Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 31 March 2017

Amount in Taka

Particulars	As at 31 March 2017	As at 31 December 2016
Property and assets		
Cash in hand	**75,423,408,306**	**71,455,043,186**
Cash in hand (including foreign currency)	11,216,477,802	10,119,946,355
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	64,206,930,504	61,335,096,831
Balance with other banks & financial institutions	**38,076,156,911**	**34,147,842,268**
In Bangladesh	38,062,491,300	32,726,556,251
Outside Bangladesh	13,665,611	1,421,286,017
Placement with banks & other financial institutions	**3,000,000,000**	**3,000,000,000**
Investments in shares & securities	**44,480,820,575**	**59,193,302,393**
Government	39,608,057,770	53,750,317,770
Others	4,872,762,805	5,442,984,623
Investments	**627,670,672,880**	**611,418,912,766**
General investments etc.	589,472,398,220	573,072,166,109
Bills purchased & discounted	38,198,274,660	38,346,746,657
Fixed assets including premises	**15,430,727,218**	**15,588,636,049**
Other assets	**4,275,877,878**	**3,122,823,552**
Non - banking assets	-	-
Total property and assets	**808,357,663,768**	**797,926,560,214**
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	**22,307,600,000**	**16,920,973,000**
Deposits & other accounts	**685,041,153,405**	**681,044,531,409**
Mudaraba savings deposits	237,592,923,765	239,150,593,933
Mudaraba term deposits	203,403,214,064	201,314,652,601
Other mudaraba deposits	171,585,953,506	171,097,323,089
Al- wadeeah current and other deposit accounts	68,289,042,186	63,958,368,029
Bills payable	4,170,019,884	5,523,593,757
Mudaraba perpetual bond	**3,000,000,000**	**3,000,000,000**
Other liabilities	**47,905,606,768**	**47,868,380,209**
Deferred tax liabilities	**246,251,084**	**246,220,665**
Total liabilities	**758,500,611,257**	**749,080,105,283**
Capital/shareholders' equity	**49,857,052,511**	**48,846,454,931**
Paid - up capital	16,099,906,680	16,099,906,680
Statutory reserve	16,099,906,680	16,099,906,680
Other reserves	14,943,859,459	14,929,144,195
Retained earnings	2,713,141,572	1,717,280,377
Non-controlling interest	238,120	216,999
Total liabilities & shareholders' equity	**808,357,663,768**	**797,926,560,214**

Off-balance Sheet Items

Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	12,007,802,967	11,756,790,629
Irrevocable letters of credit (including back to back bills)	109,704,954,440	119,051,089,946
Bills for collection	22,564,427,740	8,433,816,934
Other contingent liabilities	23,581,701	4,331,687
Total	**144,300,766,848**	**139,246,029,196**
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	**144,300,766,848**	**139,246,029,196**
Consolidated Net Asset Value (NAV) per share	**30.97**	**30.34**

The annexed notes form an integral part of these condensed interim financial report.

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Profit & Loss Account (Un-audited)
For the 1st Quarter ended 31 March 2017

Amount in Taka

Particulars	01 January to 31 March 2017	01 January to 31 March 2016
Operating income		
Investment income	13,682,764,095	13,106,022,913
Profit paid on mudaraba deposits	(7,507,383,251)	(7,446,187,089)
Net investment income	**6,175,380,844**	**5,659,835,824**
Income from investments in shares & securities	345,427,767	21,826,922
Commission, exchange & brokerage income	1,580,812,360	1,432,296,557
Other operating income	532,679,859	371,947,570
Total operating income	**8,634,300,830**	**7,485,906,873**
Operating expenses		
Salary & allowances	2,656,789,584	2,287,436,102
Rent, taxes, insurances, electricity etc.	282,070,680	236,218,032
Legal expenses	4,520,392	4,264,558
Postage, stamps and telecommunication etc.	24,108,948	31,659,626
Stationery, printing and advertisement etc.	47,161,869	34,161,927
Chief executive's salary & fees	2,330,645	1,650,000
Directors' fees & expenses	2,015,392	311,318
Shari'ah supervisory committee's fees & expenses	399,836	720,424
Auditors' fees	585,493	626,751
Charges on investment losses	-	-
Depreciation and repair to bank's assets	330,431,130	322,868,196
Zakat expenses	129,892,787	105,328,235
Other expenses	554,744,181	590,724,542
Total operating expenses	**4,035,050,937**	**3,615,969,711**
Profit/ (loss) before provision	**4,599,249,894**	**3,869,937,162**
Provision for investments & off- balance sheet items	1,850,500,000	1,456,660,000
Provision for diminution in value of investments in shares	(42,605,239)	57,412,598
Other provisions	2,355,393	1,386,000
Total provision	**1,810,250,154**	**1,515,458,598**
Total profit/(loss) before taxes	**2,788,999,740**	**2,354,478,564**
Provision for taxation for the period	**1,793,117,424**	**1,547,611,847**
Current tax	1,793,087,006	1,547,574,686
Deferred tax	30,418	37,161
Net profit/ (loss) after tax	**995,882,316**	**806,866,717**
Net profit after tax attributable to:	**995,882,316**	**806,866,717**
Equity holders of IBBL	995,861,195	344,638,101
Non-controlling interest	21,121	(1,384)
Retained earnings from previous year/period	1,717,280,377	3,312,951,535
Add: Net profit after tax (attributable to equity holders of IBBL)	995,861,195	806,868,101
Profit available for appropriation	**2,713,141,572**	**4,119,819,636**
Appropriation:	**2,713,141,572**	**4,119,819,636**
Statutory reserve	-	-
General reserve	-	-
Dividend	-	-
Retained earnings	2,713,141,572	4,119,819,636
Consolidated Earnings Per Share (EPS)	**0.62**	**0.50**

The annexed notes form an integral part of these condensed interim financial report.

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Cash Flow Statement (Un-audited)
For the 1st Quarter ended 31 March 2017

Amount in Taka

Particulars	01 January to 31 March 2017	01 January to 31 March 2016
Cash flows from operating activities		
Investment income	13,545,936,454	11,128,516,428
Profit paid on mudaraba deposits	(6,920,293,520)	(6,317,625,994)
Income/ dividend receipt from investments in shares & securities	387,271,352	(19,284,275)
Fees & commission receipt in cash	1,580,812,360	1,432,296,557
Recovery from written off investments	4,882,423	1,531,421
Payments to employees	(4,145,102,856)	(2,281,662,142)
Cash payments to suppliers	(32,934,766)	(54,436,092)
Income tax paid	(1,718,667,200)	(2,162,623,189)
Receipts from other operating activities	522,817,088	370,416,149
Payments for other operating activities	(768,343,207)	(781,947,246)
(i) Operating profit before changes in operating assets	**2,456,378,129**	**1,315,181,617**
Changes in operating assets and liabilities		
Increase/(decrease) of statutory deposits	-	-
(Increase)/decrease of net trading securities	-	-
(Increase)/decrease of placement to other banks	-	-
(Increase)/decrease of investments to customers	(16,251,760,114)	(14,369,485,937)
(Increase)/decrease of other assets	(71,005,829)	(1,759,250,530)
Increase/(decrease) of placement from other banks	5,386,627,000	5,005,953,979
Increase/(decrease) of deposits from other banks	122,796,418	(24,808,115)
Increase/(decrease) of deposits received from customers	4,042,143,555	8,162,877,731
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(1,934,934,291)	(11,490,690,890)
(ii) Cash flows from operating assets and liabilities	**(8,706,133,261)**	**(14,475,403,762)**
Net cash flows from operating activities (A)=(i+ii)	**(6,249,755,132)**	**(13,160,222,145)**
Cash flows from investing activities		
Proceeds from sale of securities	1,855,988,903	519,535,791
Payment for purchase of securities/BGIIB	13,592,558,194	20,325,121,841
Payment for purchase of securities/membership	(1,170,758,086)	(997,886,761)
Purchase/sale of property, plants & equipments	(131,354,116)	(109,870,712)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	**14,146,434,895**	**19,736,900,159**
Cash flows from financing activities		
Receipts from issue of debt instruments	-	-
Payment for redemption of debt instruments	-	-
Receipts from issuing ordinary share/ rights share	-	-
Dividend paid in Cash	-	-
Net cash flows from financing activities (C)	-	-
Net increase/(decrease) in cash (A+B+C)	**7,896,679,763**	**6,576,678,014**
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year/period	**105,602,885,454**	**83,900,673,115**
Cash & cash equivalents at the end of the period	**113,499,565,217**	**90,477,351,129**
Consolidated Net Operating Cash Flow Per Share (NOCFPS)	**(3.88)**	**(8.17)**

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Statement of Changes in Equity (Un-audited)
For the 1st Quarter ended 31 March 2017

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves *	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Non-controlling interest	01 January to 31 March 2017
1	2	3	4	5	6	7	8	9	10(2+3+4+5+6+7+8+9)
Balance as at 01 January 2017	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,045,937,434**	**10,807,177,128**	**74,040,000**	**1,717,280,377**	**216,999**	**48,846,454,931**
Changes in accounting policy restated balance									
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investments (shares & securities)	-	-	-	-	-	17,740,000	-	-	17,740,000
Currency translation differences	-	-	-	(3,024,736)	-	-	-		(3,024,736)
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-	-
Net profit for the period		-	-	-	-	-	995,861,195	21,121	995,882,316
Transfer to reserve	-	-	-	-	-	-	-	-	-
Dividend:									
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-	-	-	-	-
Total shareholders' equity as on 31 March 2017	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,042,912,698**	**10,807,177,128**	**91,780,000**	**2,713,141,572**	**238,120**	**49,857,052,511**
Total shareholders' equity as on 31 March 2016	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**232,377,360**	**11,498,971,320**	**43,620,000**	**4,119,819,636**	**61,563**	**48,096,652,872**
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	-	3,000,000,000
Add: General Provision for Unclassified Investments and Off-Balance Sheet Items	-	-	-	6,290,900,000	-	-	-	-	6,290,900,000
Adjustment for currency translation differences	-	-	-	(9,417,220)	-	-	-	-	(9,417,220)
Less: Assets Revaluation Reserve	-	-	-	-	(8,507,382,864)	-	-	-	(8,507,382,864)
Less: Revaluation Reserve of Securities	-	-	-	-	-	(75,480,000)	-	-	(75,480,000)
Total equity as on 31 March 2017	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**10,324,395,478**	**2,299,794,264**	**16,300,000**	**2,713,141,572**	**238,120**	**50,555,672,427**
Total equity as on 31 March 2016	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,886,626,859**	**3,449,691,396**	**24,450,000**	**4,119,819,636**	**61,563**	**47,682,452,447**

*Note : general / other reserves	01.01.2017	31.03.2016
General reserve	4,004,520,214	196,062,601
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	9,417,220	4,314,759
Total	4,045,937,434	232,377,360

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 31 March 2017

Amount in Taka

Particulars	As at 31 March 2017	As at 31 December 2016
Property and assets		
Cash in hand	**75,423,407,231**	**71,455,041,556**
Cash in hand (including foreign currency)	11,216,476,727	10,119,944,725
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	64,206,930,504	61,335,096,831
Balance with other banks & financial institutions	**30,997,188,903**	**27,969,527,234**
In Bangladesh	30,983,523,292	26,548,241,217
Outside Bangladesh	13,665,611	1,421,286,017
Placement with banks & other financial institutions	**3,000,000,000**	**3,000,000,000**
Investments in shares & securities	**46,259,030,550**	**60,328,886,791**
Government	39,608,057,770	53,750,317,770
Others	6,650,972,780	6,578,569,021
Investments	**632,670,672,880**	**616,418,912,766**
General investments etc.	594,472,398,220	578,072,166,109
Bills purchased & discounted	38,198,274,660	38,346,746,657
Fixed assets including premises	**15,429,077,278**	**15,586,914,329**
Other assets	**4,029,626,673**	**2,940,373,502**
Non - banking assets	-	
Total property and assets	**807,809,003,515**	**797,699,656,178**
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	**22,307,600,000**	**16,920,973,000**
Deposits & other accounts	**685,517,189,365**	**681,352,249,392**
Mudaraba savings deposits	237,603,680,433	239,163,357,296
Mudaraba term deposits	203,633,214,064	201,544,652,601
Other mudaraba deposits	171,593,027,193	171,101,256,416
Al- wadeeah current and other deposit accounts	68,517,247,791	64,019,389,322
Bills payable	4,170,019,884	5,523,593,757
Mudaraba perpetual bond	**3,000,000,000**	**3,000,000,000**
Other liabilities	**47,270,097,424**	**47,440,682,596**
Deferred tax liabilities	**246,802,968**	**246,802,967**
Total liabilities	**758,341,689,757**	**748,960,707,955**
Capital/shareholders' equity	**49,467,313,758**	**48,738,948,223**
Paid - up capital	16,099,906,680	16,099,906,680
Statutory reserve	16,099,906,680	16,099,906,680
Other reserves	14,943,859,459	14,929,144,195
Retained earnings	2,323,640,939	1,609,990,668
Total liabilities & shareholders' equity	**807,809,003,515**	**797,699,656,178**

Off-balance Sheet Items

Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	12,007,802,967	11,756,790,629
Irrevocable letters of credit (including back to back bills)	109,704,954,440	119,051,089,946
Bills for collection	22,564,427,740	8,433,816,934
Other contingent liabilities	4,331,687	4,331,687
Total	**144,281,516,834**	**139,246,029,196**
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	**144,281,516,834**	**139,246,029,196**

Net Asset Value (NAV) per share	**30.73**	**30.27**

The annexed notes form an integral part of these condensed interim financial report.

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited
Condensed Profit & Loss Account (Un-Audited)
For the 1st Quarter ended 31 March 2017

Amount in Taka

Particulars	01 January to 31 March 2017	01 January to 31 March 2016
Operating income		
Investment income	13,682,764,095	13,106,022,913
Profit paid on mudaraba deposits	(7,509,077,695)	(7,449,224,735)
Net investment income	**6,173,686,400**	**5,656,798,178**
Income from investments in shares & securities	114,525,723	88,701,005
Commission, exchange & brokerage income	1,563,416,353	1,427,579,980
Other operating income	420,776,644	260,959,542
Total operating income	**8,272,405,120**	**7,434,038,705**
Operating expenses		
Salary & allowances	2,652,586,543	2,283,830,521
Rent, taxes, insurances, electricity etc.	280,843,993	235,147,441
Legal expenses	4,520,392	4,264,558
Postage, stamps and telecommunication etc.	24,062,020	31,586,895
Stationery, printing and advertisement etc.	47,041,049	34,034,970
Chief executive's salary & fees	2,330,645	1,650,000
Directors' fees & expenses	1,684,192	274,518
Shari'ah supervisory committee's fees & expenses	399,836	720,424
Auditors' fees	562,500	603,750
Charges on investment losses	-	-
Depreciation and repair to bank's assets	330,056,450	322,451,742
Zakat expenses	129,892,787	105,328,235
Other expenses	481,382,444	539,985,405
Total operating expenses	**3,955,362,851**	**3,559,878,459**
Profit/ (loss) before provision	**4,317,042,270**	**3,874,160,246**
Provision for investments & off- balance sheet items	1,850,500,000	1,456,660,000
Provision for diminution in value of investments in shares	-	17,708,864
Other provisions	2,355,393	1,386,000
Total provision	**1,852,855,393**	**1,475,754,864**
Total profit/(loss) before taxes	**2,464,186,877**	**2,398,405,382**
Provision for taxation for the period	**1,750,536,606**	**1,521,795,392**
Current tax	1,750,536,606	1,521,795,392
Deferred tax	-	-
Net profit/ (loss) after tax	**713,650,271**	**876,609,990**
Retained earnings from previous year/period	1,609,990,668	3,219,981,336
Add: Net profit after tax	713,650,271	876,609,990
Profit available for appropriation	**2,323,640,939**	**4,096,591,326**
Appropriation:	**2,323,640,939**	**4,096,591,326**
Statutory reserve	-	-
General reserve	-	-
Dividend	-	-
Retained earnings	2,323,640,939	4,096,591,326
Earnings Per Share (EPS)	**0.44**	**0.54**

The annexed notes form an integral part of these condensed interim financial report.

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited
Condensed Cash Flow Statement (Un-Audited)
For the 1st Quarter ended 31 March 2017

Amount in Taka

Particulars	01 January to 31 March 2017	01 January to 31 March 2016
Cash flows from operating activities		
Investment income	13,545,936,454	11,128,516,428
Profit paid on mudaraba deposits	(6,921,987,964)	(6,320,663,640)
Income/ dividend receipt from investments in shares & securities	156,369,308	47,589,808
Fees & commission receipt in cash	1,563,416,353	1,427,579,980
Recovery from written off investments	4,882,423	1,531,421
Payments to employees	(4,140,899,815)	(2,278,056,561)
Cash payments to suppliers	(32,813,946)	(54,309,135)
Income tax paid	(1,695,472,205)	(2,144,845,169)
Receipts from other operating activities	410,913,873	259,428,121
Payments for other operating activities	(692,978,982)	(729,588,532)
(i) Operating profit before changes in operating assets	**2,197,365,500**	**1,337,182,721**
Changes in operating assets and liabilities		
Increase/(decrease) of statutory deposits	-	-
(Increase)/decrease of net trading securities	-	-
(Increase)/decrease of placement to other banks	-	-
(Increase)/decrease of investments to customers	(16,251,760,114)	(14,369,485,937)
(Increase)/decrease of other assets	201,927,454	(1,457,622,283)
Increase/(decrease) of placement from other banks	5,386,627,000	5,005,953,979
Increase/(decrease) of deposits from other banks	122,796,418	(24,808,115)
Increase/(decrease) of deposits received from customers	4,042,143,555	8,162,914,903
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(2,623,834,594)	(9,177,403,839)
(ii) Cash flows from operating assets and liabilities	**(9,122,100,281)**	**(11,860,451,292)**
Net cash flows from operating activities (A)=(i+ii)	**(6,924,734,781)**	**(10,523,268,571)**
Cash flows from investing activities		
Proceeds from sale of securities	-	-
Payment for purchase of securities/BGIIB	14,052,116,241	20,325,121,841
Payment for purchase of securities/membership	-	-
Purchase/sale of property, plants & equipments	(131,354,116)	(109,870,712)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	**13,920,762,125**	**20,215,251,129**
Cash flows from financing activities		
Receipts from issue of debt instruments	-	-
Payment for redemption of debt instruments	-	-
Receipts from issuing ordinary share/ rights share	-	-
Dividend paid in Cash	-	-
Net cash flows from financing activities (C)	-	-
Net increase/(decrease) in cash (A+B+C)	**6,996,027,344**	**9,691,982,558**
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year/period	**99,424,568,790**	**75,022,398,248**
Cash & cash equivalents at the end of the period/quarter	**106,420,596,134**	**84,714,380,806**
Net Operating Cash Flow Per Share (NOCFPS)	**(4.30)**	**(6.54)**

Md. Habibur Rahman Bhuiyan, FCA
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Abdul Hamid Miah
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited
Condensed Statement of Changes in Equity (Un-Audited)
For the 1st Quarter ended 31 March 2017

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves *	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	01 January to 31 March 2017
1	2	3	4	5	6	7	8	9(2+3+4+5+6+7+8)
Balance as at 01 January 2017	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,045,937,434**	**10,807,177,128**	**74,040,000**	**1,609,990,668**	**48,738,948,223**
Changes in accounting policy restated balance								
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investments (shares & securities)	-	-	-	-	-	17,740,000	-	17,740,000
Currency translation differences	-	-	-	(3,024,736)	-	-	-	(3,024,736)
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit for the period		-	-	-	-	-	713,650,271	713,650,271
Transfer to reserve	-	-	-	-	-	-	-	-
Dividend:								
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-	-	-	-
Total shareholders' equity as on 31 March 2017	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,042,912,698**	**10,807,177,128**	**91,780,000**	**2,323,640,939**	**49,467,313,758**
Total shareholders' equity as on 31 March 2016	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**232,377,360**	**11,498,971,320**	**43,620,000**	**4,096,591,326**	**48,073,362,999**
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	3,000,000,000
Add: General Provision for Unclassified Investments and Off-Balance Sheet Items	-	-	-	6,290,900,000	-	-	-	6,290,900,000
Adjustment for currency translation differences	-	-	-	(9,417,220)	-	-	-	(9,417,220)
Less: Assets Revaluation Reserve	-	-	-	-	(8,507,382,864)	-	-	(8,507,382,864)
Less: Revaluation Reserve of Securities	-	-	-	-	-	(75,480,000)	-	(75,480,000)
Total equity as on 31 March 2017	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**10,324,395,478**	**2,299,794,264**	**16,300,000**	**2,323,640,939**	**50,165,933,674**
Total equity as on 31 March 2016	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,886,626,859**	**3,449,691,396**	**24,450,000**	**4,096,591,326**	**47,659,162,574**

*Note : general / other reserves	01.01.2017	31.03.2016
General reserve	4,004,520,214	196,062,601
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	9,417,220	4,314,759
Total	**4,045,937,434**	**232,377,360**

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Director

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Chairman

Islami Bank Bangladesh Limited and its Subsidiaries

Notes to the condensed consolidated interim financial report (Un-audited)

As at and for the 1st quarter ended 31 March 2017

1.0 The Bank and its activities

1.1 Islami Bank Bangladesh Limited (hereinafter referred to as "the Bank" or "IBBL") was established as a Public Limited Banking Company in Bangladesh in 1983 as the first Shari'ah based Scheduled Commercial Bank in the South East Asia. Naturally, its modus operandi is substantially different from those of other conventional Commercial Banks. The Bank conducts its business on the Shari'ah principles of Mudaraba, Musharaka, Bai-Murabaha, Bai-Muajjal, Hire Purchase under Shirkatul Melk, Bai-Salam and Bai-as-Sarf etc. There is a Shari'ah Supervisory Committee in the Bank which ensures that the activities of the Bank are being conducted on the precepts of Islam.

The shares of the Bank are listed with both Dhaka Stock Exchange (DSE) Limited and Chittagong Stock Exchange (CSE) Limited. The Bank carries out its business activities through its Head Office in Dhaka, 16 Zonal Offices, 318 branches including 58 Authorised Dealer (AD) branches and 3 Off-shore Banking Units (OBUs) in Bangladesh. The Principal place of business is the Registered Office of the Bank situated at Islami Bank Tower, 40, Dilkusha Commercial Area, Dhaka-1000, Bangladesh.

These interim financial report as at and for the 1st quarter ended 31 March 2017 include the condensed consolidated and the separate financial report of the Bank. The condensed consolidated interim financial report comprise the financial statements of the Bank and its two subsidiaries - Islami Bank Securities Limited (IBSL) and Islami Bank Capital Management Limited (IBCML) - together referred to as "the Companies".

1.2 Nature of business/principal activities of the Bank

All kinds of commercial banking services including Islamic micro-finance under Rural Development Scheme (RDS) and Urban Poor Development Scheme (UPDS), mobile financial services under the "Islami Bank mCash" are provided by the Bank to the customers following the principles of Islamic Shari'ah, the provisions of the Bank Company Act, 1991 as amended, Bangladesh Bank's directives and directives of other regulatory authorities. The Bank also provide services to its clients through currently three offshore-banking units (OBUs) located at Head Office Complex Branch, Uttara Branch and Agrabad Branch.

2.0 Basis of preparation

2.1 Statement of compliance

The operations of the Bank and its subsidiaries are in strict compliance with the rules of Islamic Shari'ah. This condensed consolidated and separate interim financial report for the 1st quarter ended 31 March 2017 of the Bank has been prepared in accordance with *"BAS: 34 Interim Financial Reporting"* and as per Bangladesh Bank (BB) Department of Banking Inspection (DBI) Circular Letter No. 01 dated 24 February 2004 and Bangladesh Securities & Exchange Commission (BSEC) Notification No. SEC/CMRRCD/2008-183/Admin/03-34 dated 27 September 2009. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Bank since the last annual consolidated and separate financial statements as at and for the year ended 31 December 2016. This condensed consolidated and separate interim financial report does not include all the information required for full annual financial statements prepared in accordance with Bangladesh Financial Reporting Standards.

2.2 Authorization of the financial statements for issue

The condensed consolidated and separate interim financial report of the Bank have been authorized for issue by the Board of Directors on 13 May 2017.

2.3 Use of estimates and judgments

Preparing the interim financial report requires Management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated and separate interim financial report, significant judgments made by Management in applying the Companies'/Bank's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated and separate financial statements as at and for the year ended 31 December 2016.

2.4 Reporting period

These condensed consolidated and separate interim financial report of the Bank and its subsidiaries cover 1st quarter from 1 January 2017 to 31 March 2017.

3.0 Significant accounting policies

Except as described below, the accounting policies applied by the Bank/Companies in this condensed consolidated and separate interim financial report are the same as those applied by the Bank/Companies in its consolidated and separate financial statements as at and for the year ended 31 December 2016.

3.1 Income tax expenses

No deferred tax has been calculated for this period.

4.0 Dividend payments

The Board of Directors of the Bank already proposed 10% cash dividend for the year 2016 which is subject to approval in the forthcoming Annual General Meeting (AGM) of the Bank on 23 May 2017. Hence no liability has been recognized in this period/quarter and no dividend has been paid during this period/quarter.

5.0 Events after the reporting period

There were no material events subsequent to the interim reporting period that have not been reflected in the financial statements for the interim period.

6.0 Consolidated Fixed assets including premises, furniture and fixtures

	31 March 2017 Taka	31 December 2016 Taka
Opening balance (book/written down value)	**15,588,636,049**	**15,838,557,191**
Add: Acquisition/ addition/ purchase during the period	130,931,793	640,685,142
Less: Sale/disposal/adjustment during the period		71,451,294
Less: Depreciation charged during the period	288,840,624	819,154,990
Closing book value/writtendown value at the end of the period	**15,430,727,218**	**15,588,636,049**

7.0 Provision for un-classified, classified investment and Off-balance sheet items including Off-shore Banking Units (OBU)

	31 March 2017 Taka	31 March 2016 Taka
A. Opening balance as on 1 January	**26,787,820,000**	**23,255,000,000**
General Provision for Unclassified Investment including OBU	4,841,410,000	4,169,710,000
Provision for Classified Investment	20,553,810,000	17,751,490,000
Provision for Off-Balance Sheet items	1,392,600,000	1,333,800,000
B. Total deduction/adjustment from provision for classified investment for the period	-	-
C. Available balance of provision (A-B)	**26,787,820,000**	**23,255,000,000**
D. Provision made during the period	**1,850,500,000**	**1,456,660,000**
General Provision for Unclassified Investment including OBU	6,750,000	54,300,000
Provision for Classified Investment	1,793,610,000	1,270,990,000
Provision for Off-Balance Sheet items	50,140,000	131,370,000
E. Closing balance as on 31 March (C+D)	**28,638,320,000**	**24,711,660,000**
General Provision for Unclassified Investment including OBU	4,848,160,000	4,224,010,000
Provision for Classified Investment	22,347,420,000	19,022,480,000
Provision for Off-Balance Sheet items	1,442,740,000	1,465,170,000

8.0 Earnings per share (EPS)

a) Profit attributable for the period	713,650,271	876,609,990
b) Weighted average number of ordinary shares during the period	1,609,990,668	1,609,990,668
Basic earnings per share (EPS) (a ÷ b)	**0.44**	**0.54**

Diluted earnings per share is not applicable since there is no possibility of dilution of shares during the year/period.

9.0 Consolidated earnings per share

a) Consolidated profit attributable for the period	995,882,316	806,866,717
b) Weighted average number of ordinary shares during the period	1,609,990,668	1,609,990,668
Consolidated basic earnings per share (EPS) (a ÷ b)	**0.62**	**0.50**

10.0 Consolidated segment reporting

The consolidated segment reporting has been shown in annnexure A.

11.0 The Net Operating Cash Flow Per Share(NOCFPS) becomes negative due to negative net cash flows from operating activities which emanates from higher disbursement of investment i.e. outflow of Tk.16,251.76 million against inflow of Tk.4,042.14 million from deposit during the the period i.e. 01 January 2017 to 31 March 2017.

Islami Bank Bangladesh Limited and its Subsidiaries
Consolidated segment reporting
For the 1st quarter ended 31 March 2017

A. Segmental operating profit and loss

(Amount in Taka)

Particulars	Head Office Controlled Branchs	Dhaka Central Zone	Dhaka South Zone	Dhaka North Zone	Khulna Zone	Comilla Zone	Rajshahi Zone	Chittagong South Zone	Noakhali Zone	Common	Consolidated
Investment income	3,683,150,000	2,112,520,000	388,860,000	552,850,000	545,590,000	445,430,000	996,100,000	278,160,000	395,090,000	4,630,441,862	14,028,191,862
Profit paid on mudaraba deposits	(559,220,000)	(607,840,000)	(263,590,000)	(425,490,000)	(316,100,000)	(506,340,000)	(268,190,000)	(466,640,000)	(471,660,000)	(3,622,313,251)	(7,507,383,251)
Profit received/(paid) on IB Geneart Account	(161,190,000)	(454,730,000)	193,000,000	334,430,000	113,680,000	519,890,000	(152,740,000)	481,720,000	451,500,000	(1,325,560,000)	-
Net investment income	**2,962,740,000**	**1,049,950,000**	**318,270,000**	**461,790,000**	**343,170,000**	**458,980,000**	**575,170,000**	**293,240,000**	**374,930,000**	**(317,431,389)**	**6,520,808,611**
Commission, exchange & other income	396,090,000	258,760,000	46,620,000	50,030,000	39,360,000	20,470,000	42,090,000	20,570,000	24,720,000	1,214,782,219	2,113,492,219
Total operating income	**3,358,830,000**	**1,308,710,000**	**364,890,000**	**511,820,000**	**382,530,000**	**479,450,000**	**617,260,000**	**313,810,000**	**399,650,000**	**897,350,830**	**8,634,300,830**
Total operating expenses	(216,450,000)	(221,110,000)	(135,380,000)	171,750,000	(147,340,000)	(151,090,000)	(156,690,000)	(128,830,000)	133,020,000	(3,182,930,937)	(4,035,050,937)
Operating Profit for the quarter ended 31 March 2017	**3,142,380,000**	**1,087,600,000**	**229,510,000**	**683,570,000**	**235,190,000**	**328,360,000**	**460,570,000**	**184,980,000**	**532,670,000**	**(2,285,580,107)**	**4,599,249,894**
Operating Profit for the quarter ended 31 March 2016	**1,691,580,000**	**1,087,610,000**	**229,520,000**	**340,070,000**	**235,190,000**	**328,350,000**	**460,570,000**	**184,990,000**	**266,610,000**	**(954,552,838)**	**3,869,937,162**

There are 16 operating segments including subsidiaries as on 31 March 2017. Out of which only 9 are reportable as per BFRS 8 "Operating segments" and latest evaluation as at 31 December 2016. Hence other non-reportable segments have been shown as under 'Common'.

B. Segmental assets and liabilities

The necessary information regarding assets and liabilities of operating segments (except subsidiaries) are not separable and individually identifiable for this purpose. For this reason the assets and liabilities of the respective segments have not been presented.