

**AB Bank Limited**  
**Balance Sheet**  
**As on June 30, 2008**

**(Un-audited)**

(Amount in '000 Taka)

	<b>30.06.08</b>	<b>31.12.07</b>
<b>PROPERTY AND ASSETS</b>		
<b>Cash:</b>	<b>3,727,125</b>	<b>4,299,270</b>
Cash in hand (Including foreign currencies)	617,302	671,113
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)	3,109,823	3,628,157
<b>Balance with other bank and financial institutions:</b>	<b>2,350,271</b>	<b>1,860,735</b>
In Bangladesh	1,236,062	718,486
Outside Bangladesh	1,114,209	1,142,249
<b>Money at call and short notice</b>	<b>338,888</b>	<b>574,080</b>
<b>Investment:</b>	<b>9,443,555</b>	<b>8,884,601</b>
Government	6,535,747	5,855,269
Others	2,907,807	3,029,332
<b>Loans and advances:</b>	<b>51,908,380</b>	<b>40,915,352</b>
Loans, cash credit, overdrafts etc.	49,498,196	39,303,901
Bills purchased & discounted	2,410,184	1,611,451
<b>Fixed assets including premises, furn. &amp; fixture (WDV)</b>	<b>2,431,350</b>	<b>2,381,004</b>
<b>Other assets:</b>	<b>5,256,465</b>	<b>4,634,821</b>
<b>Non-banking assets:</b>	<b>-</b>	<b>-</b>
<b>Total assets:</b>	<b>75,456,034</b>	<b>63,549,864</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities:</b>		
<b>Borrowing from other banks, financial institution and agent:</b>	<b>2,701,480</b>	<b>1,872,010</b>
<b>Deposits and other accounts:</b>	<b>62,340,569</b>	<b>53,375,348</b>
Current deposits	5,321,827	4,371,718
Demand deposits	2,274,726	2,666,304
Bills payable	1,150,637	1,105,058
Saving bank deposits	9,633,004	8,493,116
Short term deposits	4,635,028	3,396,099
Fixed deposits	36,018,966	31,131,930
Bearer certificate of deposits	130,325	130,325
Other deposits	3,176,055	2,080,798
<b>Other liabilities:</b>	<b>4,599,678</b>	<b>3,790,917</b>
<b>Total liabilities:</b>	<b>69,641,727</b>	<b>59,038,275</b>
<b>Capital and shareholders' equity:</b>		
Paid up capital	743,262	743,262
Statutory reserve	1,356,905	1,356,905
Other reserves	715,626	715,626
Retained earnings	1,695,796	1,695,796
Surplus of profit and loss account (HY 2008)	1,302,717	-
<b>Total shareholders' equity</b>	<b>5,814,307</b>	<b>4,511,589</b>
<b>Total liabilities and shareholders' equity</b>	<b>75,456,034</b>	<b>63,549,864</b>
<b>Off-Balance Sheet Items</b>		
<b>Contingent liabilities:</b>		
Acceptances and endorsements	5,838,146	3,304,002
Letters of guarantee	4,021,770	3,812,035
Irrevocable letters of credit	10,923,060	8,754,663
Bills for collection	3,847,391	2,719,761
Other contingent liabilities	10,731,055	8,697,189
	<b>35,361,422</b>	<b>27,287,650</b>
<b>Other commitments:</b>		
Spot and forward foreign exchange contracts	-	-
<b>Total Off-Balance Sheet Items</b>	<b>35,361,422</b>	<b>27,287,650</b>

**President & Managing Director**

**Chief Finance Officer**

**AB Bank Limited**  
**Profit and Loss Account**  
**For the half year ended June 30, 2008**

**(Un-audited)**

(Amount in '000 Taka)

	<b>Jan. - Jun. 2008</b>	<b>Jan. - Jun. 2007</b>
<b>INCOME AND EXPENDITURE</b>		
Interest income	3,518,932	2,598,070
Interest paid on deposits and borrowing etc.	2,531,337	1,988,880
<b>Net interest income</b>	<b>987,594</b>	<b>609,190</b>
Investment income	1,191,875	615,242
Commission, exchange and brokerage	882,661	617,574
Other income	79,153	44,213
<b>Total operating income</b>	<b>3,141,282</b>	<b>1,886,218</b>
Salaries and allowances	432,863	335,489
Managing Director's salaries and fees	3,450	2,720
Directors' fees	1,236	184
Rent, taxes, insurance, lighting etc.	188,420	76,947
Legal expenses	1,490	814
Postage, stamps, telecommunication etc.	35,160	32,225
Auditors' fee	10	10
Stationery, printing, advertisement etc.	32,191	20,645
Depreciation and repair of bank's assets	68,442	44,694
Other expenses	165,904	88,665
<b>Total operating expenses</b>	<b>929,165</b>	<b>602,393</b>
<b>Profit before Provisions</b>	<b>2,212,117</b>	<b>1,283,825</b>
Provision for loans	240,000	151,974
Provision for diminution in value of investment	20,000	100,000
Other Provisions	95,000	15,000
<b>Total Provisions</b>	<b>355,000</b>	<b>266,974</b>
<b>Total profit before Taxes</b>	<b>1,857,117</b>	<b>1,016,851</b>
Provision for Taxation	554,400	250,000
<b>Net Profit after Tax</b>	<b>1,302,717</b>	<b>766,851</b>
<b>Earning per Share (EPS)</b>	<b>175.27</b>	<b>134.13</b>

**President & Managing Director**

**Chief Finance Officer**

**AB Bank Limited**  
**Cash Flow Statement**  
**For the half year ended June 30, 2008**

**(Un-audited)**

(Amount in '000 Taka)

	<b>Jan. - Jun. 2008</b>	<b>Jan. - Jun. 2007</b>
<b>A. Cash Flow; from Operating Activities:</b>		
Interest Received	3,518,932	2,598,070
Interest Paid	(2,531,337)	(1,988,880)
Dividend Received	76,945	30,276
Fees and Commission Received	882,661	617,574
Recoveries of Loans Previously Written-off	14,535	6,005
Cash Paid to Employees	(406,313)	(338,209)
Cash Paid to Suppliers	(32,191)	(20,645)
Income Taxes Paid	(693,816)	(121,331)
Received from Other Operating Activities	1,179,548	623,174
Paid for Other Operating Activities	(402,863)	(243,539)
<b>Operating Profit/(Loss) before Changes in Operating Assets and Liabilities:</b>	<b>1,606,099</b>	<b>1,162,494</b>
Increase/(Decrease) in Operating Assets and Liabilities:		
Statutory Deposits	-	-
Loans and Advances to Other Banks	-	-
Loans and Advances to Customers	(10,993,028)	(3,784,075)
Other Assets	(72,173)	1,234,100
Deposits from Other Banks	1,947,564	(708,542)
Deposits from Customers	7,017,657	5,843,925
Other Liabilities on account of Customers	-	-
Trading Liabilities (Short Term Borrowing)	836,337	1,510,788
Other Liabilities	13,705	(580,514)
Increase in operating assets & liabilities	(1,249,937)	3,515,681
Net Cash from Operating Activities	356,162	4,678,175
<b>B. Cash Flow; from Investing Activities:</b>		
Purchase / Sale of trading securities	(681,628)	(1,359,397)
Purchase / Sale of other securities	121,525	13,455
Purchase / Sale of property, plant & equipment	(108,144)	(1,040,078)
Purchase / Sale of Subsidiary	-	(50,000)
Net Cash from Investing Activities	(668,247)	(2,436,020)
<b>C. Cash Flow; from Financing Activities:</b>		
Increase/(decrease) of long-term borrowings	(6,867)	(15,797)
Dividend paid	-	-
Net Cash from Financing Activities	(6,867)	(15,797)
<b>D. Net Increase in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>(318,952)</b>	<b>2,226,358</b>
Effects of Exchange Rate Changes on Cash & Cash Equivalents	-	-
<b>E. Cash and Cash Equivalents at the Beginning of the Period</b>	<b>6,738,243</b>	<b>5,042,850</b>
<b>Cash and Cash Equivalents at the End of the Period (D+E)</b>	<b>6,419,291</b>	<b>7,269,208</b>

**President & Managing Director**

**Chief Finance Officer**

## AB Bank Limited

### Statement of Changes in Equity for the Half Year Ended June 30, 2008

(Un-audited)

(Amount in '000 Taka)

Particulars	Paid-up Capital	Statutory Reserve	Other Reserve	Retained Earnings	Total
Balance at 01 January 2008	743,262	1,356,905	715,626	1,695,796	4,511,589
Net profit for the period after tax	-	-	-	1,302,717	1,302,717
<b>Balance at 30 June 2008</b>	<b>743,262</b>	<b>1,356,905</b>	<b>715,626</b>	<b>2,998,513</b>	<b>5,814,307</b>
Balance at 30 June 2007	571,740	772,868	683,597	1,294,273	3,322,478

#### Selective Notes to the Financial Statements as on June 30, 2008

##### 1. Accounting Policies:

Accounting policies have been followed in preparing this financial statements are same as applied in financial statements of the Bank of preceding financial year.

##### 2. Provision:

###### a) Loans & Advances

Provisions for loans and advances has been made as per directives of Bangladesh Bank issued from time to time.

###### b) Other Assets:

Provisions for other assets has been made as per recommendation of Bangladesh Bank.

###### c) Taxation:

Provision for income tax has been made on taxable income after necessary add back at the rate of 45%.

President & Managing Director

Chief Finance Officer

**AB Bank Limited**  
**Performance Over the Year**

