12.2016 Taka
17.	**Other reserve**		
	General reserve	1,222,199,200	1,222,199,200
	Assets revaluation reserve	1,301,091,464	1,303,760,781
	Investment revaluation reserve	144,271,126	544,262,857
	Foreign exchange revaluation for investment in foreign operation	-	-
		2,667,561,789	**3,070,222,838**
17(a)	**Consolidated Other reserve**		
	AB Bank Limited	2,667,561,789	3,070,222,838
	AB Investment Limited	-	-
	AB International Finance Limited	80,575,138	81,237,501
	AB Securities Limited	101,939,185	101,934,926
	Cashlink Bangladesh Limited (CBL)	-	-
	AB Exchange (UK) Ltd.	-	-
		2,850,076,112	**3,253,395,264**
18.	**Retained earnings**		
	Opening balance	6,809,663,765	6,830,946,921
	Add. Adjustment for investment in Amana Bank	49,757,632	180,140,019
	Add: Post-tax profit for the period	361,564,169	1,304,670,423
	Less: Transfer to statutory reserve	25,288,138	388,712,367
	Cash dividend	-	-
	Bonus shares issued	-	748,770,680
		7,195,697,429	**6,817,994,278**
	Add/(Less): Transferred from Assets Revaluation Reserve	2,669,317	1,774,401
	Add/(Less): Retained earnings adjustment	(224,813)	-
	Add/(Less): Foreign Exchange Translation gain/(loss)	41,369,473	(10,104,914)
		7,239,511,406	**6,809,663,765**
18(a)	**Consolidated Retained earnings**		
	AB Bank Limited	7,239,511,406	6,809,663,765
	AB Investment Limited	780,545,539	635,065,186
	AB International Finance Limited	58,559,151	84,608,098
	AB Securities Limited	190,375,246	166,317,601
	Cashlink Bangladesh Limited (CBL)	(184,121,168)	(185,493,381)
	AB Exchange (UK) Ltd.	-	-
		8,084,870,174	7,510,161,269
	Add./(Less): Adjustment made during the year	398,580,752	307,674,218
	Minority Interest	(18,252,054)	(18,402,628)
		8,501,702,980	**7,836,238,115**
18(b)	**Minority Interest**		
	AB Investment Limited	10,007	9,797
	AB Securities Limited	460,411	451,527
	Cashlink Bangladesh Limited	9,587,883	9,450,662
		10,058,301	**9,911,986**
19.	**Contingent liabilities**	**79,303,093,283**	**73,478,914,136**
19.1	**Letters of guarantee**		
	Money for which the Bank is contingently liable in respect of guarantees issued favoring:		
	Directors	-	-
	Government	-	-
	Banks and other financial institutions	127,781,420	126,303,800
	Others	14,358,393,688	13,794,003,122
		14,486,175,108	**13,920,306,922**

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
20. Profit and loss account		
Income:		
Interest, discount and similar income	10,579,521,220	12,104,218,517
Dividend income	58,568,349	78,952,931
Fee, commission and brokerage	891,897,871	967,792,853
Gains less losses arising from investment securities	116,342,778	51,710,106
Gains less losses arising from dealing in foreign currencies	572,938,298	436,816,608
Other operating income	62,047,145	67,945,477
Gains less losses arising from dealing securities	438,835,944	(290,662,817)
Income from non-banking assets	-	-
Profit less losses on interest rate changes	-	-
	12,720,151,605	13,416,773,676
Expenses:		
Interest, fee and commission	7,023,743,778	7,874,885,542
Administrative expenses	2,133,413,530	2,040,156,184
Other operating expenses	659,798,973	746,380,326
Depreciation and amortization on banking assets	155,637,533	161,532,870
Losses on loans and advances	-	-
	9,972,593,815	10,822,954,923
	2,747,557,791	**2,593,818,753**
21. Interest income/profit on investments		
Interest on loans and advances:		
Loans and advances	8,405,775,425	9,964,040,534
Bills purchased and discounted	123,477,221	244,521,682
	8,529,252,646	**10,208,562,216**
Interest on:		
Calls and placements	167,511,731	228,832,500
Balance with foreign banks	2,121,612	444,312
Reverse Repo	82,138	2,530,709
Balance with Bangladesh Bank	1,740,030	682,039
	171,455,511	232,489,560
	8,700,708,158	**10,441,051,776**
21(a). Consolidated Interest income/profit on investments		
AB Bank Limited	8,700,708,158	10,441,051,776
AB International Finance Limited	29,047,137	27,353,473
AB Investment Limited	212,588,243	203,015,133
AB Securities Limited	40,125,999	36,928,963
Cashlink Bangladesh Limited (CBL)	1,576,841	612,718
AB Exchange (UK) Ltd.	-	-
	8,984,046,378	10,708,962,062
Less: Intercompany Transactions	3,158,807	2,848,722
	8,980,887,571	**10,706,113,341**

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
22. Interest/profit paid on deposits, borrowings, etc.		
Interest on deposits:		
Fixed deposits	3,457,570,956	4,327,508,999
Savings deposits	369,477,972	373,693,596
Special notice deposits	1,274,629,320	1,329,583,366
Other deposits	974,482,774	973,220,377
	6,076,161,023	7,004,006,337
Interest on borrowings:		
Local banks, financial institutions including Bangladesh Bank	602,938,921	519,180,580
Subordinated Bond	344,643,834	351,698,626
	7,023,743,778	**7,874,885,542**
22(a). Consolidated Interest/profit paid on deposits, borrowings, etc.		
AB Bank Limited	7,023,743,778	7,874,885,542
AB Investment Limited	11,943,751	19,474,073
AB International Finance Limited	3,328,460	3,017,721
AB Securities Limited	13,574,442	14,019,260
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	7,052,590,431	**7,911,396,596**
Less: Intercompany Transactions	4,483,249	4,180,482
	7,048,107,182	**7,907,216,114**
23. Investment income		
Capital gain on sale of shares	116,342,778	51,710,106
Interest on treasury bills	28,366,637	116,135,617
Dividend on shares	58,568,349	78,952,931
Income from Amana Bank Limited as Associates	12,388,986	2,987,834
Interest on debentures	-	-
Interest on treasury bonds	1,834,871,607	1,539,053,282
Gain/(Loss) on treasury bills and treasury bonds	438,835,944	(290,662,817)
Interest on other bonds & others	3,185,833	4,990,009
	2,492,560,133	**1,503,166,961**
23(a). Consolidated Investment income		
AB Bank Limited	2,492,560,133	1,503,166,961
AB Investment Limited	16,787,548	1,331,642
AB International Finance Limited	-	-
AB Securities Limited	9,049,531	8,110,267
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	2,518,397,213	**1,512,608,870**

(*) Inter-company transactions includes dividend income from AB International Finance Limited.

24. Commission, exchange and brokerage		
Other fees, commission and service charges	497,796,382	542,275,700
Commission on letters of credit	327,833,222	344,175,690
Commission on letters of guarantee	66,268,267	81,341,463
Exchange gains less losses arising from dealings in foreign currencies	572,938,298	436,816,608
	1,464,836,170	**1,404,609,461**

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
24(a). Consolidated Commission, exchange and brokerage		
AB Bank Limited	1,464,836,170	1,404,609,461
AB Investment Limited	33,721,120	18,079,286
AB International Finance Limited	28,016,040	24,922,128
AB Securities Limited	44,768,635	19,567,679
Cashlink Bangladesh Limited (CBL)	-	62,945,436
AB Exchange (UK) Ltd.	-	-
	1,571,341,965	**1,530,123,990**
Less: Intercompany Transactions	-	62,196,882
	1,571,341,965	**1,467,927,108**
25. Other income		
Locker rent, insurance claim and others	4,280,341	2,127,504
Recoveries on loans previously written off	2,623,292	7,720,938
Recoveries on telex, telephone, fax, etc.	40,024,738	44,563,953
Recoveries on courier, postage, stamp, etc.	14,508,569	13,375,090
Gain on sale of Bank property	-	-
Non-operating income (*)	610,206	157,993
	62,047,145	**67,945,477**
(*) Non-operating income includes sale of scrap items.		
25(a). Consolidated other income		
AB Bank Limited	62,047,145	67,945,477
AB Investment Limited	5,884,582	4,364,547
AB International Finance Limited	31,907,212	24,248,417
AB Securities Limited	328,992	299,780
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	100,167,930	96,858,222
Less: Inter company transactions	4,082,702	4,116,829
	96,085,228	**92,741,393**
26. Salary and allowances		
Basic salary, provident fund contribution and all other allowances	1,375,855,448	1,301,681,652
Festival and incentive bonus	103,690,683	111,995,649
	1,479,546,131	**1,413,677,302**
26(a). Consolidated salary and allowances		
AB Bank Limited	1,479,546,131	1,413,677,302
AB Investment Limited	7,503,500	7,094,211
AB International Finance Limited	13,485,380	12,616,335
AB Securities Limited	12,540,247	12,539,785
Cashlink Bangladesh Limited (CBL)	126,696	115,358
AB Exchange (UK) Ltd.	-	478,363
	1,513,201,954	**1,446,521,353**
27. Rent, taxes, insurance, electricity, etc.		
Rent, rates and taxes	220,835,291	196,777,048
Electricity, gas, water, etc.	87,681,830	76,843,511
Insurance	45,612,662	46,666,568
	354,129,783	**320,287,127**

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
27(a). Consolidated Rent, taxes, insurance, electricity, etc.		
AB Bank Limited	354,129,783	320,287,127
AB Investment Limited	797,681	950,781
AB International Finance Limited	3,859,921	3,770,619
AB Securities Limited	4,189,888	3,996,072
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	1,482,842
	362,977,273	330,487,441
Less: Inter company transactions	2,758,260	2,758,260
	360,219,013	**327,729,181**
28. Legal expenses		
Legal expenses	**1,862,431**	**15,526,877**
28(a). Consolidated Legal expenses		
AB Bank Limited	1,862,431	15,526,877
AB Investment Limited	74,750	-
AB International Finance Limited	-	-
AB Securities Limited	-	5,950
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	1,937,181	**15,532,827**
29. Postage, stamp, telecommunication, etc.		
Telex, fax, internet, wireless link, SWIFT, etc.	46,764,141	47,831,948
Telephone	4,537,414	5,697,416
Postage, stamp and shipping	18,294,717	17,675,477
	69,596,272	**71,204,841**
29(a). Consolidated Postage, stamp, telecommunication, etc.		
AB Bank Limited	69,596,272	71,204,841
AB Investment Limited	379,523	379,911
AB International Finance Limited	3,558,716	2,846,103
AB Securities Limited	764,294	784,025
Cashlink Bangladesh Limited (CBL)	-	185
AB Exchange (UK) Ltd.	-	88,553
	74,298,805	**75,303,618**
Less: Inter company transactions	-	**(2,196,882)**
	74,298,805	**73,106,736**
30. Stationery, printing, advertisements, etc.		
Printing and stationery	87,055,020	67,425,964
Publicity, advertisement, etc.	20,882,768	26,861,949
	107,937,788	**94,287,913**
30(a). Consolidated Stationery, printing, advertisements, etc.		
AB Bank Limited	107,937,788	94,287,913
AB Investment Limited	123,574	134,201
AB International Finance Limited	35,321	72,545
AB Securities Limited	311,230	290,048
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	108,407,913	**94,784,707**

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
31. Directors' fees		
Directors' fees	1,150,000	1,145,400
Meeting expenses	3,725,329	2,407,833
	4,875,329	**3,553,233**

Directors' fees includes fees for attending the meeting of the Board, Executive Committee, Audit Committee, Risk Management Committee and Shariah Council.

31(a). Consolidated Directors' fees		
AB Bank Limited	4,875,329	3,553,233
AB Investment Limited	66,670	213,344
AB International Finance Limited	-	-
AB Securities Limited	200,000	186,667
Cashlink Bangladesh Limited (CBL)	34,500	150,000
AB Exchange (UK) Ltd.	-	-
	5,176,499	**4,103,244**
32. Auditors' fees		
Statutory	-	292,971
Others	353,339	2,766,125
	353,339	**3,059,096**
32(a). Consolidated Auditors' fees		
AB Bank Limited	353,339	3,059,096
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	353,339	**3,059,096**
33. Depreciation and repairs of Bank's assets		
Depreciation :		
Electrical appliances	53,344,709	64,924,863
Furniture and fixtures	6,540,031	6,555,357
Office appliances	1,077,481	1,158,785
Building	9,264,782	9,535,365
Motor vehicles	33,005,609	26,391,794
	103,232,613	108,566,163
Repairs:		
Motor vehicles	23,159,607	20,593,588
Electrical appliances	38,078,130	38,669,144
Office premises and others	45,900,490	49,236,249
Furniture and fixtures	1,306,181	1,336,765
Office appliances	2,827,499	2,274,047
	111,271,907	112,109,794
	214,504,519	220,675,957
Amortization of Intangible Assets	52,404,921	52,966,707
	266,909,440	**273,642,665**

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AB Bank Limited
Notes to the financial statements for the period ended June 30, 2017

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
33(a). Consolidated Depreciation and repairs of Bank's assets		
AB Bank Limited	266,909,440	273,642,665
AB Investment Limited	9,216,485	9,087,489
AB International Finance Limited	162,223	148,676
AB Securities Limited	997,575	1,121,247
Cashlink Bangladesh Limited (CBL)	36,340	36,340
AB Exchange (UK) Ltd.	-	1,023,595
	277,322,064	**285,060,011**
34. Other expenses		
Contractual service	248,582,136	287,625,106
Petrol, oil and lubricant	37,905,723	37,525,664
Software expenses	61,758,010	72,793,658
Entertainment	29,866,467	26,562,989
Travelling	20,532,827	9,009,042
Subscription, membership and sponsorship	13,944,765	69,810,061
Training, seminar and workshop	17,311,147	10,424,427
Local conveyance	5,674,725	4,517,371
Professional charges	13,029,628	28,066,764
Books, newspapers and periodicals	878,800	1,008,646
Branch opening expenses	167,602	150,054
Bank Charges	29,899,763	31,146,454
Sundry expenses (*)	180,247,383	167,740,089
	659,798,973	**746,380,326**

(*) Sundry expenses includes business promotion, rebate to foreign correspondents, donation & dress employees etc.

34(a). Consolidated other expenses		
AB Bank Limited	659,798,973	746,380,326
AB Investment Limited	6,106,993	2,595,884
AB International Finance Limited	1,760,093	859,096
AB Securities Limited	4,049,341	5,171,015
Cashlink Bangladesh Limited (CBL)	7,090	4,970
AB Exchange (UK) Ltd.	-	553,128
	671,722,490	**755,564,419**
Less: Inter company transactions	-	60,026,809
	671,722,490	**695,537,610**
35. Provision against loans and advances		
On un-classified loans	50,776,565	282,900,000
On classified loans	2,322,892,932	767,909,755
	2,373,669,497	**1,050,809,755**
35(a). Consolidated provision against loans and advances		
AB Bank Limited	2,373,669,497	1,050,809,755
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	3,750,000	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	2,377,419,497	**1,050,809,755**
36. Provisions for diminution in value of investments		
In quoted shares	-	-

	Jan'17- June'17 Taka	Jan'16- June'16 Taka
36(a). Consolidated provisions for diminution in value of investments		
AB Bank Limited	-	-
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	1,550,000	3,172,000
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	1,550,000	**3,172,000**
37. Other provision		
Provision for off balance sheet items	-	-
Provision for Other assets	(10,417,453)	43,610,837
	(10,417,453)	**43,610,837**

Provision for other assets included prepaid legal expenses,protested bills and others has been made as per Bangladesh Bank BRPD Circular # 14 dated 25 June 2001.

37(a). Consolidated other provisions		
AB Bank Limited	(10,417,453)	43,610,837
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	(10,417,453)	**43,610,837**
38. Earnings Per Share (EPS)		
Profit after taxation	361,564,169	755,409,779
Number of ordinary shares outstanding	673,893,614	673,893,614
Earnings Per Share	**0.54**	**1.12**
38.(a) Consolidated Earnings Per Share		
Net Profit attributable to the shareholders of parent company	597,002,338	985,891,188
Number of ordinary shares outstanding	673,893,614	673,893,614
Earnings Per Share	**0.89**	**1.46**

Earnings Per Share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of June 30, 2017 in terms of Bangladesh Accounting Standard (BAS)-33. According to BAS-33, EPS for the period ended June 30, 2016 was restated for the issues of bonus share in 2016.

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