

**Arab Bangladesh Bank Limited**

**Cash Flow Statement for the year ended 31 December 2004**

		Amounts in Taka	
		Year ended 31 Dec 2004	Year ended 31 Dec 2004
	Notes		
<b>Cash Flows from Operating Activities</b>			
Interest receipts		2,051,741,482	2,198,910,933
Interest payments		(1,540,836,908)	(1,691,929,956)
Dividend received		12,019,183	28,137,048
Fee and commission receipts		360,567,648	358,779,124
Payments to employees		(397,950,639)	(400,274,975)
Payments to suppliers		(64,968,218)	(31,107,107)
Income taxes paid		(24,855,509)	(68,913,981)
Receipts from other operating activities	39	536,644,185	408,788,735
Payments for other operating activities	40	(619,150,134)	(578,833,382)
<b>Operating profit before changes in operating assets and liabilities</b>		<b>313,211,090</b>	<b>223,556,439</b>
<b>Increase/decrease in operating assets and liabilities</b>			
Loans and advances to customers		3,426,743,642	(957,920,553)
Other assets	41	(305,874,818)	(352,595,620)
Deposits from other banks		(688,251,987)	(1,737,218,000)
Deposits from customers		1,727,314,258	3,472,798,453
Other liabilities	42	(1,813,829,783)	(1,351,152,540)
		<b>2,346,101,312</b>	<b>(926,088,260)</b>
<b>Net cash from / (used in) operating activities (a)</b>		<b>2,659,312,402</b>	<b>(702,531,821)</b>
<b>Cash Flows from Investing Activities</b>			
Purchase/sale of government securities		(3,476,088,100)	(118,490,611)
Purchase/sale of trading securities, shares, bonds, etc		73,803,649	1,255,000
Purchase/sale of property, plant and equipment		(14,940,133)	(13,579,528)
<b>Net cash used in investing activities (b)</b>		<b>(3,417,224,584)</b>	<b>(130,815,139)</b>
<b>Cash Flows from Financing Activities</b>			
Increase/(decrease) of long term borrowings		75,574,794	557,823,430
Dividend paid		-	-
<b>Net cash from financing activities (c)</b>		<b>75,574,794</b>	<b>557,823,430</b>
<b>Net decrease in cash (a+b+c)</b>		<b>(682,337,388)</b>	<b>(275,523,530)</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>		<b>-</b>	<b>-</b>
<b>Cash and cash equivalents at beginning of year</b>		<b>5,023,209,394</b>	<b>5,298,732,924</b>
<b>Cash and cash equivalents at end of year (*)</b>		<b>4,340,872,006</b>	<b>5,023,209,394</b>
(*) Cash and cash equivalents:			
Cash		424,564,899	351,819,229
Prize bonds		3,828,400	2,740,300
Money at call and on short notice		446,461,838	795,225,125
Balance with Bangladesh Bank and its agent bank(s)		2,485,693,314	3,067,805,741
Balance with other banks and financial institutions		980,323,555	805,618,999
		<b>4,340,872,006</b>	<b>5,023,209,394</b>

The accompanying notes form an integral part of these financial statements.

for Arab Bangladesh Bank Limited

**Faisal M Khan**  
Chairman

**Sajedur Seraj**  
Vice Chairman

**Syed Golam Ki**  
Director

**Kaiser A. Chowdhury**  
Managing Director

Signed in terms of our report of even date annexed

House 25, Road 13A, Block D  
Banani, Dhaka 1213, Bangladesh  
Dated, 23 June 2005

S. F. AHMED & CO  
Chartered Accountants