ফার্স্ট সিকিউরিটি ইসলামী ব্যাংক লিঃ

فارست سيكيوريتى اسلامى بنك ليميتد FIRST SECURITY ISLAMI BANK LTD.

সবার জন্যে সবসময়

Quarterly Financial Statement
September, 2017

Head Office

AMAR STOCK

FIRST SECURITY ISLAMI BANK LIMITED

CONSOLIDATED BALANCE SHEET (Un-audited)

AS AT 30 SEPTEMBER 2017

	30.09.2017 Taka	31.12.2016 Taka
PROPERTY AND ASSETS		
Cash	**23,346,139,889**	**32,300,518,914**
In hand (Including Foreign Currencies)	1,397,410,513	1,709,030,260
Balance with Bangladesh Bank and its Agent Bank(s) (Including foreign currencies)	21,948,729,376	30,591,488,654
Balance with other Banks and Financial Institutions	**624,594,377**	**516,948,766**
In Bangladesh	59,481,931	84,689,825
Outside Bangladesh	565,112,446	432,258,941
Placement with Banks & Other Financial Institutions	**13,653,700,000**	**14,509,000,000**
Investments in Shares & Securities	**15,343,919,985**	**14,855,836,534**
Government	14,250,000,000	13,900,000,000
Others	1,093,919,985	955,836,534
Investments	**264,043,720,318**	**225,889,892,521**
General Investment etc.	263,355,728,683	225,345,248,091
Bills Purchased and Negotiated	687,991,635	544,644,430
Fixed Assets Including Premises, Furniture & Intangible Assets	**3,386,431,974**	**3,450,117,792**
Other Assets	**11,366,377,050**	**10,121,788,567**
Non Banking Assets	**25,145,280**	**25,145,280**
Total Assets	**331,790,028,872**	**301,669,248,374**
LIABILITIES AND CAPITAL		
Liabilities		
Placement from Banks & Other Financial Institutions	**8,457,190,480**	**711,115,048**
Deposits and Other Accounts	**289,825,150,994**	**274,224,785,993**
Al-Wadia Current Deposits and Other Deposit Accounts	23,660,355,277	15,946,290,541
Bills Payable	1,505,709,106	1,477,937,977
Mudaraba Savings Deposits	23,517,520,649	18,421,853,013
Mudaraba Term Deposits	192,991,288,701	188,431,972,412
Other Mudaraba Deposits	48,150,277,261	49,946,732,050
Mudaraba Subordinated Bond	**1,000,000,000**	**1,382,000,000**
Other Liabilities	**20,996,688,520**	**14,290,910,754**
Total Liabilities	**320,279,029,994**	**290,608,811,795**
Capital/Shareholders' equity		
Paid-up Capital	7,128,175,820	6,788,738,880
Statutory Reserve	2,765,875,624	2,412,128,110
Other Reserve	402,850,965	402,850,965
Asset Revaluation Reserve	362,198,654	362,198,654
Retained Earnings	524,935,516	793,919,776
Total Shareholders' Equity	**11,184,036,579**	**10,759,836,385**
Non-controlling Interest	326,962,299	300,600,194
Total Liabilities and Shareholders' Equity	**331,790,028,872**	**301,669,248,374**

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FIRST SECURITY ISLAMI BANK LIMITED

CONSOLIDATED BALANCE SHEET (Un-audited)

AS AT 30 SEPTEMBER 2017

	30.09.2017 Taka	31.12.2016 Taka
OFF- BALANCE SHEET ITEMS		
Contingent Liabilities		
Acceptances and Endorsements	26,301,328,470	21,750,937,662
Letters of Guarantee	6,280,643,678	6,317,021,800
Irrevocable Letters of Credit	6,569,794,976	4,335,806,257
Bills for Collection	1,249,869,753	1,165,010,799
Other Contingent Liabilities	-	-
Total	**40,401,636,878**	**33,568,776,518**
Other Commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total	**-**	**-**
Total Off -Balance Sheet Items Including Contingent Liabilities	**40,401,636,878**	**33,568,776,518**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

FIRST SECURITY ISLAMI BANK LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT (Un-audited)

FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2017

	Jan-Sept. '17 Taka	Jan-Sept. '16 Taka	July- Sept. '17 Taka	July- Sept. '16 Taka
Investments Income	20,865,783,391	19,477,444,716	7,081,439,944	6,573,088,955
Profit Paid on Deposits	(14,901,724,261)	(14,221,363,566)	(5,173,543,834)	(4,777,565,874)
Net Investment Income	**5,964,059,130**	**5,256,081,150**	**1,907,896,110**	**1,795,523,081**
Income from Investment in shares & Securities	76,144,320	(51,610,509)	26,575,097	(5,981,263)
Commission, Exchange and Brokerage	459,672,110	273,800,948	145,390,806	109,116,475
Other Operating Income	566,725,028	257,181,786	195,546,219	65,158,949
	1,102,541,458	**479,372,225**	**367,512,122**	**168,294,161**
Total Operating Income	**7,066,600,588**	**5,735,453,375**	**2,275,408,232**	**1,963,817,242**
Less: Operating Expenses				
Salary and Allowances	2,072,505,431	1,720,103,070	665,478,230	581,872,861
Rent, Taxes, Insurances, Electricity etc.	422,448,737	371,995,570	148,944,465	134,924,075
Legal Expenses	7,342,084	6,048,206	1,718,217	729,141
Postage, Stamps, Telecommunication etc.	20,783,261	16,550,238	6,963,946	4,550,207
Stationery, Printings, Advertisements etc.	89,817,055	113,638,875	29,043,350	41,800,642
Managing Director's Salary and Fees	8,623,625	8,182,903	2,672,500	2,500,000
Auditors' Fees	676,025	547,689	290,949	182,563
Directors' Fees	1,086,600	1,451,600	254,400	358,800
Shariah Committee's Fees	-	138,000	-	46,000
Depreciation and Repair of Bank's Assets	328,494,643	295,489,676	117,224,612	103,594,208
Zakat Expenses	53,691,117	37,686,456	17,897,039	12,562,152
Other Expenses	746,382,778	714,988,328	240,519,979	196,085,286
Total Operating Expenses	**3,751,851,356**	**3,286,820,611**	**1,231,007,687**	**1,079,205,935**
Profit before Provision and tax	**3,314,749,232**	**2,448,632,764**	**1,044,400,545**	**884,611,307**
Provisions for Investments including off-B/S items	1,436,000,000	718,475,215	488,500,000	327,475,215
Provisions for diminution in value of investment in shares	26,115,486	(118,299,077)	23,265,916	(82,947,278)
Total Provisions	**1,462,115,486**	**600,176,138**	**511,765,916**	**244,527,937**
Total Profit before Taxes	**1,852,633,746**	**1,848,456,626**	**532,634,629**	**640,083,370**
Provision for Taxation	1,062,634,504	788,787,075	334,838,233	284,413,480
	1,062,634,504	**788,787,075**	**334,838,233**	**284,413,480**
Net Profit after tax for the period	**789,999,242**	**1,059,669,551**	**197,796,396**	**355,669,890**
Retained Earnings Brought Forward	793,919,776	555,733,247	1,116,377,455	676,629,326
	1,583,919,018	**1,615,402,797**	**1,314,173,851**	**1,032,299,216**
Appropriations:				
Statutory Reserve	353,747,514	371,861,672	100,301,319	129,573,794
Non-Controlling Interest	26,362,105	(5,429,445)	10,063,133	(3,836,112)
Stock Dividend	339,436,940	-	339,436,940	-
Cash Dividend	339,436,944	342,409,037	339,436,944	-
	1,058,983,503	**708,841,264**	**789,238,336**	**125,737,682**
Retained Earnings Carried Forward	**524,935,515**	**906,561,533**	**524,935,515**	**906,561,533**
Earnings Per Share (EPS)	**1.11**	**1.49**	**0.28**	**0.50**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

FIRST SECURITY ISLAMI BANK LIMITED

CONSOLIDATED CASH FLOW STATEMENT (Un-audited)

FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2017

	Jan-Sept. 2017 Taka	Jan-Sept. 2016 Taka
A. Cash Flow from Operating Activities		
Investment Income Receipt	21,217,783,791	19,119,740,496
Profit paid on Deposits	(10,902,899,799)	(11,662,695,863)
Dividend Receipts	6,589,713	6,441,732
Fees & Commission Receipt	459,672,110	273,800,948
Payment to Employees	(2,081,129,056)	(1,728,285,973)
Payment to Suppliers	(160,642,460)	(170,594,527)
Income Tax Paid	(962,525,003)	(621,183,640)
Receipts from Other Operating Activities	566,725,028	253,382,421
Payment for other Operating Activities	(1,182,120,793)	(1,096,281,895)
Operating Profit before changes in Operating Assets & Liabilities	**6,961,453,531**	**4,374,323,699**
Increase /(Decrease) in Operating Assets & Liabilities		
Investments to Customers	(38,360,730,958)	(32,556,843,961)
Other Assets	(424,497,058)	618,171,403
Deposits Received from Customers	11,601,540,539	22,346,807,114
Other Liabilities	4,193,580,732	129,283,635
	(22,990,106,745)	**(9,462,581,810)**
Net Cash Inflow/(Outflow) from Operating Activities	**(16,028,653,214)**	**(5,088,258,110)**
B. Cash Flow from Investing Activities		
Investment in Shares and Securities	(488,083,451)	(1,621,650,856)
Purchase of Property, Plant and Equipment	(209,935,237)	(478,585,189)
Sale of Property, Plant and Equipment	-	-
Net Cash Inflow/(Outflow) from Investing Activities	**(698,018,688)**	**(2,100,236,045)**
C. Cash Flow from Financing Activities		
Receipt/(Payment) of Mudaraba Subordinated Bond	(382,000,000)	(382,000,000)
Increase/(Decrease) in Placement from Banks & FIs	7,746,075,432	(580,812,848)
Dividend Paid in Cash	(339,436,944)	(342,409,037)
Net Cash Inflow/(Outflow) from Financing Activities	**7,024,638,488**	**(1,305,221,885)**
D. Net Increase/Decrease of Cash & Cash Equivalent (A+B+C)	**(9,702,033,414)**	**(8,493,716,040)**
Effect of Exchange Rate on Cash & Cash Equivalent	-	
E. Opening Cash & Cash Equivalent	47,326,467,680	42,472,440,933
F. Closing Cash & Cash Equivalent (D+E)	**37,624,434,266**	**33,978,724,893**
Cash in Hand (Including Foreign Currencies)	1,397,410,513	1,377,148,928
Balance with Bangladesh Bank,other banks, FIS & Placement	36,227,023,753	32,601,575,965
	37,624,434,266	**33,978,724,893**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairma**

Dhaka, 25 October 2017

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FIRST SECURITY ISLAMI BANK LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Un-audited)

FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2017

Particulars	Paid-up Capital	Statutory Reserve	Other Reserve	Assets Reval. Reserve	Retained Earnings	Non-Controlling Interest	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 01 January 2017	**6,788,738,880**	**2,412,128,110**	**402,850,965**	**362,198,654**	**793,919,776**	**300,600,194**	**11,060,436,579**
Changes in Accounting Policy	-	-	-	-	-		-
Restated Balance	**6,788,738,880**	**2,412,128,110**	**402,850,965**	**362,198,654**	**793,919,776**	**300,600,194**	**11,060,436,579**
Surplus/Deficit on account of Revaluation of Properties	-	-	-		-	-	-
Surplus/Deficit on account of Revaluation of Investments	-	-	-	-	-	-	-
Net Gains and Losses not Recognized in the Income Statement	-	-	-	-	-	-	-
Net Profit for the period	-	-	-	-	789,999,242	-	789,999,242
Issue of Bonus Share During the Year	339,436,940	-	-	-	(339,436,940)	-	
Cash Dividend	-	-	-	-	(339,436,944)	-	(339,436,944)
Transfer to Statutory Reserve		353,747,514	-	-	(353,747,514)	-	-
Transfer to Other Reserve	-	-	-		-		
Revaluation reserve to Other Reserve	-	-	-	-	-	-	-
Noncontrolling Interest in Subsidiary Profit	-	-	-	-	(26,362,105)	26,362,105	-
Balance as on 30 September 2017	**7,128,175,820**	**2,765,875,624**	**402,850,965**	**362,198,654**	**524,935,516**	**326,962,299**	**11,510,998,878**
Balance as on 30 September 2016	**6,788,738,880**	**2,274,108,466**	**75,556,891**	**372,259,728**	**906,561,534**	**292,550,401**	**10,709,775,900**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

FIRST SECURITY ISLAMI BANK LIMITED

BALANCE SHEET(Un-audited)

AS AT 30 SEPTEMBER 2017

	30.09.2017 Taka	31.12.2016 Taka
PROPERTY AND ASSETS		
Cash	**23,346,129,880**	**32,300,509,774**
In hand (Including foreign currencies)	1,397,400,504	1,709,021,120
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)	21,948,729,376	30,591,488,654
Balance with other Banks and Financial Institutions	**623,822,743**	**514,632,409**
In Bangladesh	58,710,297	82,373,468
Outside Bangladesh	565,112,446	432,258,941
Placement with Banks & other Financial Institutions	**13,653,700,000**	**14,509,000,000**
Investments in Shares & Securities	**15,157,406,417**	**14,786,490,432**
Government	14,250,000,000	13,900,000,000
Others	907,406,417	886,490,432
Investments	**264,222,329,533**	**226,065,271,502**
General Investment etc.	263,534,337,898	225,520,627,072
Bills Purchased and Negotiated	687,991,635	544,644,430
Fixed Assets Including Premises, Furniture & Intangible Assets	**3,374,830,422**	**3,430,730,939**
Other Assets	**10,702,221,254**	**9,596,694,604**
Non Banking Assets	**25,145,280**	**25,145,280**
Total Assets	**331,105,585,529**	**301,228,474,940**
LIABILITIES AND CAPITAL		
Liabilities		
Placement from Banks & other Financial Institutions	**8,457,190,480**	**711,115,048**
Deposits and Other Accounts	**289,864,716,721**	**274,252,894,129**
Al-Wadia Current Deposits and Other Deposit Accounts	23,699,921,004	15,974,398,677
Bills Payable	1,505,709,106	1,477,937,977
Mudaraba Savings Deposits	23,517,520,649	18,421,853,013
Mudaraba Term Deposits	192,991,288,701	188,431,972,412
Other Mudaraba Deposits	48,150,277,261	49,946,732,050
Mudaraba Subordinated Bond	**1,000,000,000**	**1,382,000,000**
Other Liabilities	**20,684,949,448**	**14,180,498,968**
Total Liabilities	**320,006,856,649**	**290,526,508,145**
Capital/Shareholders' equity		
Paid-up Capital	7,128,175,820	6,788,738,880
Statutory Reserve	2,765,875,624	2,412,128,110
Other Reserve	402,850,965	402,850,965
Assets Revaluation Reserve	362,198,654	362,198,654
Retained Earnings	439,627,817	736,050,186
Total Shareholders' Equity	**11,098,728,880**	**10,701,966,795**
Total Liabilities and Shareholders' Equity	**331,105,585,529**	**301,228,474,940**

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FIRST SECURITY ISLAMI BANK LIMITED

BALANCE SHEET (Un-audited)
AS AT 30 SEPTEMBER 2017

	30.09.2017 Taka	31.12.2016 Taka
OFF- BALANCE SHEET ITEMS		
Contingent Liabilities		
Acceptances and Endorsements	26,301,328,470	21,750,937,662
Letters of Guarantee	6,280,643,678	6,317,021,800
Irrevocable Letters of Credit	6,569,794,976	4,335,806,257
Bills for Collection	1,249,869,753	1,165,010,799
Other Contingent Liabilities	-	-
Total	**40,401,636,878**	**33,568,776,518**
Other Commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total	**-**	**-**
Total Off -Balance Sheet Items Including Contingent Liabilities	**40,401,636,878**	**33,568,776,518**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

AMAR STOCK

FIRST SECURITY ISLAMI BANK LIMITED

PROFIT AND LOSS ACCOUNT (Un-audited)

FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2017

	Jan-Sept. '17 Taka	Jan-Sept. '16 Taka	July- Sept. '17 Taka	July- Sept. '16 Taka
Investments Income	20,808,396,781	19,394,748,724	7,062,305,823	6,555,566,367
Profit Paid on Deposits	(14,901,724,261)	(14,221,363,566)	(5,173,543,834)	(4,777,565,874)
Net Investment Income	**5,906,672,520**	**5,173,385,158**	**1,888,761,989**	**1,778,000,493**
Income from Investment in shares & Securities	64,768,864	34,202,639	22,495,758	18,952,134
Commission, Exchange and Brokerage	421,700,959	229,860,818	134,374,307	96,151,521
Other Operating Income	546,422,676	250,972,108	187,957,349	64,326,149
	1,032,892,499	**515,035,565**	**344,827,414**	**179,429,804**
Total Operating Income	**6,939,565,019**	**5,688,420,723**	**2,233,589,403**	**1,957,430,297**
Less: Operating Expenses				
Salary and Allowances	2,057,822,212	1,707,710,187	661,078,644	578,076,510
Rent, Taxes, Insurances, Electricity etc.	418,292,699	368,208,981	147,566,025	133,569,608
Legal Expenses	7,342,084	6,048,206	1,718,217	729,141
Postage, Stamps, Telecommunication etc.	20,524,757	16,425,727	6,899,532	4,509,931
Stationery, Printings, Advertisements etc.	89,549,634	113,493,446	28,929,171	41,762,193
Managing Director's Salary and Fees	8,623,625	8,182,903	2,672,500	2,500,000
Auditors' Fees	646,875	547,689	281,749	182,563
Directors' Fees	861,600	1,151,600	254,400	358,800
Shariah Committee's Fees	-	138,000	-	46,000
Depreciation and Repair of Bank's Assets	320,460,662	287,025,854	115,070,129	100,783,084
Zakat Expenses	53,691,117	37,686,456	17,897,039	12,562,152
Other Expenses	735,066,816	677,556,957	237,949,487	193,693,187
Total Operating Expenses	**3,712,882,081**	**3,224,176,006**	**1,220,316,893**	**1,068,773,169**
Profit before Provision and tax	**3,226,682,938**	**2,464,244,717**	**1,013,272,510**	**888,657,128**
Provisions for Investments including off-B/S items	1,436,000,000	706,500,000	488,500,000	315,500,000
Provisions for diminution in value of investment in shares	21,945,369	(101,563,645)	23,265,916	(74,711,846)
Total Provisions	**1,457,945,369**	**604,936,355**	**511,765,916**	**240,788,154**
Total Profit before Taxes	**1,768,737,569**	**1,859,308,362**	**501,506,594**	**647,868,974**
Provision for Taxation	1,032,538,540	788,558,309	324,247,203	284,370,281
	1,032,538,540	**788,558,309**	**324,247,203**	**284,370,281**
Net Profit after tax for the period	**736,199,029**	**1,070,750,053**	**177,259,391**	**363,498,693**
Retained Earnings Brought Forward	736,050,186	500,590,957	1,041,543,629	623,145,402
	1,472,249,215	**1,571,341,010**	**1,218,803,020**	**986,644,095**
Appropriations:				
Statutory Reserve	353,747,514	371,861,672	100,301,319	129,573,794
Other Reserve	-	-	-	-
Stock Dividend	339,436,940		339,436,940	-
Cash Dividend	339,436,944	342,409,037	339,436,944	-
	1,032,621,398	**714,270,709**	**779,175,203**	**129,573,794**
Retained Earnings Carried Forward	**439,627,817**	**857,070,300**	**439,627,817**	**857,070,300**
Earnings Per Share (EPS)	**1.03**	**1.50**	**0.25**	**0.51**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

FIRST SECURITY ISLAMI BANK LIMITED

CASH FLOW STATEMENT (Un-audited)

FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2017

	Jan-Sept. 2017 Taka	Jan-Sept. 2016 Taka
A. Cash Flow from Operating Activities		
Investment Income Receipt	21,136,498,160	19,118,658,996
Profit paid on Deposits	(10,902,899,799)	(11,662,695,863)
Dividend Receipts	6,589,713	6,441,732
Fees & Commission Receipt	421,700,959	229,860,818
Payment to Employees	(2,066,445,837)	(1,715,893,090)
Payment to Suppliers	(144,210,572)	(154,920,012)
Income Tax Paid	(962,525,003)	(621,183,640)
Receipts from Other Operating Activities	546,422,676	247,172,743
Payment for other Operating Activities	(1,182,087,956)	(1,070,077,160)
Operating Profit before changes in Operating Assets & Liabilities	**6,853,042,341**	**4,377,364,524**
Increase /(Decrease) in Operating Assets & Liabilities		
Investments to Customers	(38,461,694,461)	(32,198,292,409)
Other Assets	(176,053,062)	(149,353,737)
Deposits Received from Customers	11,612,998,130	22,456,764,003
Other Liabilities	4,027,394,196	26,981,335
	(22,997,355,197)	**(9,863,900,808)**
Net Cash Inflow/(Outflow) from Operating Activities	**(16,144,312,856)**	**(5,486,536,284)**
B. Cash Flow from Investing Activities		
Investment in Shares and Securities	(370,915,985)	(1,853,658,823)
Purchase of Property, Plant and Equipment	(209,899,207)	(468,317,607)
Sale of Property, Plant and Equipment	-	-
Net Cash Inflow/(Outflow) from Investing Activities	**(580,815,192)**	**(2,321,976,430)**
C. Cash Flow from Financing Activities		
Receipt/(Payment) of Mudaraba Subordinated Bond	(382,000,000)	(382,000,000)
Increase/(Decrease) in Placement from Banks & FIs	7,746,075,432	38,124,974
Dividend Paid in Cash	(339,436,944)	(342,409,037)
Net Cash Inflow/(Outflow) from Financing Activities	**7,024,638,488**	**(686,284,063)**
D. Net Increase/Decrease of Cash & Cash Equivalent (A+B+C)	**(9,700,489,560)**	**(8,494,796,777)**
Effect of Exchange Rate on Cash & Cash Equivalent	-	
E. Opening Cash & Cash Equivalent	47,324,142,183	42,470,442,048
F. Closing Cash & Cash Equivalent (D+E)	**37,623,652,623**	**33,975,645,271**
Cash in Hand (Including Foreign Currencies)	1,397,400,504	1,377,113,928
Balance with Bangladesh Bank,other banks, FIS & Placement	36,226,252,119	32,598,531,343
	37,623,652,623	**33,975,645,271**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

AMARSTOCK

FIRST SECURITY ISLAMI BANK LIMITED

STATEMENT OF CHANGES IN EQUITY (Un-audited)

FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2017

Particulars	Paid-up Capital	Statutory Reserve	Other Reserve	Assets Reval. Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 01 January 2017	**6,788,738,880**	**2,412,128,110**	**402,850,965**	**362,198,654**	**736,050,186**	**10,701,966,795**
Changes in Accounting Policy	-	-	-	-	-	-
Restated Balance	**6,788,738,880**	**2,412,128,110**	**402,850,965**	**362,198,654**	**736,050,186**	**10,701,966,795**
Surplus/Deficit on account of Revaluation of Properties	-	-	-	-	-	-
Surplus/Deficit on account of Revaluation of Investments	-	-	-	-	-	-
Net Gains and Losses not Recognized in the Income Statement	-	-	-	-	-	-
Net Profit for the period	-	-	-	-	736,199,029	736,199,029
Issue of Bonus Share During the Year	339,436,940				(339,436,940)	-
Cash Dividend	-	-	-	-	(339,436,944)	(339,436,944)
Transfer to Statutory Reserve	-	353,747,514	-	-	(353,747,514)	-
Transfer to Other Reserve	-	-	-		-	-
Revaluation reserve to Other Reserve	-		-	-	-	-
Balance as on 30 September 2017	**7,128,175,820**	**2,765,875,624**	**402,850,965**	**362,198,654**	**439,627,817**	**11,098,728,880**
Balance as on 30 September 2016	**6,788,738,880**	**2,274,108,466**	**75,556,891**	**372,259,728**	**857,070,300**	**10,367,734,265**

Head of FAD **Company Secretary** **Managing Director** **Director** **Chairman**

Dhaka, 25 October 2017

Selective Notes to the Financial Statements
As at and for the 3rd quarter ended 30 September 2017

01. Basis of Accounting

The financial statements as at and for the 3rd quarter ended 30 September 2017 have been prepared in accordance with Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting", Bangladesh Financial Reporting Standard, Income Tax Ordinance 1984, Bangladesh Bank Circulars, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh.

02. Accounting Policies

In case of preparing these financial statements, the Accounting Policies which have been followed are same as applied in the financial statements of the Bank for preceding period.

03. Basis of Consolidation

The consolidated financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards 10-"Consolidated Financial Statements". The Consolidated Financial Statements are prepared as at and for the 3rd quarter ended 30 September 2017.

All intra-group transactions, balances, income and expenses are eliminated at the time of consolidation.

04. Cash and Cash Equivalent

As per BRPD circular no. 15 dated November 09, 2009 and BAS-7, cash and cash equivalents include notes and coins in hand, balances lying with ATM, unrestricted balance held with Bangladesh Bank and its agent Bank, balance with other Banks and Financial Institutions, Placement with Banks and other Financial Institutions.

05. Depreciation on Property, Plant and Equipment

As required in paragraph 43 of IAS 16-Property, Plant and Equipment, depreciation has been charged at the reducing balance method, except on motor vehicles and building on which straight-line method is applied. Depreciation on addition to fixed assets is charged when the asset is available for use and the charge of depreciation is ceased after the asset is sold out/disposed off/fully depreciated.

06. Provisions

a) General Investments and Investments in Shares & Securities

Provision for general investment and investment in shares & securities has been made as per directives of Bangladesh Bank issued from time to time.

b) Taxation

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

07. Retirement Benefits of Employees

Required in BAS-19 Employee Benefit, provident fund and gratuity benefits are given to eligible staff of the bank in accordance with the locally registered rules and the entity shall disclose the amount recognized as an expense for defined contribution plan.

08. Mudaraba Subordinated Bond

The Bank issued Redeemable non-convertible FSIBL 1st Mudaraba Subordinated Bond to the tune of Taka 2,500,000,000.00 as Supplementary Capital (Tier-2) of the Bank for a term of 6 years to strengthen the capital base of the Bank under Basel-II. The bond had been fully subscribed by the 02.01.2013. However, the amount of Tk. 1,500,000,000.00 had already been paid up to 30 September 2017 as principal redemption.

The Board of Directors of the Bank in its 181st meeting held on February 12, 2017 has decided to issue fully Redeemable non-convertible FSIBL "2nd Mudaraba Subordinated Bond (Private Placement)" amounting to BDT 4,500,000,000.00 (Four hundred fifty crore) through private placements with 7 years maturity for enhancement of Tier-II capital as per requirement of Basel –III. The Bangladesh Securities and Exchange Commission has given consent vided their letter No. BSEC/CI/DS-08/2017/435 dated August 27, 2017 and Bangladesh Bank approval letter no. BRPD(BFIS)661/14B(P)/2017-6560 dated 05.10.2017. The FSIBL 2nd Mudaraba Subordinated Bond is supposed to be fully subscribed within the 31 December 2017.

09. Others

Figures relating to previous year/period included in this period have been rearranged wherever considered necessary.

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