Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 June 2017

(Amount in Taka)

Particulars	As at 30 June 2017	As at 31 December 2016
Property and assets		
Cash in hand	**70,774,369,116**	**71,455,043,186**
Cash in hand (including foreign currency)	14,593,789,594	10,119,946,355
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	56,180,579,522	61,335,096,831
Balance with other banks & financial institutions	**32,892,243,007**	**34,147,842,268**
In Bangladesh	32,547,735,401	32,726,556,251
Outside Bangladesh	344,507,606	1,421,286,017
Placement with banks & other financial institutions	**2,000,000,000**	**3,000,000,000**
Investments in shares & securities	**35,763,468,133**	**59,193,302,393**
Government	30,702,677,770	53,750,317,770
Others	5,060,790,363	5,442,984,623
Investments	**661,725,554,674**	**611,418,912,766**
General investments etc.	620,092,633,623	573,072,166,109
Bills purchased & discounted	41,632,921,051	38,346,746,657
Fixed assets including premises	**15,300,702,934**	**15,588,636,049**
Other Assets	**6,978,629,074**	**3,122,823,552**
Non - banking assets	-	-
Total property and assets	**825,434,966,938**	**797,926,560,214**

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 June 2017

(Amount in Taka)

Particulars	As at 30 June 2017	As at 31 December 2016
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	**20,592,354,650**	**16,920,973,000**
Deposits & other accounts	**704,015,810,211**	**681,044,531,409**
Mudaraba savings deposits	241,464,699,276	239,150,593,933
Mudaraba term deposits	209,324,910,310	201,314,652,601
Other mudaraba deposits	178,791,288,608	171,097,323,089
Al- wadeeah current and other deposit accounts	70,223,664,907	63,958,368,029
Bills payable	4,211,247,110	5,523,593,757
Mudaraba perpetual bond	**3,000,000,000**	**3,000,000,000**
Other liabilities	**47,425,838,825**	**47,868,380,209**
Deferred tax liabilities	**246,282,965**	**246,220,665**
Total liabilities	**775,280,286,651**	**749,080,105,283**
Capital/shareholders' equity	**50,154,680,287**	**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	14,941,504,195	14,929,144,195
Retained earnings	3,013,120,630	1,717,280,377
Non-controlling interest	242,102	216,999
Total liabilities & shareholders' equity	**825,434,966,938**	**797,926,560,214**
Off-balance Sheet Items		
Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	12,431,308,891	11,756,790,629
Irrevocable letters of credit (including back to back bills)	124,964,085,052	119,051,089,946
Bills for collection	7,824,459,191	8,433,816,934
Other contingent liabilities	23,581,701	4,331,687
Total	**145,243,434,835**	**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	-	-
Total	-	-
Total off-balance sheet items including contingent liabilities	**145,243,434,835**	**139,246,029,196**
Consolidated Net Asset Value (NAV) per share	**31.15**	**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 half year ended 30 June 2017

(Amount in Taka)

Particulars	01 January to 30 June 2017	01 January to 30 June 2016	01 April to 30 June 2017	01 April to 30 June 2016
Operating income				
Investment income	27,590,769,544	26,561,394,509	13,908,005,449	13,455,371,596
Profit paid on mudaraba deposits	(15,109,935,692)	(14,741,147,047)	(7,602,552,441)	(7,294,959,958)
Net investment income	**12,480,833,852**	**11,820,247,462**	**6,305,453,008**	**6,160,411,638**
Income from Investment in Shares & Securities	584,988,520	267,832,544	239,560,753	246,005,622
Commission, exchange & brokerage income	3,068,346,748	2,895,604,718	1,487,534,388	1,463,308,161
Other operating income	1,475,240,961	1,131,566,709	942,561,102	759,619,139
Total operating income	**17,609,410,081**	**16,115,251,433**	**8,975,109,251**	**8,629,344,560**
Operating expenses				
Salary & allowances	5,827,678,718	4,811,514,762	3,170,889,134	2,524,078,660
Rent, taxes, insurances, electricity etc.	609,868,331	558,296,819	327,797,651	322,078,787
Legal expenses	8,726,334	21,616,128	4,205,942	17,351,570
Postage, stamps and telecommunication etc.	48,698,682	61,643,506	24,589,734	29,983,880
Stationery, printing and advertisement etc.	91,725,142	109,034,775	44,563,273	74,872,848
Chief executive's salary & fees	5,600,645	5,255,806	3,270,000	3,605,806
Directors' fees & expenses	5,502,410	4,462,451	3,487,018	4,151,133
Shari'ah supervisory committee's fees & expenses	1,073,644	1,290,289	673,808	569,865
Auditors' fees	1,295,986	1,171,002	710,493	544,251
Charges on investment losses	-	-	-	-
Depreciation and repair to bank's assets	673,727,422	533,026,028	343,296,292	210,157,832
Zakat expenses	259,785,573	210,656,470	129,892,786	105,328,235
Other expenses	1,095,995,073	1,131,975,892	541,250,892	541,251,350
Total operating expenses	**8,629,677,960**	**7,449,943,928**	**4,594,627,023**	**3,833,974,217**
Profit/ (loss) before provision	**8,979,732,121**	**8,665,307,505**	**4,380,482,228**	**4,795,370,343**
Provision for investments & off- balance sheet items	2,567,950,000	1,748,340,000	717,450,000	291,680,000
Provision for diminution in value of investments in shares	(39,199,368)	33,419,911	3,405,871	(23,992,687)
Other provisions	464,756	-	(1,890,637)	(1,386,000)
Total provision	**2,529,215,388**	**1,781,759,911**	**718,965,234**	**266,301,313**
Total profit/(loss) before taxes	**6,450,516,733**	**6,883,547,594**	**3,661,516,994**	**4,529,069,030**
Provision for taxation for the period	**3,544,660,709**	**3,417,692,914**	**1,751,543,284**	**1,870,081,067**
Current tax	3,544,598,408	3,417,664,156	1,751,511,401	1,870,089,470
Deferred tax	62,301	28,758	31,883	(8,403)
Net profit/ (loss) after tax	**2,905,856,024**	**3,465,854,680**	**1,909,973,709**	**2,658,987,963**
Net profit after tax attributable to:	**2,905,856,024**	**3,465,854,680**	**1,909,973,709**	**2,658,987,963**
Equity holders of IBBL	2,905,830,921	3,465,853,565	1,909,969,726	2,658,985,464
Non-controlling interest	25,103	1,115	3,982	2,499
Retained earnings from previous year/period	1,717,280,377	4,169,130,152	2,713,141,572	4,975,998,253
Add: Net profit after tax (attributable to equity holders of IBBL)	2,905,830,921	3,465,853,565	1,909,969,726	2,658,985,464
Profit available for appropriation	**4,623,111,298**	**7,634,983,717**	**4,623,111,298**	**7,634,983,717**
Appropriation:	**4,623,111,298**	**7,634,983,717**	**4,623,111,298**	**7,634,983,717**
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	1,609,990,668	3,219,981,336	1,609,990,668	3,219,981,336
Retained earnings	3,013,120,630	4,415,002,381	3,013,120,630	4,415,002,381
Consolidated Earnings Per share (EPS)	**1.80**	**2.15**	**1.18**	**1.65**

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 half year ended 30 June 2017

(Amount in Taka)

Particulars	01 January to 30 June 2017	01 January to 30 June 2016
Cash flows from operating activities		
Investment income	27,038,434,213	26,800,771,933
Profit paid on mudaraba deposits	(14,493,522,995)	(15,422,319,230)
Income/ dividend receipt from investments in shares & securities	962,029,305	648,659,031
Fees & Commission receipt in cash	3,068,346,748	2,895,604,718
Recovery from written off investments	22,515,858	13,928,714
Payments to employees	(5,823,341,206)	(6,318,800,870)
Cash payments to suppliers	(111,268,235)	(140,562,351)
Income tax paid	(4,510,909,368)	(5,075,829,405)
Receipts from other operating activities	1,445,579,330	1,118,758,089
Payments for other operating activities	(1,437,918,287)	(1,339,691,522)
(i) Operating profit before changes in operating assets	**6,159,945,363**	**3,180,519,107**
Changes in operating assets and liabilities		
Increase/(decrease) of statutory deposits	-	-
(Increase)/decrease of net trading securities	-	-
(Increase)/decrease of placement to other banks	1,000,000,000	-
(Increase)/decrease of investments to customers	(50,486,641,908)	(35,233,135,756)
(Increase)/decrease of other assets	(3,853,897,785)	(3,107,260,589)
Increase/(decrease) of placement from other banks	3,671,381,650	(4,606,113,979)
Increase/(decrease) of deposits from other banks	687,295,890	687,295,890
Increase/(decrease) of deposits received from customers	21,765,009,479	31,922,206,448
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(1,582,457,694)	234,115,214
(ii) Cash flows from operating assets and liabilities	**(28,799,310,368)**	**(10,102,892,772)**
Net cash flows from operating activities (A)=(i+ii)	**(22,639,365,005)**	**(6,922,373,665)**
Cash flows from investing activities		
Proceeds from sale of securities	911,272,740	911,272,740
Payment for purchase of securities/BGIIB	23,092,364,117	17,466,069,711
Payment for purchase of securities/membership	(1,403,681,211)	(1,403,681,211)
Purchase/sale of property, plants & equipments	(286,873,304)	(234,536,768)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	**22,313,082,342**	**16,739,124,472**
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	(1,609,990,668)	(3,219,981,336)
Net cash flows from financing activities (C)	**(1,609,990,668)**	**(3,219,981,336)**
Net increase/(decrease) in cash (A+B+C)	**(1,936,273,331)**	**6,596,769,471**
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year	**105,602,885,454**	**80,900,673,115**
Cash & cash equivalents at the end of the period	**103,666,612,123**	**87,497,442,586**
Consolidated Net Operating Cash Flow Per Share (NOCFPS)	**(14.06)**	**(4.30)**

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Chief Financial Officer

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Managing Director & CEO

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Director

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Arastoo Khan
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries

Condensed Consolidated Statement of Changes in Equity (Un-audited)

For the half year ended 30 June 2017

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves *	Assets revaluation reserve (Restated)**	Revaluation reserve of securities	Retained earnings (Restated)**	Non-controlling interest	01 January to 30 June 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)	-	-	-	-	-	12,360,000	-	-	12,360,000
Currency translation differences	-	-	-	-	-	-	-		-
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	2,905,830,921	25,103	2,905,856,024
Transfer to reserve	-	-	-	-	-	-	-	-	-
Dividend:									-
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	-	(1,609,990,668)
Issue of Share Capital	-	-	-	-	-	-	-	-	-
Total shareholders' equity as on 30 June 2017	16,099,906,680	1,989,633	16,099,906,680	4,045,937,434	10,807,177,128	86,400,000	3,013,120,630	242,102	50,154,680,287
Total shareholders' equity as on 30 June 2016 (Restated)	16,099,906,680	1,989,633	16,099,906,680	232,377,360	10,904,468,771	47,080,000	4,415,002,381	64,062	47,800,795,567
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	-	3,000,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.2)	-		-	6,545,700,000	-	-	-	-	6,545,700,000
Adjustment for currency translation differences	-	-	-	(9,417,220)	-	-	-	-	(9,417,220)
Less: Assets revaluation reserve (Note-3.2)	-	-	-	-	(8,507,382,864)	-	-	-	(8,507,382,864)
Less: Revaluation reserve of securities (Note-3.2)	-	-	-	-	-	(70,100,000)	-	-	(70,100,000)
Total equity as on 30 June 2017	16,099,906,680	1,989,633	16,099,906,680	10,582,220,214	2,299,794,264	16,300,000	3,013,120,630	242,102	51,113,480,203
Total equity as on 30 June 2016 (Restated)	16,099,906,680	1,989,633	16,099,906,680	5,950,372,601	3,449,691,396	24,450,000	4,415,002,381	64,062	49,041,383,433

*Note : general / other reserves	01.01.2017	30.06.2016
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

** Retained Earnings & Assets Revaluation Reserve have been restated of the figure of 30.06.2016 due to changes in accounting policy as per BAS-8" Accounting Policies, Changes in Accounting Estimate and Errors" (Note ref.2.5)

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 30 June 2017

(Amount in Taka)

Particulars	As at 30 June 2017	As at 31 December 2016
Property and assets		
Cash in hand	**70,774,368,921**	**71,455,041,556**
Cash in hand (including foreign currency)	14,593,789,399	10,119,944,725
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	56,180,579,522	61,335,096,831
Balance with other banks & financial institutions	**25,726,428,368**	**27,969,527,234**
In Bangladesh	25,381,920,762	26,548,241,217
Outside Bangladesh	344,507,606	1,421,286,017
Placement with banks & other financial institutions	**2,000,000,000**	**3,000,000,000**
Investments in shares & securities	**37,372,438,670**	**60,328,886,791**
Government	30,702,677,770	53,750,317,770
Others	6,669,760,900	6,578,569,021
Investments	**666,905,554,674**	**616,418,912,766**
General investments etc.	625,272,633,623	578,072,166,109
Bills purchased & discounted	41,632,921,051	38,346,746,657
Fixed assets including premises	**15,299,069,009**	**15,586,914,329**
Other assets	**6,782,856,556**	**2,940,373,502**
Non - banking assets	-	-
Total property and assets	**824,860,716,198**	**797,699,656,178**

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 June 2017

(Amount in Taka)

Particulars	As at 30 June 2017	As at 31 December 2016
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	**20,592,354,650**	**16,920,973,000**
Deposits & other accounts	**704,317,706,307**	**681,352,249,392**
Mudaraba savings deposits	241,471,102,918	239,163,357,296
Mudaraba term deposits	209,554,910,310	201,544,652,601
Other mudaraba deposits	178,797,000,790	171,101,256,416
Al- wadeeah current and other deposit accounts	70,283,445,179	64,019,389,322
Bills payable	4,211,247,110	5,523,593,757
Mudaraba perpetual bond	**3,000,000,000**	**3,000,000,000**
Other liabilities	**46,994,282,950**	**47,440,682,596**
Deferred tax liabilities	**246,802,967**	**246,802,967**
Total liabilities	**775,151,146,874**	**748,960,707,955**
Capital/shareholders' equity	**49,709,569,324**	**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	14,941,504,195	14,929,144,195
Retained earnings	2,568,251,769	1,609,990,668
Total liabilities & shareholders' equity	**824,860,716,198**	**797,699,656,178**
Off-balance Sheet Items		
Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	12,431,308,891	11,756,790,629
Irrevocable letters of credit (including back to back bills)	124,964,085,052	119,051,089,946
Bills for collection	7,824,459,191	8,433,816,934
Other contingent liabilities	23,581,701	4,331,687
Total	**145,243,434,835**	**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	**145,243,434,835**	**139,246,029,196**
Net Asset Value (NAV) per share	**30.88**	**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 half year ended 30 June 2017

(Amount in Taka)

Particulars	01 January to 30 June 2017	01 January to 30 June 2016	01 April to 30 June 2017	01 April to 30 June 2016
Operating income				
Investment income	27,590,769,544	26,561,394,509	13,908,005,449	13,455,371,596
Profit paid on mudaraba deposits	(15,115,640,095)	(14,745,671,686)	(7,606,562,400)	(7,296,446,951)
Net investment income	**12,475,129,449**	**11,815,722,823**	**6,301,443,049**	**6,158,924,645**
Income from investments in shares & securities	341,788,328	245,817,849	227,262,605	157,116,844
Commission, exchange & brokerage income	3,043,722,918	2,883,862,760	1,480,306,565	1,456,282,780
Other operating income	1,248,180,495	920,997,239	827,403,851	660,037,697
Total operating income	**17,108,821,190**	**15,866,400,671**	**8,836,416,070**	**8,432,361,966**
Operating expenses				
Salary & allowances	5,818,630,666	4,802,431,068	3,166,044,123	2,518,600,547
Rent, taxes, insurances, electricity etc.	607,427,589	556,177,839	326,583,596	321,030,398
Legal expenses	8,726,334	21,616,128	4,205,942	17,351,570
Postage, stamps and telecommunication etc.	48,619,510	61,513,272	24,557,490	29,926,377
Stationery, printing and advertisement etc.	91,577,566	108,835,231	44,536,517	74,800,261
Chief executive's salary & fees	5,600,645	5,255,806	3,270,000	3,605,806
Directors' fees & expenses	4,876,810	4,324,451	3,192,618	4,049,933
Shari'ah supervisory committee's fees & expenses	1,073,644	1,290,289	673,808	569,865
Auditors' fees	1,250,000	1,125,000	687,500	521,250
Charges on investment losses	-	-	-	-
Depreciation and repair to bank's assets	673,580,302	532,849,228	343,523,852	210,397,486
Zakat expenses	259,785,573	210,656,470	129,892,786	105,328,235
Other expenses	977,202,327	1,026,994,600	495,819,883	487,009,195
Total operating expenses	**8,498,350,966**	**7,333,069,382**	**4,542,988,115**	**3,773,190,923**
Profit/ (loss) before provision	**8,610,470,224**	**8,533,331,289**	**4,293,427,955**	**4,659,171,043**
Provision for investments & off- balance sheet items **(Note-7.0)**	2,567,950,000	1,748,340,000	717,450,000	291,680,000
Provision for diminution in value of investments in shares	-	11,439,672	-	(6,269,192)
Other provisions	464,756	-	(1,890,637)	(1,386,000)
Total provision	**2,568,414,756**	**1,759,779,672**	**716,559,363**	**284,024,808**
Total profit/(loss) before taxes	**6,042,055,468**	**6,773,551,617**	**3,577,868,592**	**4,375,146,235**
Provision for taxation for the period	**3,473,803,699**	**3,362,263,108**	**1,723,267,092**	**1,840,467,716**
Current tax	3,473,803,699	3,362,263,108	1,723,267,092	1,840,467,716
Deferred tax	-	-	-	-
Net profit/ (loss) after tax	**2,568,251,769**	**3,411,288,509**	**1,854,601,499**	**2,534,678,519**
Retained earnings from previous year/period	1,609,990,668	4,076,159,953	2,323,640,938	4,952,769,943
Add: Net profit after tax	2,568,251,769	3,411,288,509	1,854,601,499	2,534,678,519
Profit available for appropriation	**4,178,242,437**	**7,487,448,462**	**4,178,242,437**	**7,487,448,462**
Appropriation:	**4,178,242,437**	**7,487,448,462**	**4,178,242,437**	**7,487,448,462**
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	1,609,990,668	3,219,981,336	1,609,990,668	3,219,981,336
Retained earnings	2,568,251,769	4,677,091,038	2,568,251,769	4,677,091,038
Earnings Per Share (EPS)	**1.60**	**2.12**	**1.16**	**1.58**

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 half year ended 30 June 2017

(Amount in Taka)

Particulars	01 January to 30 June 2017	01 January to 30 June 2016
Cash flows from operating activities		
Investment income	27,038,434,213	26,800,771,933
Profit paid on mudaraba deposits	(14,493,522,995)	(15,422,319,230)
Income/ dividend receipt from investments in shares & securities	718,829,113	626,644,336
Fees & Commission receipt in chas	3,043,722,918	2,883,862,760
Recovery from written off investments	22,515,858	13,928,714
Payments to employees	(5,814,293,154)	(6,309,717,176)
Cash payments to suppliers	(111,120,659)	(140,362,807)
Income tax paid	(4,459,590,511)	(5,030,769,915)
Receipts from other operating activities	1,212,814,461	907,068,525
Payments for other operating activities	(1,315,786,921)	(1,232,100,214)
(i) Operating profit before changes in operating assets	**5,842,002,323**	**3,097,006,926**
Changes in operating assets and liabilities		
Increase/(decrease) of statutory deposits	-	-
(Increase)/decrease of net trading securities	-	-
(Increase)/decrease of placement to other banks	1,000,000,000	-
(Increase)/decrease of investments to customers	(50,486,641,908)	(35,233,135,756)
(Increase)/decrease of other assets	(3,842,483,054)	(3,051,628,515)
Increase/(decrease) of placement from other banks	3,671,381,650	(4,606,113,979)
Increase/(decrease) of deposits from other banks	687,295,890	687,295,890
Increase/(decrease) of deposits received from customers	22,278,161,025	32,322,700,706
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(3,145,431,576)	(668,153,275)
(ii) Cash flows from operating assets and liabilities	**(29,837,717,973)**	**(10,549,034,929)**
Net cash flows from operating activities (A)=(i+ii)	**(23,995,715,650)**	**(7,452,028,003)**
Cash flows from investing activities		
Proceeds from sale of securities	-	-
Payment for purchase of securities/BGIIB	22,968,808,121	17,342,513,715
Payment for purchase of securities/membership	-	-
Purchase/sale of property, plants & equipments	(286,873,304)	(234,536,768)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	**22,681,934,817**	**17,107,976,947**
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	(1,609,990,668)	(3,219,981,336)
Net cash flows from financing activities (C)	**(1,609,990,668)**	**(3,219,981,336)**
Net increase/(decrease) in cash (A+B+C)	**(2,923,771,501)**	**6,435,967,608**
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year	**99,424,568,790**	**75,022,398,248**
Cash & cash equivalents at the end of the period	**96,500,797,289**	**81,458,365,856**
Net Operating Cash Flow Per Share (NOCFPS)	**(14.90)**	**(4.63)**

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Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited
Condensed Statement of Changes in Equity (Un-Audited)
For the half year ended 30 June 2017

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/other reserves*	Assets revaluation reserve (Restated)**	Revaluation reserve of securities	Retained earnings (Restated)**	01 January to 30 June 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 investment (Shares & Securities)	-	-	-	-	-	12,360,000	-	12,360,000
Currency translation differences	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	2,568,251,769	2,568,251,769
Transfer to reserve	-	-	-	-	-	-	-	-
Dividend:								
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	(1,609,990,668)
Issue of Share Capital	-	-	-	-	-	-	-	-
Total shareholders' equity as on 30 June 2017	16,099,906,680	1,989,633	16,099,906,680	4,045,937,434	10,807,177,128	86,400,000	2,568,251,769	49,709,569,324
Total shareholders' equity as on 30 June 2016 (Restated)	16,099,906,680	1,989,633	16,099,906,680	232,377,360	10,904,468,771	47,080,000	4,267,467,126	47,653,196,250
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	3,000,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.2)	-	-	-	6,545,700,000	-	-	-	6,545,700,000
Adjustment of currency translation difference	-		-	(9,417,220)	-	-	-	(9,417,220)
Less: Assets revaluation reserve (Note-3.2)	-	-	-	-	(8,507,382,864)	-	-	(8,507,382,864)
Less: Revaluation reserve of securities (Note-3.2)	-	-	-	-	-	(70,100,000)	-	(70,100,000)
Total equity as on 30 June 2017	16,099,906,680	1,989,633	16,099,906,680	10,582,220,214	2,299,794,264	16,300,000	2,568,251,769	50,668,369,240
Total equity as on 30 June 2016 (Restated)	16,099,906,680	1,969,633	16,099,906,680	5,950,372,601	3,449,691,396	24,450,000	4,267,467,126	48,893,784,116

***Note : general / other reserves**	01.01.2017	30.06.2016
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

**Retained Earnings & Assets Revaluation Reserve have been restated of the figure of 30.06.2016 due to changes in accounting policy as per BAS-8" Accounting Policies, Changes in Accounting Estimate and Errors"(Note ref.2.5)

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Chief Financial Officer

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Company Secretary

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Managing Director & CEO

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Director

Arastoo Khan
Chairman

Islami Bank Bangladesh Limited
Consolidated segment reporting
For the half year ended 30 June 2017

A. Segmental operating profit and loss

Annexure - A

(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	4,108,840,000	3,317,150,000	1,177,650,000	1,810,610,000	1,336,940,000	1,955,500,000	1,667,190,000	1,534,190,000	1,705,310,000	11,229,568,064	28,175,758,064
Profit paid on mudaraba deposits	(1,106,970,000)	(1,199,570,000)	(523,800,000)	(839,010,000)	(627,740,000)	(1,021,530,000)	(526,210,000)	(921,630,000)	(930,590,000)	(7,939,095,692)	(15,109,935,692)
Profit received/(paid) on IB Geneari Account	(3,274,300,000)	(929,260,000)	403,930,000	668,470,000	219,270,000	1,050,640,000	(334,200,000)	961,890,000	902,360,000	(3,000,000)	-
Net investment income	**(272,430,000)**	**1,188,320,000**	**1,057,780,000**	**1,640,070,000**	**928,470,000**	**1,984,610,000**	**806,780,000**	**1,574,450,000**	**1,677,080,000**	**3,287,472,372**	**13,065,822,372**
Commission, exchange & other income	817,390,000	534,710,000	110,070,000	125,360,000	97,510,000	76,950,000	113,710,000	71,230,000	79,160,000	2,517,497,709	4,543,587,709
Total operating income	**544,960,000**	**1,723,030,000**	**1,167,850,000**	**1,765,430,000**	**1,025,980,000**	**2,061,560,000**	**920,490,000**	**1,645,680,000**	**1,756,240,000**	**5,804,970,081**	**17,609,410,081**
Total operating expenses	(471,370,000)	(486,850,000)	(297,630,000)	(379,390,000)	(330,840,000)	(337,540,000)	(345,530,000)	(287,250,000)	(296,200,000)	(5,397,077,960)	(8,629,677,960)
Operating Profit for the half year ended 30 June 2017	**73,590,000**	**1,236,180,000**	**870,220,000**	**1,386,040,000**	**695,140,000**	**1,724,020,000**	**574,960,000**	**1,358,430,000**	**1,460,040,000**	**407,892,121**	**8,979,732,121**
Operating Profit for the half year ended 30 June 2016	**2,365,140,000**	**1,720,060,000**	**901,280,000**	**1,406,820,000**	**570,340,000**	**622,010,000**	**1,041,290,000**	**1,197,130,000**	**521,020,000**	**(448,842,495)**	**8,665,307,505**

There are 18 operating segments including subsidiaries as on 30 June 2017. Out of which only 9 are reportable as per BFRS 8 "Operating segments" and latest evaluation as at 30 June 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.

Islami Bank Bangladesh Limited and its Subsidiaries
Notes to the condensed consolidated interim financial report (Un-audited)
As at and for the half year ended 30 June 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, 320 branches including 58 Authorized 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.

This interim financial report as at and for the half year ended 30 June 2017 includes the condensed consolidated and the separate financial report of the Bank. The condensed consolidated interim financial report comprises 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 currently through 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 half year ended 30 June 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 as per Rule 13 of Securities & Exchange Rules 1987. 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 27 July 2017.

2.3 Use of estimates and judgments

Preparing the interim financial report requires Management to make judgments, 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 half year from 1 January 2017 to 30 June 2017.

2.5 Prior period adjustments

Prior period adjustments, if any, to be recognized retrospectively as per BAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". Accordingly for the year ended 2016 an adjustment was made on through retrospective application for adjustment of opening balance of 2015 of each affected components of equity. Consequently retained earnings & assets revaluation reserves as on 30.6.2016 have been restated. Another adjustment was made in the year ended 2016 for reversing the amount of tax payable on zakat expenses from retained earning to zakat payable account. Due to the above prior period adjustment retained earnings and Assets revaluation reserve as on 30.06.2016 have been adjusted by Tk.409,623,912 & Tk.594,502,549 respectively which resulted to decrease of Net Asset Value (NAV) by Tk.0.62 in solo & Consolidated basis as on 30 June 2016. Consequent to this eligible capital under BASEL-III has been changed by the same amount. However, due to the changes, there is no effect on Earning Per Share(EPS) at the Half-year ended 2016.

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.

3.2 Regulatory capital in line with Basel-III

Till December 2014, as per Revised Regulatory Capital Framework in line with Basel II, full amount of general provision for unclassified investments and off-balance sheet items & 50% of the assets revaluation reserve and revaluation reserve of securities were eligible as supplementary capital. However, as per Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III), Assets Revaluation Reserve and Revaluation Reserve of Securities will gradually be deducted in a transitional arrangement starting from January 2015 to December 2019 (20% each year). Accordingly regulatory capital for the period has been calculated complying with all of these changes as per Revised Regulatory Capital Framework for Banks in line with Basel-III.

4.0 Dividend payments

The honorable shareholders of the Bank approved 10% cash dividend for the year 2016 in the 34rd Annual General Meeting (AGM) of the Bank held on 23 May 2017. The dividend was paid during the 2nd quarter of the year 2017.

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	30 June 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	287,132,680	640,685,142
Less: Sale/disposal/adjustment during the period	1,000,486	71,451,294
Depreciation charged during the period	574,065,309	819,154,990
Closing book value/writtendown value at the end of the period	**15,300,702,934**	**15,588,636,049**

7.0 Provision for un-classified, classified investment and Off-balance sheet items including Off-shore Banking Units (OBU)	30 June 2017 Taka	30 June 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 classified investment for the period	**-**	**10,770,000**
C. Available balance of provision (A-B)	**26,787,820,000**	**23,244,230,000**
D. Provision made during the period	**2,567,950,000**	**1,748,340,000**
General Provision for Unclassified Investment including OBU	252,110,000	197,490,000
Provision for Classified Investment	2,256,260,000	1,529,530,000
Provision for Off-Balance Sheet items	59,580,000	21,320,000
E. Closing balance as on 30 June (C+D)	**29,355,770,000**	**25,003,340,000**
General Provision for Unclassified Investment including OBU	5,093,520,000	4,367,200,000
Provision for Classified Investment	22,810,070,000	19,281,020,000
Provision for Off-Balance Sheet items	1,452,180,000	1,355,120,000

8.0 Earnings per share (EPS)	01 January to 30 June 2017	01 January to 30 June 2016
a) Attributable profit for the period	2,568,251,769	3,411,288,509
b) Weighted average number of ordinary share during the period	1,609,990,668	1,609,990,668
Basic earnings per share (EPS) (a ÷ b)	**1.60**	**2.12**

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) Attributable profit for distribution to shareholders of IBBL for the period	2,905,830,921	3,465,853,565
b) Weighted average number of ordinary share during the period	1,609,990,668	1,609,990,668
Consolidated basic earnings per share (EPS) (a ÷ b)	**1.80**	**2.15**

10.0 Consolidated segment reporting

The consolidated segment reporting has been shown in annnexure A.

11.00 Net Operating Cash Flow Per Share (NOCFPS)

The Net Operating Cash Flow Per Share (NOCFPS) becomes negative due to negative net cash flows from operating activities which emanates fronm higher disbursement of investment i.e. outflow of Tk.50,486.64 million against inflow of Tk.22,965.46 million from deposit during the period i.e. 01 January 2017 to 30 June 2017.