Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 31 March 2018

Amount in Taka

Particulars	As at 31 March 2018	As at 31 December 2017
Property and assets		
Cash in hand	**66,472,206,960**	**83,597,093,975**
Cash in hand (including foreign currency)	12,221,122,333	14,323,659,444
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	54,251,084,627	69,273,434,531
Balance with other banks & financial institutions	**45,760,822,010**	**51,810,458,451**
In Bangladesh	44,851,176,494	49,365,743,090
Outside Bangladesh	909,645,516	2,444,715,361
Placement with banks & other financial institutions	-	-
Investments in shares & securities	**36,960,677,017**	**36,726,024,103**
Government	30,113,717,770	30,120,885,770
Others	6,846,959,247	6,605,138,333
Investments	**742,446,845,328**	**705,728,930,368**
General investments etc.	701,097,239,893	663,731,936,299
Bills purchased & discounted	41,349,605,435	41,996,994,069
Fixed assets including premises	**15,308,046,032**	**15,476,980,273**
Other assets	**8,543,937,753**	**6,259,655,854**
Non - banking assets	-	-
Total property and assets	**915,492,535,100**	**899,599,143,024**
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	**34,196,779,798**	**29,229,325,908**
Deposits & other accounts	**764,446,013,555**	**753,913,987,322**
Mudaraba savings deposits	257,621,621,725	258,617,312,636
Mudaraba term deposits	247,383,702,810	233,183,530,655
Other mudaraba deposits	178,589,816,610	178,896,339,019
Al- wadeeah current and other deposit accounts	76,728,049,832	78,777,003,219
Bills payable	4,122,822,578	4,439,801,793
Mudaraba Bond	**8,000,000,000**	**8,000,000,000**
Mudaraba perpetual bond	3,000,000,000	3,000,000,000
Mudaraba redeemable Subordinated Bond	5,000,000,000	5,000,000,000
Other liabilities	**55,847,787,331**	**55,975,910,953**
Deferred tax liabilities	**1,756,712,042**	**1,815,789,827**
Total liabilities	**864,247,292,726**	**848,935,014,010**
Capital/shareholders' equity	**51,245,242,374**	**50,664,129,014**
Paid - up capital	16,099,906,680	16,099,906,680
Statutory reserve	16,735,466,258	16,735,466,258
Other reserves	15,860,777,710	15,883,618,714
Retained earnings	2,548,869,010	1,944,903,975
Non-controlling interest	222,716	233,387
Total liabilities & shareholders' equity	**915,492,535,100**	**899,599,143,024**

Off-balance Sheet Items

Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	12,614,993,892	12,324,413,653
Irrevocable letters of credit (including back to back bills)	132,215,275,877	134,132,501,265
Bills for collection	8,483,723,044	23,291,421,693
Other contingent liabilities	23,581,701	959,400
Total	**153,337,574,514**	**169,749,296,011**
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	**153,337,574,514**	**169,749,296,011**
Consolidated Net Asset Value (NAV) per share	**31.83**	**31.47**

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

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

AMAR STOCK

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Profit & Loss Account (Un-audited)
For the 1st Quarter ended 31 March 2018

Amount in Taka

Particulars	01 January to 31 March 2018	01 January to 31 March 2017
Operating income		
Investment income	15,531,007,510	13,682,764,095
Profit paid on mudaraba deposits	(8,891,969,069)	(7,507,383,251)
Net investment income	**6,639,038,441**	**6,175,380,844**
Income from investments in shares & securities	241,271,229	345,427,767
Commission, exchange & brokerage income	1,304,456,517	1,580,812,360
Other operating income	595,115,199	532,679,859
Total operating income	**8,779,881,386**	**8,634,300,830**
Operating expenses		
Salary & allowances	2,763,832,003	2,656,789,584
Rent, taxes, insurances, electricity etc.	307,471,718	282,070,680
Legal expenses	2,780,000	4,520,392
Postage, stamps and telecommunication etc.	23,198,020	24,108,948
Stationery, printing and advertisement etc.	26,979,685	47,161,869
Chief executive's salary & fees	2,550,000	2,330,645
Directors' fees & expenses	859,337	2,015,392
Shari'ah supervisory committee's fees & expenses	616,394	399,836
Auditors' fees	585,489	585,493
Charges on investment losses	-	-
Depreciation and repair to bank's assets	328,266,569	330,431,130
Zakat expenses	148,329,452	129,892,787
Other expenses	572,409,502	554,744,180
Total operating expenses	**4,177,878,169**	**4,035,050,936**
Profit/ (loss) before provision	**4,602,003,217**	**4,599,249,894**
Provision for investments & off- balance sheet items	1,976,620,000	1,850,500,000
Provision for diminution in value of investments in shares	252,839,639	(42,605,239)
Other provisions	(2,437,293)	2,355,393
Total provision	**2,227,022,346**	**1,810,250,154**
Total profit/(loss) before taxes	**2,374,980,871**	**2,788,999,740**
Provision for taxation for the period	**1,803,086,312**	**1,746,158,716**
Current tax	1,845,777,294	1,793,087,006
Deferred tax	(42,690,982)	(46,928,290)
Net profit/ (loss) after tax	**571,894,558**	**1,042,841,024**
Net profit after tax attributable to:	**571,894,558**	**1,042,841,024**
Equity holders of IBBL	571,905,229	995,861,195
Non-controlling interest	(10,671)	21,121
Retained earnings from previous year/period	1,944,903,975	1,717,280,377
Add: Net profit after tax (attributable to equity holders of IBBL)	571,905,229	995,861,195
Add: Excess derpreciation on revalued amount of building transferred from Assets revaluation reserve to retained earnings.	32,059,806	30,999,036
Profit available for appropriation	**2,548,869,010**	**2,744,140,608**
Appropriation:	**2,548,869,010**	**2,744,140,608**
Statutory reserve	-	-
General reserve	-	-
Dividend	-	-
Retained earnings	2,548,869,010	2,744,140,608
Consolidated Earnings Per Share (EPS) -Restated	**0.36**	**0.65**

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

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Cash Flow Statement (Un-audited)
For the 1st Quarter ended 31 March 2018

Amount in Taka

Particulars	01 January to 31 March 2018	01 January to 31 March 2017
Cash flows from operating activities		
Investment income	13,269,887,010	13,545,936,454
Profit paid on mudaraba deposits	(6,467,133,908)	(6,920,293,520)
Income/ dividend receipt from investments in shares & securities	(18,054,275)	387,271,352
Fees & commission receipt in cash	1,304,456,517	1,580,812,360
Recovery from written off investments	8,332,615	4,882,423
Payments to employees	(2,766,382,003)	(4,145,102,856)
Cash payments to suppliers	(75,681,148)	(32,934,766)
Income tax paid	(1,793,491,368)	(1,718,667,200)
Receipts from other operating activities	586,782,584	522,817,088
Payments for other operating activities	(878,093,752)	(768,343,207)
(i) Operating profit before changes in operating assets	**3,170,622,272**	**2,456,378,129**
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	(36,717,914,960)	(16,251,760,114)
(Increase)/decrease of other assets	(2,019,308,420)	(71,005,829)
Increase/(decrease) of placement from other banks	4,967,453,890	5,386,627,000
Increase/(decrease) of deposits from other banks	448,207,985	122,796,418
Increase/(decrease) of deposits received from customers	9,242,328,479	4,042,143,555
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(554,378,718)	(1,934,934,291)
(ii) Cash flows from operating assets and liabilities	**(24,633,611,744)**	**(8,706,133,261)**
Net cash flows from operating activities (A)=(i+ii)	**(21,462,989,472)**	**(6,249,755,132)**
Cash flows from investing activities		
Proceeds from sale of securities	553,259,949	1,855,988,903
Payment for purchase of securities/BGIIB	(984,438,945)	13,592,558,194
Payment for purchase of securities/membership	(1,170,758,086)	(1,170,758,086)
Purchase/sale of property, plants & equipments	(109,576,502)	(131,354,116)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	**(1,711,513,584)**	**14,146,434,895**
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	(20,400)	-
Net cash flows from financing activities (C)	**(20,400)**	**-**
Net increase/(decrease) in cash (A+B+C)	**(23,174,523,456)**	**7,896,679,763**
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year/period	**135,407,552,426**	**105,602,885,454**
Cash & cash equivalents at the end of the period	**112,233,028,970**	**113,499,565,217**
Consolidated Net Operating Cash Flow Per Share (NOCFPS)	**(13.33)**	**(3.88)**

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Statement of Changes in Equity (Un-audited)
For the 1st Quarter ended 31 March 2018

(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 2018
1	2	3	4	5	6	7	8	9	10(2+3+4+5+6+7+8+9)
Balance as at 01 January 2018	**16,099,906,680**	**1,989,633**	**16,735,466,258**	**6,601,472,181**	**9,204,009,700**	**76,147,200**	**1,944,903,975**	**233,387**	**50,664,129,014**
Depreciation adjustment & Deferred tax impact					(19,235,884)		32,059,806		12,823,922
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investments (shares & securities) & Deferred tax impact	-	-	-	-	-	(3,605,120)	-	-	(3,605,120)
Currency translation differences	-	-	-	-	-	-	-		-
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-	-
Net profit for the period		-	-	-	-	-	571,905,229	(10,671)	571,894,558
Transfer to reserve	-	-	-	-	-	-	-	-	-
Dividend:									
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-	-	-	-	-
Total shareholders' equity as on 31 March 2018	**16,099,906,680**	**1,989,633**	**16,735,466,258**	**6,601,472,181**	**9,184,773,816**	**72,542,080**	**2,548,869,010**	**222,716**	**51,245,242,374**
Total shareholders' equity as on 31 March 2017-Restated	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**4,042,912,698**	**9,242,315,596**	**85,342,400**	**2,744,140,608**	**238,120**	**48,316,752,415**
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	-	3,000,000,000
Add: Mudaraba Redeemable Subordinated Bond	-	-	-	-	-	-	-	-	5,000,000,000
Add: General Provision for Unclassified Investments and Off-Balance Sheet Items	-	-	-	6,526,180,000	-	-	-	-	6,526,180,000
Adjustment for currency translation differences	-	-	-	(22,713,657)	-	-	-	-	(22,713,657)
Less: Assets Revaluation Reserve	-	-	-	-	(8,034,876,684)	-	-	-	(8,034,876,684)
Less: Revaluation Reserve of Securities	-	-	-	-	-	(64,392,080)	-	-	(64,392,080)
Total equity as on 31 March 2018	**16,099,906,680**	**1,989,633**	**16,735,466,258**	**13,104,938,524**	**1,149,897,132**	**8,150,000**	**2,548,869,010**	**222,716**	**57,649,439,953**
Total equity as on 31 March 2017-Restated	**16,099,906,680**	**1,989,633**	**16,099,906,680**	**10,324,395,478**	**2,299,794,264**	**16,300,000**	**2,744,140,608**	**238,120**	**50,586,671,463**

*Note : general / other reserves	01.01.2018	31.03.2017
General reserve	6,546,758,524	4,004,520,214
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	22,713,657	6,392,484
Total	6,601,472,181	4,042,912,698

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 31 March 2018

Amount in Taka

Particulars	As at 31 March 2018	As at 31 December 2017
Property and assets		
Cash in hand	**66,472,203,330**	**83,597,089,565**
Cash in hand (including foreign currency)	12,221,118,703	14,323,655,034
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	54,251,084,627	69,273,434,531
Balance with other banks & financial institutions	**39,959,907,503**	**45,908,508,558**
In Bangladesh	39,050,261,987	43,463,793,197
Outside Bangladesh	909,645,516	2,444,715,361
Placement with banks & other financial institutions	-	-
Investments in shares & securities	**37,921,603,309**	**37,943,613,630**
Government	30,113,717,770	30,120,885,770
Others	7,807,885,539	7,822,727,860
Investments	**747,446,845,328**	**710,728,930,368**
General investments etc.	706,097,239,893	668,731,936,299
Bills purchased & discounted	41,349,605,435	41,996,994,069
Fixed assets including premises	**15,306,479,764**	**15,475,408,196**
Other assets	**8,273,569,742**	**6,306,222,414**
Non - banking assets	-	-
Total property and assets	**915,380,608,976**	**899,959,772,731**
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	**34,196,779,798**	**29,229,325,908**
Deposits & other accounts	**764,712,782,423**	**755,022,245,959**
Mudaraba savings deposits	257,623,158,139	259,389,011,780
Mudaraba term deposits	247,614,945,282	233,413,444,655
Other mudaraba deposits	178,612,356,698	178,897,159,066
Al- wadeeah current and other deposit accounts	76,739,499,726	78,882,628,665
Bills payable	4,122,822,578	4,439,801,793
Mudaraba Bond	**8,000,000,000**	**8,000,000,000**
Mudaraba perpetual bond	3,000,000,000	3,000,000,000
Mudaraba redeemable Subordinated Bond	5,000,000,000	5,000,000,000
Other liabilities	**55,663,691,292**	**55,561,279,370**
Deferred tax liabilities	**1,758,832,337**	**1,817,939,174**
Total liabilities	**864,332,085,850**	**849,630,790,411**
Capital/shareholders' equity	**51,048,523,126**	**50,328,982,320**
Paid - up capital	16,099,906,680	16,099,906,680
Statutory reserve	16,735,466,258	16,735,466,258
Other reserves	15,860,777,710	15,883,618,714
Retained earnings	2,352,372,478	1,609,990,668
Total liabilities & shareholders' equity	**915,380,608,976**	**899,959,772,731**

AMARSTOCK

Off-balance Sheet Items

Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	12,614,993,892	12,324,413,653
Irrevocable letters of credit (including back to back bills)	132,215,275,877	134,132,501,265
Bills for collection	8,483,723,044	23,291,421,693
Other contingent liabilities	959,400	959,400
Total	**153,314,952,213**	**169,749,296,011**
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	**153,314,952,213**	**169,749,296,011**
Net Asset Value (NAV) per share	**31.71**	**31.26**

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

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

AMARSTOCK

Islami Bank Bangladesh Limited
Condensed Profit & Loss Account (Un-Audited)
For the 1st Quarter ended 31 March 2018

Amount in Taka

Particulars	01 January to 31 March 2018	01 January to 31 March 2017
Operating income		
Investment income	15,531,007,510	13,682,764,095
Profit paid on mudaraba deposits	(8,893,995,968)	(7,509,077,695)
Net investment income	**6,637,011,542**	**6,173,686,400**
Income from investments in shares & securities	225,523,052	114,525,723
Commission, exchange & brokerage income	1,298,462,503	1,563,416,353
Other operating income	479,321,600	420,776,644
Total operating income	**8,640,318,697**	**8,272,405,120**
Operating expenses		
Salary & allowances	2,758,837,287	2,652,586,543
Rent, taxes, insurances, electricity etc.	306,061,265	280,843,993
Legal expenses	2,778,500	4,520,392
Postage, stamps and telecommunication etc.	23,162,413	24,062,020
Stationery, printing and advertisement etc.	26,929,375	47,041,049
Chief executive's salary & fees	2,550,000	2,330,645
Directors' fees & expenses	610,937	1,684,192
Shari'ah supervisory committee's fees & expenses	616,394	399,836
Auditors' fees	562,500	562,500
Charges on investment losses	-	-
Depreciation and repair to bank's assets	327,812,996	330,056,450
Zakat expenses	148,329,452	129,892,787
Other expenses	529,968,766	481,382,444
Total operating expenses	**4,128,219,885**	**3,955,362,851**
Profit/ (loss) before provision	**4,512,098,812**	**4,317,042,270**
Provision for investments & off- balance sheet items	1,976,620,000	1,850,500,000
Provision for diminution in value of investments in shares	52,708,437	-
Other provisions	(2,437,293)	2,355,393
Total provision	**2,026,891,144**	**1,852,855,393**
Total profit/(loss) before taxes	**2,485,207,668**	**2,464,186,877**
Provision for taxation for the period	**1,774,885,664**	**1,703,577,898**
Current tax	1,817,605,699	1,750,536,606
Deferred tax	(42,720,035)	(46,958,708)
Net profit/ (loss) after tax	**710,322,004**	**760,608,979**
Retained earnings from previous year/period	1,609,990,668	1,609,990,668
Add: Net profit after tax	710,322,004	713,650,271
Add: Excess derpreciation on revalued amount of building transferred from Assets revaluation reserve to retained earnings.	32,059,806	30,999,036
Profit available for appropriation	**2,352,372,478**	**2,354,639,975**
Appropriation:	**2,352,372,478**	**2,354,639,975**
Statutory reserve	-	-
General reserve	-	-
Dividend	-	-
Retained earnings	2,352,372,478	2,354,639,975
Earnings Per Share (EPS)-Restated	**0.44**	**0.47**

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

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

Islami Bank Bangladesh Limited
Condensed Cash Flow Statement (Un-Audited)
For the 1st Quarter ended 31 March 2018

Amount in Taka

Particulars	01 January to 31 March 2018	01 January to 31 March 2017
Cash flows from operating activities		
Investment income	13,269,887,010	13,545,936,454
Profit paid on mudaraba deposits	(6,469,160,807)	(6,921,987,964)
Income/ dividend receipt from investments in shares & securities	236,177,148	156,369,308
Fees & commission receipt in cash	1,298,462,503	1,563,416,354
Recovery from written off investments	8,332,615	4,882,423
Payments to employees	(2,761,387,287)	(4,140,899,815)
Cash payments to suppliers	(75,630,838)	(32,813,946)
Income tax paid	(1,758,677,223)	(1,695,472,205)
Receipts from other operating activities	470,988,985	410,913,873
Payments for other operating activities	(833,480,494)	(692,978,982)
(i) Operating profit before changes in operating assets	**3,385,511,612**	**2,197,365,500**
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	(36,717,914,960)	(16,251,760,114)
(Increase)/decrease of other assets	(1,967,347,328)	201,927,454
Increase/(decrease) of placement from other banks	4,967,453,890	5,386,627,000
Increase/(decrease) of deposits from other banks	448,207,985	122,796,419
Increase/(decrease) of deposits received from customers	9,242,328,479	4,042,143,554
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(2,347,808,907)	(2,623,834,594)
(ii) Cash flows from operating assets and liabilities	**(26,375,080,841)**	**(9,122,100,281)**
Net cash flows from operating activities (A)=(i+ii)	**(22,989,569,229)**	**(6,924,734,781)**
Cash flows from investing activities		
Proceeds from sale of securities	-	-
Payment for purchase of securities/BGIIB	25,615,441	14,052,116,241
Payment for purchase of securities/membership	-	-
Purchase/sale of property, plants & equipments	(109,533,502)	(131,354,116)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	**(83,918,061)**	**13,920,762,125**
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)	**(23,073,487,290)**	**6,996,027,344**
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year/period	**129,505,598,123**	**99,424,568,790**
Cash & cash equivalents at the end of the period/quarter	**106,432,110,833**	**106,420,596,134**
Net Operating Cash Flow Per Share (NOCFPS)	**(14.28)**	**(4.30)**

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
Chairman

Islami Bank Bangladesh Limited
Condensed Statement of Changes in Equity (Un-Audited)
For the 1st Quarter ended 31 March 2018

(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 2018
1	2	3	4	5	6	7	8	9(2+3+4+5+6+7+8)
Balance as at 01 January 2018	16,099,906,680	1,989,633	16,735,466,258	6,601,472,181	9,204,009,700	76,147,200	1,609,990,668	50,328,982,320
Depreciation adjustment & Deferred tax impact	-				(19,235,884)		32,059,806	12,823,922
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investments (shares & securities) and deferred tax impact	-	-	-	-	-	(3,605,120)	-	(3,605,120)
Currency translation differences	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit for the period		-	-	-	-	-	710,322,004	710,322,004
Transfer to reserve	-	-	-	-	-	-	-	-
Dividend:								
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-	-	-	-
Total shareholders' equity as on 31 March 2018	16,099,906,680	1,989,633	16,735,466,258	6,601,472,181	9,184,773,816	72,542,080	2,352,372,478	51,048,523,126
Total shareholders' equity as on 31 March 2017-Restated	16,099,906,680	1,989,633	16,099,906,680	4,042,912,698	9,242,315,596	85,342,400	2,354,639,975	47,927,013,662
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	3,000,000,000
Add: Mudaraba Redeemable Subordinated Bond	-	-	-	-	-	-	-	5,000,000,000
Add: General Provision for Unclassified Investments and Off-Balance Sheet Items	-	-	-	6,526,180,000	-	-	-	6,526,180,000
Adjustment for currency translation differences	-	-	-	(22,713,657)	-	-	-	(22,713,657)
Less: Assets Revaluation Reserve	-	-	-	-	(8,034,876,684)	-	-	(8,034,876,684)
Less: Revaluation Reserve of Securities	-	-	-	-	-	(64,392,080)	-	(64,392,080)
Total equity as on 31 March 2018	16,099,906,680	1,989,633	16,735,466,258	13,104,938,524	1,149,897,132	8,150,000	2,352,372,478	57,452,720,705
Total equity as on 31 March 2017-Restated	16,099,906,680	1,989,633	16,099,906,680	10,324,395,478	2,299,794,264	16,300,000	2,354,639,975	50,196,932,710

*Note : general / other reserves	01.01.2018	31.03.2017
General reserve	6,546,758,524	4,004,520,214
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	22,713,657	6,392,484
Total	6,601,472,181	4,042,912,698

Md. Rafiqul Islam
Chief Financial Officer

J Q M Habibullah, FCS
Company Secretary

Md. Mahbub-ul-Alam
Managing Director & CEO

Dr. Md. Zillur Rahman
Director

Professor Md.Nazmul Hassan, Ph.D
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 2018

1.0 The Bank and its activities

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, 332 branches including 59 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 2018 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".

1.1 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 2018 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 2017. 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 2018.

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 2017.

2.4 Reporting period

These condensed consolidated and separate interim financial report of the Bank and its subsidiaries cover 1st quarter from 1 January 2018 to 31 March 2018.

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 2017.

3.1 Income tax expenses

Deferred tax has been calculated for this period with retrospective effect.

4.0 Dividend payments

The Board of Directors of the Bank already proposed 10% cash dividend for the year 2017 which is subject to approval in the forthcoming Annual General Meeting (AGM) of the Bank on 25 June 2018. 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.

AMARSTOCK

6.0 Consolidated Fixed assets including premises, furniture and fixtures

	31 March 2018 Taka	31 December 2017 Taka
Opening balance (book/written down value)	**15,476,980,273**	**15,588,636,049**
Add: Acquisition/ addition/ purchase during the period	109,335,719	674,776,030
Less: Sale/disposal/adjustment during the period		26,194,432
Less: Depreciation charged during the period	278,269,960	760,237,374
Closing book value/writtendown value at the end of the period	**15,308,046,032**	**15,476,980,273**

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

	31 March 2018 Taka	31 March 2017 Taka
A. Opening balance as on 1 January	**31,362,390,000**	**26,787,840,000**
General Provision for Unclassified Investment including OBU	4,918,370,000	4,841,410,000
Provision for Classified Investment	24,746,520,000	20,553,830,000
Provision for Off-Balance Sheet items	1,697,500,000	1,392,600,000
B. Total deduction/adjustment from provision for classified investment for the period	-	-
C. Available balance of provision (A-B)	**31,362,390,000**	**26,787,840,000**
D. Provision made during the period	**1,976,620,000**	**1,850,520,000**
General Provision for Unclassified Investment including OBU	74,670,000	6,750,000
Provision for Classified Investment	2,066,310,000	1,793,630,000
Provision for Off-Balance Sheet items	(164,360,000)	50,140,000
E. Closing balance as on 31 March (C+D)	**33,339,010,000**	**28,638,360,000**
General Provision for Unclassified Investment including OBU	4,993,040,000	4,848,160,000
Provision for Classified Investment	26,812,830,000	22,347,460,000
Provision for Off-Balance Sheet items	1,533,140,000	1,442,740,000

8.0 Earnings per share (EPS)

	01 January to 31 March 2018	01 January to 31 March 2017
a) Profit attributable for the period	710,322,004	760,608,979
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**	**0.47 ***

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	571,894,558	1,042,841,024
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)	**0.36**	**0.65 ***

(*)Usually, IBBL calculates deferred tax on yearly basis but the Management has decided to calculate the deferred tax on quarterly basis from now with retrospective effect of 1st quarter ended 31 March 2017. Due to retrospective effect, EPS (solo & consolidated) of 1st Quarter ended 31 March 2017 has been restated positively by Tk.0.03.

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.36,717.91 million against inflow of Tk.14,657.78 million from deposit during the the period i.e. 01 January 2018 to 31 March 2018.

Islami Bank Bangladesh Limited and its Subsidiaries
Consolidated segment reporting
For the 1st quarter ended 31 March 2018

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	4,317,660,000	2,293,800,000	395,030,000	652,630,000	669,860,000	434,480,000	931,810,000	296,180,000	416,700,000	5,364,128,739	15,772,278,739
Profit paid on mudaraba deposits	(746,320,000)	(798,890,000)	(358,390,000)	(571,420,000)	(420,190,000)	(696,870,000)	(352,120,000)	(595,390,000)	(627,230,000)	(3,725,149,069)	(8,891,969,069)
Profit received/(paid) on IB Genearl Account	(2,539,800,000)	(692,230,000)	275,030,000	431,430,000	129,530,000	735,630,000	(173,650,000)	621,170,000	635,170,000	577,720,000	-
Net investment income	**1,031,540,000**	**802,680,000**	**311,670,000**	**512,640,000**	**379,200,000**	**473,240,000**	**406,040,000**	**321,960,000**	**424,640,000**	**2,216,699,670**	**6,880,309,670**
Commission, exchange & other income	473,570,000	278,720,000	44,930,000	51,210,000	46,530,000	20,930,000	60,370,000	20,320,000	24,450,000	878,541,716	1,899,571,716
Total operating income	**1,505,110,000**	**1,081,400,000**	**356,600,000**	**563,850,000**	**425,730,000**	**494,170,000**	**466,410,000**	**342,280,000**	**449,090,000**	**3,095,241,386**	**8,779,881,386**
Total operating expenses	(227,930,000)	(233,630,000)	(143,490,000)	(186,980,000)	(154,040,000)	(157,910,000)	(160,360,000)	(136,490,000)	(140,380,000)	(2,636,668,169)	(4,177,878,169)
Operating Profit for the quarter ended 31 March 2018	**1,277,180,000**	**847,770,000**	**213,110,000**	**376,870,000**	**271,690,000**	**336,260,000**	**306,050,000**	**205,790,000**	**308,710,000**	**458,573,217**	**4,602,003,217**
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**

There are 19 operating segments including subsidiaries as on 31 March 2018. Out of which only 9 are reportable as per BFRS 8 "Operating segments". 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.