

Islami Bank Bangladesh Limited

Financial Statements (Un-audited)

As at and for the 2nd Quarter ended 30 June 2023

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 June 2023

(Amount in Taka)

Particulars	Note	As at 30 June 2023	As at 31 December 2022
Property and assets			
Cash in hand	6(a)	46,147,139,102	123,504,817,210
Cash in hand (including foreign currency)	6(a)(i)	29,275,049,701	30,645,839,722
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	6(a)(ii)	16,872,089,401	92,858,977,487
Balance with other banks & financial institutions	7(a)	132,403,838,037	115,248,794,287
In Bangladesh		95,925,068,620	91,304,035,057
Outside Bangladesh		36,478,769,417	23,944,759,230
Placement with banks & other financial institutions		-	-
Investments in shares & securities	8(a)	88,889,711,775	91,390,357,315
Government	8(a)(i)	69,193,835,517	72,173,862,507
Others	8(a)(ii)	19,695,876,258	19,216,494,808
Investments		1,547,846,679,560	1,456,365,497,513
General investments etc.	9.1(a)	1,380,774,522,841	1,321,643,607,786
Bills purchased & discounted	9.2(a)	167,072,156,719	134,721,889,727
Fixed assets including premises		18,387,854,128	18,455,370,440
Other Assets	10(a)	48,205,421,355	33,740,284,483
Non - banking assets		-	-
Total property and assets		1,881,880,643,956	1,838,705,121,249
Liabilities and capital			
Liabilities			
Placement from banks & other financial institutions		141,714,363,800	187,438,369,400
Deposits & other accounts		1,476,784,350,498	1,409,314,554,809
Mudaraba savings deposits		472,439,088,507	445,551,006,782
Mudaraba term deposits		538,534,645,301	512,205,793,676
Other mudaraba deposits		280,764,061,510	288,017,702,760
Al- wadeeah current and other deposit accounts		171,694,615,957	153,251,630,052
Bills payable		13,351,939,223	10,288,421,539
Mudaraba Bond		31,000,000,000	31,000,000,000
Perpetual bond		11,000,000,000	11,000,000,000
Redeemable subordinated bond		20,000,000,000	20,000,000,000
Other liabilities	11(a)	160,076,551,422	139,924,699,279
Deferred tax liabilities		1,362,714,287	1,456,384,003
Total liabilities		1,810,937,980,007	1,769,134,007,491
Capital/shareholders' equity		70,942,663,949	69,571,113,758
Paid - up capital	12.2	16,099,906,680	16,099,906,680
Statutory reserve	14.0	21,735,466,258	21,735,466,258
Other reserves	15(a)	28,756,019,926	28,772,608,153
Retained earnings		4,350,964,973	2,962,834,552
Non-controlling interest		306,112	298,115
Total liabilities & shareholders' equity		1,881,880,643,956	1,838,705,121,249




Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 June 2023

(Amount in Taka)

Particulars	Note	As at 30 June 2023	As at 31 December 2022
Off-balance Sheet Items			
Contingent liabilities			
Acceptances & endorsements		-	-
Letters of guarantee		31,005,854,511	31,062,266,163
Irrevocable letters of credit (including back to back bills)		190,079,573,694	182,573,222,307
Bills for collection		49,459,261,344	54,371,798,351
Other contingent liabilities		8,174,045	8,174,045
Total		270,552,863,593	268,015,460,865
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		270,552,863,593	268,015,460,865
Consolidated Net Asset Value (NAV) per share	22(b)	44.06	43.21

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


Chief Financial Officer


Company Secretary


Managing Director & CEO


Director


Director


Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Profit & Loss Account (Un-audited)
For the 2nd Quarter ended 30 June 2023

(Amount in Taka)

Particulars	Note	01 January to 30 June 2023	01 January to 30 June 2022	01 April to 30 June 2023	01 April to 30 June 2022
Operating income					
Investment income	16(a)	48,703,602,813	39,539,055,898	24,519,883,264	20,837,184,328
Profit paid on mudaraba deposits		(31,309,951,432)	(24,272,938,559)	(15,042,835,206)	(12,247,555,902)
Net investment income		17,393,651,382	15,266,117,340	9,477,048,059	8,589,628,427
Income from Investment in Shares & Securities		1,949,821,559	1,417,968,304	1,083,322,579	568,417,587
Commission, exchange & brokerage income	17(a)	4,178,526,024	4,922,268,026	2,604,791,297	2,414,692,002
Other operating income		4,565,022,182	3,652,540,795	2,971,299,015	2,305,754,381
		10,693,369,765	9,992,777,124	6,659,412,891	5,288,863,969
Total operating income		28,087,021,147	25,258,894,464	16,136,460,950	13,878,492,396
Operating expenses					
Salary & allowances		10,888,471,395	9,066,878,178	6,261,994,675	5,047,260,961
Rent, taxes, insurances, electricity etc.	18(a)	1,201,453,560	1,155,658,761	650,447,286	627,569,745
Legal expenses		3,726,198	4,434,859	2,399,448	3,113,559
Postage, stamps and telecommunication etc.	19(a)	109,901,264	84,245,347	55,091,341	46,759,524
Stationery, printing and advertisement etc.	20(a)	129,134,141	105,260,108	71,213,141	73,282,752
Chief executive's salary & fees		10,788,828	9,483,000	5,742,053	4,807,500
Directors' fees & expenses		3,207,720	1,051,225	1,523,721	359,588
Shari'ah supervisory committee's fees & expenses		870,000	874,745	439,600	90,000
Auditors' fees		1,725,000	1,725,000	862,500	862,500
Depreciation and repair to bank's assets	21(a)	719,050,594	738,917,082	376,850,892	369,659,309
Zakat expenses		531,456,936	485,498,256	265,728,512	242,749,128
Other expenses		3,122,841,765	2,846,324,148	1,707,576,347	1,692,038,270
Total operating expenses		16,722,627,401	14,500,350,710	9,399,869,516	8,108,552,837
Profit/ (loss) before provision		11,364,393,746	10,758,543,754	6,736,591,434	5,769,939,559
Provision for investments & off- balance sheet items	11.1	3,301,470,000	3,029,750,000	1,349,530,000	827,830,000
Provision for diminution in value of investments in shares		84,043,585	125,996,103	(96,557,579)	169,202,604
Other provisions		31,348,405	34,784,174	17,528,467	15,831,092
Total provision		3,416,861,990	3,190,530,277	1,270,500,888	1,012,863,696
Total profit/(loss) before taxes		7,947,531,757	7,568,013,477	5,466,090,547	4,757,075,863
Provision for taxation for the period		4,514,083,463	4,181,002,819	2,603,866,737	2,206,850,534
Current tax		4,584,688,678	4,248,408,931	2,653,563,191	2,234,348,597
Deferred tax		(70,605,215)	(67,406,112)	(49,696,454)	(27,498,063)
Net profit/(loss) after tax		3,433,448,294	3,387,010,658	2,862,223,810	2,550,225,329
Net profit after tax attributable to:		3,433,448,294	3,387,010,658	2,862,223,810	2,550,225,329
Equity holders of IBBL		3,433,440,297	3,387,000,445	2,862,219,275	2,550,223,516
Non-controlling interest		7,997	10,213	4,535	1,812
Retained earnings from previous year/period		2,962,834,552	2,749,579,142	3,324,540,722	3,607,167,927
Revaluation reserve of securities transferred to retained earnings		-	30,491,680	-	-
Add: Net profit after tax (attributable to equity holders of IBBL)		3,433,440,297	3,387,000,445	2,862,219,275	2,550,223,516
Add: Excess depreciation on revalued amount of building transferred from assets revaluation reserve to retained earnings		40,455,203	49,153,455	29,493,827	28,509,622
Profit available for appropriation		6,436,730,052	6,216,224,722	6,216,253,824	6,185,901,065
Appropriation:		6,436,730,052	6,216,224,722	6,216,253,824	6,185,901,065
Statutory reserve	14.0	-	-	-	-
General reserve		9,708,491	30,323,656	9,708,491	-
Dividend (Previous year)		1,609,990,668	1,609,990,668	1,609,990,668	1,609,990,668
Start up Fund		32,856,057	31,999,284	27,788,046	31,999,284
Coupon/Dividend for perpetual bond holders		433,209,862	391,009,328	217,801,645	391,009,328
Retained earnings		4,350,964,973	4,152,901,785	4,350,964,973	4,152,901,785
Consolidated Earnings Per share (EPS)	23(b)	2.13	2.10	1.78	1.58

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


Chief Financial Officer


Company Secretary


Managing Director & CEO


Director


Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Cash Flow Statement (Un-audited)
For the 2nd Quarter ended 30 June 2023

(Amount in Taka)

Particulars	Note	01 January to 30 June 2023	01 January to 30 June 2022
Cash flows from operating activities			
Investment income		56,391,075,919	42,582,358,798
Profit paid on mudaraba deposits		(32,651,826,631)	(23,539,524,232)
Income/ dividend receipt from investments in shares & securities		1,303,042,892	348,919,248
Fees & Commission receipt in cash		4,194,001,129	4,935,473,676
Recovery from written off investments		114,619,985	45,711,480
Payments to employees		(12,280,728,423)	(10,189,065,550)
Cash payments to suppliers		(222,500,654)	(201,919,751)
Income tax paid		(3,536,635,966)	(4,552,583,495)
Receipts from other operating activities		4,465,433,715	3,623,905,020
Payments for other operating activities		(4,365,257,543)	(4,023,714,148)
(i) Operating profit before changes in operating assets		13,411,224,422	9,029,561,046
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		(90,060,234,006)	(145,433,140,646)
(Increase)/decrease of other assets		(14,456,406,256)	(2,980,878,576)
Increase/(decrease) of placement from other banks		(45,724,005,600)	28,078,916,015
Increase/(decrease) of deposits from other banks		3,983,277,688	(430,241,875)
Increase/(decrease) of deposits received from customers		62,166,385,031	88,482,935,396
Increase/(decrease) of other liabilities account of customers		-	-
Increase/(decrease) of trading liabilities		-	-
Increase/(decrease) of other liabilities		7,552,025,945	3,459,454,127
(ii) Cash flows from operating assets and liabilities		(76,538,957,199)	(28,822,955,560)
Net cash flows from operating activities (A)=(i+ii)		(63,127,732,776)	(19,793,394,514)
Cash flows from investing activities			
Proceeds from sale of securities		3,554,263,642	4,641,299,264
Payment for purchase of securities/BGIIB		(1,552,656,191)	(4,005,152,809)
Payment for purchase of securities/membership		1,465,836,486	(5,068,169,303)
Purchase/sale of property, plants & equipments		(511,239,502)	(796,701,539)
Purchase/sale of subsidiaries		-	-
Net Cash flows from investing activities (B)		2,956,204,435	(5,228,724,388)
Cash flows from financing activities			
Receipts from issue of debt instruments		-	824,160,000
Payment for redemption of debt instruments		-	-
Receipts from issuing ordinary share/ rights share		-	-
Dividend paid in Cash		-	(1,609,990,668)
Net cash flows from financing activities (C)		-	(785,830,668)
Net increase/(decrease) in cash (A+B+C)		(60,171,528,341)	(25,807,949,569)
Add/(less): effects of exchange rate changes on cash & cash equivalent		(31,106,017)	(11,412,129)
Add: cash & cash equivalents at beginning of the year		238,753,611,497	327,131,898,729
Cash & cash equivalents at the end of the period		178,550,977,139	301,312,537,031
Consolidated Net Operating Cash Flow Per Share (NOCFPS)	24(b)	(39.21)	(12.29)

Chief Financial Officer

Company Secretary

Managing Director & CEO

Director

Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Statement of Changes in Equity (Un-audited)
For the 2nd Quarter ended 30 June 2023

(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	Total	
1	2	3	4	5	6	7	8	9	10	
Balance as at 01 January 2023	16,099,906,680	1,989,633	21,735,466,258	19,563,027,192	9,018,051,329	189,540,000	2,962,834,552	298,115	69,571,113,758	
Depreciation adjustment & Deferred tax impact										
Surplus/(deficit) on account of revaluation of investments (shares & securities)	-	-	-	-	(15,170,701)	-	40,455,203	-	25,284,502	
Currency translation differences	-	-	-	-	-	19,980,000	-	-	19,980,000	
Revaluation reserve of securities transferred to retained earnings				(31,106,017)	-	-	-		(31,106,017)	
Net profit for the period	-	-	-	-	-	-	3,433,440,297	7,997	3,433,448,294	
Transfer to reserve	-	-	-	9,708,491	-	-	(9,708,491)	-	-	
Dividend:										
Bonus shares	-	-	-	-	-	-	-	-	-	
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	-	(1,609,990,668)	
Start up Fund	-	-	-	-	-	-	(32,856,057)	-	(32,856,057)	
Coupon/Dividend for perpetual bond holders	-	-	-	-	-	-	(433,209,862)	-	(433,209,862)	
Total shareholders' equity as on 30 June 2023	16,099,906,680	1,989,633	21,735,466,258	19,541,629,666	9,002,880,628	209,520,000	4,350,964,973	306,112	70,942,663,949	
Total shareholders' equity as on 30 June 2022	16,099,906,680	1,989,633	20,735,466,258	16,960,100,509	9,040,574,766	193,140,000	4,152,901,785	294,792	67,184,374,423	
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	-	11,000,000,000	
Add: Mudaraba Subordinated Bond	-	-	-	-	-	-	-	-	15,200,000,000	
Add: General provision for unclassified investments and off- balance sheet items	-	-	-	17,870,900,000	-	-	-	-	17,870,900,000	
Adjustment for currency translation differences	-	-	-	(15,347,333)	-	-	-	-	(15,347,333)	
Adjustment for intangible assets	-	-	-	(163,176,958)	-	-	-	-	(163,176,958)	
Less: Assets revaluation reserve	-	-	-	-	(9,002,880,628)	-	-	-	(9,002,880,628)	
Less: Revaluation reserve of securities	-	-	-	-	-	(209,520,000)	-	-	(209,520,000)	
Total equity as on 30 June 2023	16,099,906,680	1,989,633	21,735,466,258	37,397,182,333	-	-	4,350,964,973	306,112	105,622,639,031	
Total equity as on 30 June 2022	16,099,906,680	1,989,633	20,735,466,258	34,913,925,512	-	-	4,152,901,785	294,792	101,740,180,053	

*Note: General/other reserves		01.01.2023	30.06.2022
General reserve		19,484,573,841	16,866,067,837
Dividend equalization		32,000,000	32,000,000
Currency translation differences (Translation reserve)		46,453,350	6,214,997
Total		19,563,027,191	16,904,282,834


Chief Financial Officer


Company Secretary


Managing Director & CEO


Director


Director

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 June 2023

(Amount in Taka)

Particulars	Note	As at 30 June 2023	As at 31 December 2022
Property and assets			
Cash in hand	6.0	46,147,062,428	123,504,792,624
Cash in hand (including foreign currency)	6.1	29,274,973,027	30,645,815,136
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	6.2	16,872,089,401	92,858,977,487
Balance with other banks & financial institutions	7.0	127,953,224,010	110,787,004,358
In Bangladesh		91,474,454,593	86,842,245,128
Outside Bangladesh		36,478,769,417	23,944,759,230
Placement with banks & other financial institutions		-	-
Investments in shares & securities	8.0	86,920,379,794	90,454,663,436
Government	8.1	69,193,835,517	72,173,862,507
Others	8.2	17,726,544,277	18,280,800,929
Investments	9.0	1,552,846,679,560	1,461,365,497,513
General investments etc.	9.1	1,385,774,522,841	1,326,643,607,786
Bills purchased & discounted	9.2	167,072,156,719	134,721,889,727
Fixed assets including premises		18,370,219,840	18,437,320,088
Other assets	10	47,993,236,464	33,530,927,106
Non - banking assets		-	-
Total property and assets		<u>1,880,230,802,095</u>	<u>1,838,080,205,126</u>
Liabilities and capital			
Liabilities			
Placement from banks & other financial institutions		141,714,363,800	187,438,369,400
Deposits & other accounts		1,478,016,040,098	1,410,445,429,339
Mudaraba savings deposits		472,566,124,469	445,565,352,259
Mudaraba term deposits		539,216,281,092	513,310,226,532
Other mudaraba deposits		281,188,187,311	288,022,176,295
Al- wadeeah current and other deposit accounts		171,693,508,003	153,259,252,714
Bills payable		13,351,939,223	10,288,421,539
Mudaraba Bond		31,000,000,000	31,000,000,000
Perpetual bond		11,000,000,000	11,000,000,000
Redeemable subordinated bond		20,000,000,000	20,000,000,000
Other liabilities	11.0	158,749,886,256	139,575,739,102
Deferred tax liabilities		1,364,650,220	1,458,513,201
Total liabilities		<u>1,810,844,940,374</u>	<u>1,769,918,051,042</u>
Capital/shareholders' equity		69,385,861,721	68,162,154,084
Paid - up capital	12.2	16,099,906,680	16,099,906,680
Statutory reserve	14.0	21,735,466,258	21,735,466,258
Other reserves	15.0	28,690,493,760	28,716,790,478
Retained earnings		2,859,995,023	1,609,990,668
Total liabilities & shareholders' equity		<u>1,880,230,802,095</u>	<u>1,838,080,205,126</u>




Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 June 2023

		(Amount in Taka)	
Particulars	As at 30 June 2023	As at 31 December 2022	
Off-balance Sheet Items			
Contingent liabilities			
Acceptances & endorsements	-	-	
Letters of guarantee	31,005,854,511	31,062,266,163	
Irrevocable letters of credit (including back to back bills)	190,079,573,694	182,573,222,307	
Bills for collection	49,459,261,344	54,371,798,351	
Other contingent liabilities	8,174,045	8,174,045	
Total	270,552,863,593	268,015,460,865	
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	270,552,863,593	268,015,460,865	
Net Asset Value (NAV) per share	22(a)	43.10	42.34

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


Chief Financial Officer


Company Secretary


Managing Director & CEO


Director


Director

Islami Bank Bangladesh Limited
Condensed Profit & Loss Account (Un-Audited)
For the 2nd Quarter ended 30 June 2023

(Amount in Taka)

Particulars	Note	01 January to 30 June 2023	01 January to 30 June 2022	01 April to 30 June 2023	01 April to 30 June 2022
Operating income					
Investment income	16.0	48,703,602,813	39,539,055,898	24,519,883,264	20,837,184,328
Profit paid on mudaraba deposits		(31,339,177,812)	(24,302,164,939)	(15,069,792,821)	(12,274,513,517)
Net investment income		17,364,425,002	15,236,890,960	9,450,090,444	8,562,670,812
Income from investments in shares & securities		1,881,760,278	1,105,978,842	1,127,975,612	422,950,251
Commission, exchange & brokerage income	17.0	4,169,078,453	4,901,350,802	2,598,580,693	2,406,840,373
Other operating income		4,382,178,818	3,666,264,095	2,794,294,256	2,324,341,569
		10,433,017,549	9,673,593,738	6,520,850,561	5,154,132,192
Total operating income		27,797,442,551	24,910,484,698	15,970,941,005	13,716,803,004
Operating expenses					
Salary & allowances		10,860,785,166	9,045,372,412	6,246,249,701	5,035,198,051
Rent, taxes, insurances, electricity etc.	18.0	1,197,703,885	1,152,112,846	648,532,836	625,729,029
Legal expenses		3,726,198	4,434,859	2,399,448	3,113,559
Postage, stamps and telecommunication etc.	19.0	109,615,767	83,987,585	54,933,915	46,631,173
Stationery, printing and advertisement etc.	20.0	128,979,867	105,118,431	71,117,281	73,202,882
Chief executive's salary & fees		10,788,828	9,483,000	5,742,053	4,807,500
Directors' fees & expenses		2,086,489	555,210	1,163,150	371,628
Shari'ah supervisory committee's fees & expenses		870,000	874,745	439,600	90,000
Auditors' fees		1,725,000	1,725,000	862,500	862,500
Depreciation and repair to bank's assets	21.0	715,009,346	735,237,953	374,828,451	367,896,760
Zakat expenses		531,456,936	485,498,256	265,728,512	242,749,128
Other expenses		3,057,080,173	2,773,548,618	1,667,565,395	1,658,684,869
Total operating expenses		16,619,827,655	14,397,948,916	9,339,562,842	8,059,337,080
Profit/(loss) before provision		11,177,614,896	10,512,535,782	6,631,378,163	5,657,465,924
Provision for investments & off- balance sheet items	11.1	3,301,470,000	3,029,750,000	1,349,530,000	827,830,000
Provision for diminution in value of investments in		89,277,265	113,565,000	(95,111,668)	113,565,000
Other provisions		31,348,405	34,784,174	17,642,680	16,125,812
Total provision		3,422,095,670	3,178,099,174	1,272,061,012	957,520,812
Total profit/(loss) before taxes		7,755,519,227	7,334,436,608	5,359,317,152	4,699,945,112
Provision for taxation for the period		4,469,913,487	4,134,508,164	2,580,512,515	2,186,053,410
Current tax	11.3	4,540,711,966	4,201,997,641	2,630,197,120	2,213,570,682
Deferred tax		(70,798,479)	(67,489,477)	(49,684,605)	(27,517,272)
Net profit/(loss) after tax		3,285,605,740	3,199,928,444	2,778,804,637	2,513,891,702
Retained earnings from previous year/period		1,609,990,668	1,609,990,668	1,907,276,919	2,347,122,925
Revaluation reserve of securities transferred to retained earnings		-	30,451,680	-	-
Add: Net profit after tax		3,285,605,740	3,199,928,444	2,778,804,637	2,513,891,702
Add: Excess depreciation on revalued amount of building transferred from assets revaluation reserve to retained earnings		40,455,203	49,153,455	29,493,827	28,509,622
Profit available for appropriation		4,936,051,611	4,889,524,247	4,715,575,383	4,889,524,247
Appropriation:		4,936,051,611	4,889,524,247	4,715,575,383	4,889,524,247
Statutory reserve	14.0	-	-	-	-
General reserve		-	-	-	-
Dividend (Previous year)		1,609,990,668	1,609,990,668	1,609,990,668	1,609,990,668
Start up Fund		32,856,057	31,999,284	27,788,046	31,999,284
Coupon/Dividend for perpetual bond holders		433,209,862	391,009,328	217,801,645	391,009,328
Retained earnings		2,859,995,023	2,856,524,966	2,859,995,023	2,856,524,966
Earnings Per Share (EPS)	23(a)	2.04	1.99	1.73	1.56

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

Chief Financial Officer

Company Secretary

Managing Director & CEO

Director

Director

Islami Bank Bangladesh Limited
Condensed Cash Flow Statement (Un-Audited)
For the 2nd Quarter ended 30 June 2023

(Amount in Taka)

Particulars	Note	01 January to 30 June 2023	01 January to 30 June 2022
Cash flows from operating activities			
Investment income		56,391,075,919	42,582,358,798
Profit paid on mudaraba deposits		(32,651,826,631)	(23,539,524,232)
Income/dividend receipt from investments in shares & securities		1,234,981,611	36,929,786
Fees & Commission receipt in cash		4,169,078,453	4,901,350,802
Recovery from written off investments		114,619,985	45,711,480
Payments to employees		(12,253,042,194)	(10,180,093,964)
Cash payments to suppliers		(222,380,764)	(201,814,410)
Income tax paid		(3,480,602,593)	(4,485,535,872)
Receipts from other operating activities		4,267,558,833	3,620,552,115
Payments for other operating activities		(4,292,905,031)	(3,939,174,684)
(i) Operating profit before changes in operating assets		13,276,557,587	8,840,759,819
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		(91,481,182,046)	(145,433,140,646)
(Increase)/decrease of other assets		(14,462,309,357)	(2,965,532,702)
Increase/(decrease) of placement from other banks		(45,724,005,600)	28,078,916,015
Increase/(decrease) of deposits from other banks		3,983,277,688	(430,241,875)
Increase/(decrease) of deposits received from customers		63,587,333,071	89,003,883,436
Increase/(decrease) of other liabilities account of customers		-	-
Increase/(decrease) of trading liabilities		-	-
Increase/(decrease) of other liabilities		7,614,062,163	2,999,170,493
(ii) Cash flows from operating assets and liabilities		(76,482,824,082)	(28,746,945,280)
Net cash flows from operating activities (A)=(i+ii)		(63,206,266,494)	(19,906,185,461)
Cash flows from investing activities			
Proceeds from sale of securities		3,554,263,642	-
Payment for purchase of securities/BGIIB/Sukuk		-	(4,005,152,809)
Payment for purchase of securities/membership		-	-
Purchase/sale of property, plants & equipments		(508,401,675)	(794,937,666)
Purchase/sale of subsidiaries		-	-
Net Cash flows from investing activities (B)		3,045,861,967	(4,800,090,476)
Cash flows from financing activities			
Receipts from issue of debt instruments		-	824,160,000
Payment for redemption of debt instruments		-	-
Receipts from issuing ordinary share/rights share		-	-
Dividend paid in Cash		-	(1,609,990,668)
Net cash flows from financing activities (C)		-	(785,830,668)
Net increase/(decrease) in cash (A+B+C)		(60,160,404,527)	(25,492,106,604)
Add/(less): effects of exchange rate changes on cash & cash equivalent		(31,106,017)	(11,412,129)
Add: cash & cash equivalents at beginning of the year		234,291,796,982	322,319,493,681
Cash & cash equivalents at the end of the period		174,100,286,438	296,815,974,948
Net Operating Cash Flow Per Share (NOCFPS)	24(a)	(39.26)	(12.36)

Chief Financial Officer

Company Secretary

Managing Director


Director

Director

Islami Bank Bangladesh Limited
Condensed Statement of Changes in Equity (Un-Audited)
For the 2nd Quarter ended 30 June 2023

(Amount in Taka)								
Particulars	Paid-up capital	Share premium	Statutory reserve	General/other reserves*	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Total 01 January to 30 June 2023
1	2	3	4	5	6	7	8	9
Balance as at 01 January 2023	16,099,906,680	1,989,633	21,735,466,258	19,507,209,516	9,018,051,329	189,540,000	1,609,990,668	68,162,154,084
Depreciation adjustment & Deferred tax impact	-	-	-	-	(15,170,701)	-	40,455,203	25,284,502
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investment (Shares & Securities)	-	-	-	-	-	19,980,000	-	19,980,000
Currency translation differences	-	-	-	(31,106,017)	-	-	-	(31,106,017)
Revaluation reserve of securities transferred to retained earnings	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	3,285,605,740	3,285,605,740
Dividend:	-	-	-	-	-	-	-	-
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	(1,609,990,668)
Start up Fund	-	-	-	-	-	-	(32,856,057)	(32,856,057)
Coupon/Dividend for perpetual bond holders	-	-	-	-	-	-	(433,209,862)	(433,209,862)
Total shareholders' equity as on 30 June 2023	16,099,906,680	1,989,633	21,735,466,258	19,476,103,499	9,002,880,628	209,520,000	2,859,995,023	69,385,861,721
Total shareholders' equity as on 30 June 2022	16,099,906,680	1,989,633	20,735,466,258	16,904,282,834	9,040,574,766	193,140,000	2,856,524,966	65,831,885,137
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba Redeemable Subordinated Bond	-	-	-	-	-	-	-	15,200,000,000
Add: General provision for unclassified investments and off- balance sheet items	-	-	-	17,870,900,000	-	-	-	17,870,900,000
Adjustment for currency translation differences	-	-	-	(15,347,333)	-	-	-	(15,347,333)
Adjustment for intangible assets	-	-	-	(163,176,958)	-	-	-	(163,176,958)
Less: Assets revaluation reserve	-	-	-	-	(9,002,880,628)	-	-	(9,002,880,628)
Less: Revaluation reserve of securities	-	-	-	-	-	(209,520,000)	-	(209,520,000)
Total equity as on 30 June 2023	16,099,906,680	1,989,633	21,735,466,258	37,183,826,541	-	-	2,859,995,023	104,065,836,802
Total equity as on 30 June 2022	16,099,906,680	1,989,633	20,735,466,258	34,647,177,483	-	-	2,856,524,966	100,301,324,301

*Note: General/other reserves		01.01.2023	30.06.2022
General reserve		19,428,756,166	16,866,067,837
Dividend equalization		32,000,000	32,000,000
Currency translation differences (Translation reserve)		46,453,350	6,214,997
Total		19,507,209,516	16,904,282,834


Chief Financial Officer


Company Secretary


Managing Director & CEO


Director

Islami Bank Bangladesh Limited and its Subsidiaries
Notes to the condensed consolidated interim financial report (Un-audited)
As at and for the 2nd Quarter ended 30 June 2023

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, 394 branches including 76 Authorized Dealer (AD) branches and 236 Sub branches, 2696 Agent banking outlets 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 2nd Quarter ended 30 June 2023 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), Agent Banking Services, 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. The consolidated financial statements and the separate financial statements have been prepared basically as per provisions of the "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD circular no. 15 dated 09 November 2009 with reference to the provisions of Bank Company Act 1991 as amended & Bangladesh Bank's other circulars/ instructions. This condensed consolidated and separate interim financial report for the 2nd Quarter ended 30 June 2023 of the Bank also has been prepared in accordance with "IAS: 34 Interim Financial Reporting" 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 2022. This condensed consolidated and separate interim financial report does not include all the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards.

2.2 Authorization of the financial statements for issue

The condensed consolidated and separate interim financial report were reviewed by the audit committee of the Board of the Bank in its 538th meeting held on 26 July 2023 and was subsequently approved by the Board in its 328th meeting held on the same date.



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 2022.

2.4 Reporting period

These condensed consolidated and separate interim financial report of the Bank and its subsidiaries cover half year from 01 January 2023 to 30 June 2023.

2.5 Comparative information and rearrangement thereof

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

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 2022.

3.1 Income tax expenses

Provision for taxation has been calculated as per Income Tax Act 2023 and *International Accounting Standard (IAS)-12 "Income Taxes"*.

4.0 Dividend payments

The honorable shareholders of the Bank approved 10% cash dividend for the year 2022 in the 40th Annual General Meeting (AGM) of the Bank held on 22nd June 2023. After approval of dividend through AGM the shareholders' right has already been established to receive the approved dividend. Consequently a liability has been recognised in financial statements as on 30th June 2023 against approved dividend. However dividend has been paid in July 2023.

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 Cash in hand	30.06.2023	31.12.2022
	Taka	Taka
Cash in hand (including foreign currency) (Note 6.1)	29,274,973,027	30,645,815,136
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency) (Note 6.2)	16,872,089,401	92,858,977,487
Total	46,147,062,428	123,504,792,624
6.1 Cash in hand (including foreign currency)		
In local currency	29,057,354,485	30,624,295,167
In foreign currency	217,618,542	21,519,969
Total	29,274,973,027	30,645,815,136
6.2 Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		
Balance with Bangladesh Bank (a)		
In local currency	9,437,793,236	87,540,125,982
In foreign currency	6,696,136,567	1,723,689,006
Sub-total	16,133,929,803	89,263,814,987
Balance with Sonali Bank Ltd. (as agent of Bangladesh Bank) (b)		
In local currency	738,159,598	3,595,162,500
In foreign currency	-	-
Sub-total	738,159,598	3,595,162,500
Total (a+b)	16,872,089,401	92,858,977,487
6(a) Consolidated cash in hand		
6(a)(i) Cash in hand (including foreign currency)		
Islami Bank Bangladesh Limited	29,274,973,027	30,645,815,136
Islami Bank Securities Limited	18,900	19,000
Islami Bank Capital Management Limited	57,774	5,586
Sub total	29,275,049,701	30,645,839,722
6(a)(ii) Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		
Islami Bank Bangladesh Limited	16,872,089,401	92,858,977,487
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Sub total (ii)	16,872,089,401	92,858,977,487
Total (i+ii)	46,147,139,102	123,504,817,210
7.0 Balance with other banks & financial institutions		
In Bangladesh	91,474,454,593	86,842,245,128
Outside Bangladesh	36,478,769,417	23,944,759,230
Total	127,953,224,010	110,787,004,358

7(a) Consolidated Balance with other banks & financial institutions		
Islami Bank Bangladesh Limited	127,953,224,010	110,787,004,358
Islami Bank Securities Limited	5,421,902,274	5,202,537,715
Islami Bank Capital Management Limited	449,659,793	429,037,681
Inter-company balances	(1,420,948,040)	(1,169,785,467)
Total	132,403,838,037	115,248,794,287

8.0 Investments in shares & securities

Particulars	Remarks	Book value as at 30 June 2023 (Taka)	Book value as at 31 Dec. 2022 (Taka)
8.1 Government			
Bangladesh Shipping Corporation	Quoted	252,800,000	230,600,000
MPETROLEUM	Quoted	16,861,132	14,758,673
BSCCL	Quoted	110,096,383	114,425,832
TITASGAS	Quoted	4,350,232	4,350,232
Karmasangsthan Bank	Un-Quoted	10,000,000	10,000,000
Central Depository Bangladesh Ltd.	Un-Quoted	6,277,770	6,277,770
Bangladesh Government Sukuk Bond (Islamic Bond)	Un-Quoted	31,793,450,000	31,793,450,000
Bangladesh Government Islamic Investment Bond (Islamic Bond)	Un-Quoted	37,000,000,000	40,000,000,000
Total Government (8.1)		69,193,835,517	72,173,862,507
8.2 Other than Government		17,726,544,277	18,280,800,929
Total (8.1+8.2)		86,920,379,794	90,454,663,436



8(a) Consolidated investments in shares & securities**8(a)(i) Government**

Islami Bank Bangladesh Limited
 Islami Bank Securities Limited
 Islami Bank Capital Management Limited
 Inter-company balances
Sub total (i)

30.06.2023	31.12.2022
Taka	Taka
69,193,835,517	72,173,862,507
-	-
-	-
-	-
69,193,835,517	72,173,862,507

8(a)(ii) Others

Islami Bank Bangladesh Limited
 Islami Bank Securities Limited
 Islami Bank Capital Management Limited
 Inter-company balances
Sub total (ii)
Total (i+ii)

17,726,544,277	18,280,800,929
4,586,251,512	3,571,016,282
382,919,469	364,516,597
(2,999,839,000)	(2,999,839,000)
19,695,876,258	19,216,494,808
88,889,711,775	91,390,357,315

9.0 Investments

General investments etc. (Note 9.1)
 Bills purchased & discounted (Note 9.2)
Total

1,385,774,522,841	1,326,643,607,786
167,072,156,719	134,721,889,727
1,552,846,679,560	1,461,365,497,513

9.1 General investments etc.**i) In Bangladesh**

Bai - Murabaha
 Bai - Muajjal
 Hire Purchase under Shirkatul Melk
 Hire Purchase under Shirkatul Melk (HPSM in FC-OBUE)
 Hire Purchase under Shirkatul Melk (HPSM in FC-GTF)
 Bai-Murabaha Import Bills
 Baim- FC Bills
 Musharaka
 Mudaraba
 Bai - Salam
 Murabaha Foreign Currency Investment
 Quard
 Investment in Khidmah Card
Sub total (i)
ii) Out side Bangladesh
 Overseas Investment
Sub total (ii)
Grand total (i+ii)

886,260,403,925	841,296,289,653
95,936,017,050	90,626,114,176
250,024,621,295	238,453,148,471
11,434,853,927	11,288,596,229
2,419,610,168	2,352,511,331
15,888,607,930	14,743,245,102
17,597,445,260	16,511,007,883
288,452,455	188,236,382
5,000,050,000	5,000,140,000
20,208,904,947	19,016,075,613
31,080,439,362	42,741,796,096
47,457,319,136	42,649,571,998
2,177,797,385	1,776,874,850
1,385,774,522,841	1,326,643,607,786
-	-
1,385,774,522,841	1,326,643,607,786

9.1(a) Consolidated general investments etc.

Islami Bank Bangladesh Limited
 Islami Bank Securities Limited
 Islami Bank Capital Management Limited
 Inter-company balances
Total

1,385,774,522,841	1,326,643,607,786
-	-
-	-
(5,000,000,000)	(5,000,000,000)
1,380,774,522,841	1,321,643,607,786

9.2 Bills purchased & discounted**i) In Bangladesh**

Musharaka doc. Bill (MDB)

6,144,595,940	6,071,795,536
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ii) Outside Bangladesh

Mudaraba Doc Bill (UPAS)-OBUE
 Bai- As- Sarf (FDB)
 MDB in FC
Sub-total (ii)
Total (i+ii)

155,658,331,624	125,851,365,332
3,137,211,375	1,546,935,639
2,132,017,780	1,251,793,220
160,927,560,779	128,650,094,191
167,072,156,719	134,721,889,727

9.2(a) Consolidated bills purchased & discounted

Islami Bank Bangladesh Limited
 Islami Bank Securities Limited
 Islami Bank Capital Management Limited
Total

167,072,156,719	134,721,889,727
-	-
-	-
167,072,156,719	134,721,889,727



10.0 Other assets

Stock of stationery in hand
Stamps in hand
Advance rent paid
Security deposits account
Suspense
Advance against expenses
Pre-paid expense-OBU
Accrued income
IB General account
Clearing Adjustment
mCash adjustment
Dividend Income Receivables
Master Card Receivable
ATM receivable/UPI Receivable
eWallet Receivable
Agent RDS Receivable
POS Receivable
Advance against capital Expenditure
Foreign remittance incentive receivable
NPS Receivable
Others
Total

30.06.2023	31.12.2022
Taka	Taka
397,695,942	203,416,484
36,784,603	35,035,860
626,590,846	661,059,332
27,437,591	27,533,605
1,041,081,833	1,108,427,199
184,094,246	68,596,347
36,956,614	80,908,818
4,474,550,695	3,783,243,517
39,033,987,457	19,769,529,631
-	662,046,924
644,309,492	455,940,995
-	44,528,510
6,556,000	10,468,226
987,727,515	894,831,852
210,793,145	214,258,232
5,612,645	3,765,307
68,800,786	95,647,224
164,500,000	164,500,000
-	3,377,202,877
-	775,519,041
45,757,053	1,094,467,124
47,993,236,464	33,530,927,106

10(a) Consolidated other assets

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited
Inter-company balances
Total

47,993,236,464	33,530,927,106
182,674,336	191,629,855
29,510,555	26,458,138
-	(8,730,616)
48,205,421,355	33,740,284,483

11.0 Other liabilities

Provision for classified & unclassified investments and off- balance sheet items
Provision for diminution in value of investments in shares
Other provisions
Compensation account
Profit/ rent /compensation suspense
Current tax
Zakat payable
Foreign correspondents charges
Incentive bonus payable
Payable against expenditure
Clearing/BEFTN/RTGS adjustment
Transfer delivery adjustment
Substitute cash assistance
Payable to PF, BF, SAF & GF
Deferred/Unearned Airtime Commission
F.C. Payable for IBBI. Cards
Unclaimed dividend
Foreign Remittance incentive Payable
Stimulus Fund: Covid-19
Agri. Refinance & Profit Subsidy: Covid-19
Cover Fund HPSP FC-GTF
Lease obligation on ROU
Provision for Start-Up Fund for investment
NPS Payable
Unearned Exchange (OBUE)
Cover fund MDB in FC (Local)
Dividend Payable
Others
Total

63,181,987,804	59,880,560,000
415,691,153	326,413,888
125,160,098	185,230,754
7,195,693,101	7,180,881,364
48,406,564,681	43,754,288,943
17,734,256,768	16,671,765,872
286,858,275	296,935,239
39,922,254	33,971,209
254,408,729	1,635,876,929
156,266,792	319,735,497
1,718,386,899	45,575,417
24,360	32,360
791,000	-
161,784,165	-
170,000	-
12,860,044	12,860,044
10,185,410	17,384,465
769,384,644	-
4,895,483	564,908,643
3,609,364,212	4,261,863,357
1,988,705,518	2,077,047,528
1,149,866,656	1,149,866,656
183,692,623	150,836,566
1,148,769,045	-
1,112,842,701	-
5,179,654,336	-
1,609,990,668	-
2,291,708,836	1,009,704,371
158,749,886,256	139,575,739,102



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

A. Opening balance

General Provision for Unclassified Investment including OBU
Provision for Classified Investment
Provision for Off-Balance Sheet items

B. Total deduction/adjustment from classified investment for the period

C. Available balance of provision (A-B)

D. Provision made during the period/year

General Provision for Unclassified Investment including OBU
Provision for Classified Investment
Provision for Off-Balance Sheet items

E. Closing balance (C+D)

General Provision for Unclassified Investment including OBU
Provision for Classified Investment
Provision for Off-Balance Sheet items

30 June 2023 Taka	31 December 2022 Taka
59,880,560,000	53,271,950,000
15,670,560,000	13,857,630,000
42,073,970,000	37,230,270,000
2,136,030,000	2,184,050,000
-	1,100,000
59,880,560,000	53,270,850,000
3,301,470,000	6,609,710,000
785,140,000	1,812,930,000
3,237,160,000	4,844,800,000
(720,830,000)	(48,020,000)
63,182,030,000	59,880,560,000
16,455,700,000	15,670,560,000
45,311,130,000	42,073,970,000
1,415,200,000	2,136,030,000

11.2 Current tax liability

Opening balance of provision

Add: Provision made during the period/year (Note 11.3)

Add: Other provision made during the period/year

Less: Settlement for previous period/year

Total (a)

25,282,005,019	22,021,038,824
4,540,711,966	8,768,960,631
2,378,544	1,285,302,814
-	6,793,297,250
29,825,095,529	25,282,005,019

Advance income tax paid

Opening balance of advance tax

Add: Payment made during the period/year

Less: Settlement for previous period/year

Total (b)

Net balance as at end of period/year (a-b)

8,610,239,147	8,651,054,551
3,480,602,593	6,752,481,846
-	6,793,297,250
12,090,841,740	8,610,239,147
17,734,253,789	16,571,765,872

11.3 Provision for current tax made during the period/year

Income tax @ 37.5% on taxable profit (A)

Add: Income tax @ 20% on dividend income

Capital Gain @ 10%

Estimated provision required for the period/year

4,536,557,830	8,713,239,736
3,393,258	43,144,247
760,877	12,576,648
4,540,711,966	8,768,960,631

Computation of taxable profit

Profit before tax

Less: Dividend income

Less: Capital Gain

Profit before tax (excluding dividend income and capital gain)

Add: Inadmissible expenditure

Less: Further allowable expenditure

Estimated taxable profit for the period/year

7,755,519,227	14,592,921,537
16,966,292	215,721,237
7,608,773	125,766,484
7,730,944,162	14,251,433,816
4,761,507,840	10,381,373,671
394,964,455	1,397,501,525
12,097,487,517	23,235,305,962

11.4 Reconciliation of effective tax rate

	30.06.2023		31.12.2022	
	%	Taka	%	Taka
Profit before income tax as per profit/loss account		7,755,519,227		14,592,921,537
Income Tax using the domestic corporate tax rate	37.50%	2,908,319,710	37.50%	5,472,345,576
Factors affecting the tax charge for current year:				
Non deductible expenses	23.02%	1,785,565,440	27.80%	3,893,017,030
Tax exempt income	-1.91%	(148,111,671)	-4.64%	(524,063,072)
Tax savings from reduced tax rates	-0.07%	(5,061,514)	-1.22%	(72,337,000)
Total income tax expenses	58.55%	4,540,711,966	60.09%	8,768,962,534

11(a) Consolidated other liabilities

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited
Inter-company balances
Total

30 June 2023 Taka	31 December 2022 Taka
158,749,886,256	139,575,739,102
6,078,145,794	4,989,518,719
436,668,495	405,974,694
(5,188,150,123)	(5,046,533,236)
160,076,551,422	139,924,699,279



12 Share capital

12.1 Authorized capital

The authorized capital of the Bank is Tk. 20,000,000,000 divided into 2,000,000,000 ordinary shares of Tk. 10 each.

12.2 Brief history of raising of Paid up capital

Paid-up Capital of the Bank at the end of 2nd quarter ended 30 June 2023 is Tk. 16,099,906,680 divided into 1,609,990,668 ordinary shares of Tk. 10 each.

No. of shares allotted	Date of issue	Face Value	Total allotted Shares (Cumulative Figure)	Total Paid-up Capital (Cumulative Figure)	Particulars
500	13.03.1983	1,000	500	500,000	Initial Capital
9,000	23.03.1983	1,000	9,500	9,500,000	Sponsors subscription
2,500	23.03.1983	1,000	12,000	12,000,000	Local Placement Holders subscription
56,000	23.03.1983	1,000	68,000	68,000,000	Foreign Placement Holders subscription
4,000	10.04.1984	1,000	72,000	72,000,000	Subscribed Bangladesh Bank on behalf of the Government of the Peoples Republic of Bangladesh 10.04.1984 as per approval of the Controller of Capital Issues dated 14.03.1983
8,000	22.08.1985	1,000	80,000	80,000,000	IPO subscription on 22.08.1985
80,000	12.03.1990	1,000	160,000	160,000,000	1 st Rights -1989 (1R:1)
160,000	06.10.1996	1,000	320,000	320,000,000	2 nd Rights -1996 (1R:1)
320,000	01.03.2001	1,000	640,000	640,000,000	3 rd Rights 2000 (1R:1)
1,280,000	08.11.2003	1,000	1,920,000	1,920,000,000	4 th Rights 2003 (2R:1)
384,000	27.10.2004	1,000	2,304,000	2,304,000,000	Bonus- 2003 (1B:5) Stock Dividend @20%
460,800	17.11.2005	1,000	2,764,800	2,764,800,000	Bonus-2004 (1B:5) Stock Dividend @20%
691,200	17.10.2006	1,000	3,456,000	3,456,000,000	Bonus-2005 (1B:4) Stock Dividend @25%
345,600	30.10.2007	1,000	3,801,600	3,801,600,000	Bonus-2006 (1B:10) Stock Dividend @10%
950,400	30.09.2008	1,000	4,752,000	4,752,000,000	Bonus- 2007 (1B:4) Stock Dividend @25%
	30.11.2008	100	47,520,000	4,752,000,000	IBBL Shares have been changed from Tk.1,000/- to Tk.100/- with a market lot of 10 shares with effect from 30.11.2008
14,256,000	15.09.2009	100	61,776,000	6,177,600,000	Bonus- 2008 (3B:10) Stock Dividend @30%
12,355,200	02.06.2010	100	74,131,200	7,413,120,000	Bonus 2009 (1B:5) Stock Dividend @20%
25,945,920	25.05.2011	100	100,077,120	10,007,712,000	Bonus 2010 (35B:100) Stock Dividend @35%
	04.12.2011	10	1,000,771,200	10,007,712,000	IBBL Shares have been changed from Tk.100/- to Tk.10/- with a market lot of 100 shares with effect from 04.12.2011
250,192,800	27.05.2012	10	1,250,964,000	12,509,640,000	Bonus - 2011 (1B:4) - Stock Dividend @25%
212,663,880	30.05.2013	10	1,463,627,880	14,636,278,800	Bonus- 2012 (17B:100) Stock Dividend @17%
146,362,788	05.06.2014	10	1,609,990,668	16,099,906,680	Bonus- 2013 (10B:100) Stock Dividend @10%
Total			1,609,990,668	16,099,906,680	

13.0 Capital adequacy as per Basel - III

The Calculation of Capital to Risk-weighted Asset Ratio (CRAR) of the Bank has been done as per the revised Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III) issued by Bangladesh Bank vide BRPD Circular No. 18 dated 21.12.2014.

14.0 Statutory reserve

Opening balance
Add: Addition made this period/year
Closing balance

30 June 2023 Taka	31 December 2022 Taka
21,735,466,258	20,735,466,258
-	1,000,000,000
21,735,466,258	21,735,466,258

15.0 Other reserves

General reserve
Assets revaluation reserve
Revaluation reserve of securities
Translation reserve
Share premium
Dividend equalization account
Total

19,428,756,165	19,428,756,166
9,002,880,629	9,018,051,329
209,520,000	189,540,000
15,347,333	46,453,350
1,989,633	1,989,633
32,000,000	32,000,000
28,690,493,760	28,716,790,478

15 (a) Consolidated other reserves

Islami Bank Bangladesh Limited
Islami Bank Securities Limited
Islami Bank Capital Management Limited
Total

28,690,493,760	28,716,790,478
65,526,166	55,817,675
-	-
28,756,019,926	28,772,608,153



16.0 Investment income	01 January to 30 June 2023	01 January to 30 June 2022
Income from general investment	45,550,287,460	37,102,364,369
Profit on deposits with other banks & financial institutions	3,153,315,353	2,436,691,530
Total	48,703,602,813	39,539,055,898
16(a) Consolidated investment income		
Islami Bank Bangladesh Limited	48,703,602,813	39,539,055,898
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company transactions	-	-
Total	48,703,602,813	39,539,055,898
17.0 Commission, exchange & brokerage income		
Commission income	1,968,586,328	2,566,996,177
Exchange income	2,200,492,124	2,334,354,625
Total	4,169,078,453	4,901,350,802
17(a) Consolidated commission, exchange & brokerage income		
Islami Bank Bangladesh Limited	4,169,078,453	4,901,350,802
Islami Bank Securities Limited	9,447,571	20,917,224
Islami Bank Capital Management Limited	-	-
Total	4,178,526,024	4,922,268,026
18.0 Rent, taxes, insurances, electricity etc.		
Rent, rates and taxes	509,740,649	473,069,159
Insurance	484,289,523	494,505,464
Electricity and lighting	203,673,713	184,538,223
Total	1,197,703,885	1,152,112,846
18(a) Consolidated rent, taxes, insurances, electricity etc.		
Islami Bank Bangladesh Limited	1,197,703,885	1,152,112,846
Islami Bank Securities Limited	3,749,675	3,545,915
Islami Bank Capital Management Limited	-	-
Total	1,201,453,560	1,155,658,761
19.0 Postage, stamps, telecommunications etc.		
Telephone	57,452,728	39,413,068
Postage	50,771,202	37,562,278
Fax, internet & Stamps charges	1,391,838	7,012,239
Total	109,615,767	83,987,585
19(a) Consolidated postage, stamps and telecommunication etc.		
Islami Bank Bangladesh Limited	109,615,767	83,987,585
Islami Bank Securities Limited	167,946	143,471
Islami Bank Capital Management Limited	117,551	114,291
Total	109,901,264	84,245,347
20.0 Stationery, printing and advertisement etc.		
Paper & table stationery	26,375,529	26,123,264
Printing and stationery (registers and forms)	11,871,390	15,212,480
Advertisement & publicity	90,732,949	63,782,687
Total	128,979,867	105,118,431
20(a) Consolidated stationery, printing and advertisement etc.		
Islami Bank Bangladesh Limited	128,979,867	105,118,431
Islami Bank Securities Limited	119,890	105,341
Islami Bank Capital Management Limited	34,384	36,336
Total	129,134,141	105,260,108
21.0 Depreciation/amortization and repair to bank's assets		
Depreciation/amortization	574,215,602	611,883,076
Repair of bank's properties/assets	140,793,744	123,354,877
Total	715,009,346	735,237,953
21(a) Consolidated depreciation and repair to bank's assets		
Islami Bank Bangladesh Limited	715,009,346	735,237,953
Islami Bank Securities Limited	2,761,005	2,623,654
Islami Bank Capital Management Limited	1,280,243	1,055,475
Total	719,050,594	738,917,082



22.0 Net Assets Value (NAV)**a) Net Assets Value (NAV) per share of the Bank**

- i) Net Assets of the Bank
ii) Weighted average number of ordinary share during the period
Net Assets Value (NAV) per share of the Bank

30 June 2023 Taka	31 December 2022 Taka
69,385,861,721	68,162,154,084
1,609,990,668	1,609,990,668
43.10	42.34

b) Consolidated Net Assets Value (NAV) per share

- i) Consolidated Net Assets
ii) Weighted average number of ordinary share during the period
Consolidated Net Assets Value (NAV) per share

70,942,663,949	69,571,113,758
1,609,990,668	1,609,990,668
44.06	43.21

23.0 Earnings Per Share (EPS)**a) Earnings Per Share of the Bank**

- i) Attributable profit for the period
ii) Weighted average number of ordinary share during the period

01 January to 30 June 2023 Taka	01 January to 30 June 2022 Taka
3,285,605,740	3,199,928,444
1,609,990,668	1,609,990,668

Basic Earnings Per Share (EPS) of the Bank**2.04 1.99**

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

b) Consolidated Earnings Per Share

- i) Attributable profit for distribution to shareholders of IBBL for the period
ii) Weighted average number of ordinary share during the period

3,433,440,297	3,387,000,445
1,609,990,668	1,609,990,668

Consolidated basic Earnings Per Share (EPS)**2.13 2.10****24.0 Net Operating Cash Flow Per Share (NOCFPS)****a) Net Operating Cash Flow Per Share (NOCFPS) of the Bank**

- i) Net cash flows from operating activities
ii) Weighted average number of ordinary share during the period
Net Operating Cash Flow Per Share (NOCFPS) of the Bank

(63,206,266,494)	(19,906,185,461)
1,609,990,668	1,609,990,668
(39.26)	(12.36)

b) Consolidated-Net Operating Cash Flow Per Share (NOCFPS)

- i) Consolidated -Net cash flows from operating activities
ii) Weighted average number of ordinary share during the period

(63,127,732,776)	(19,793,394,514)
1,609,990,668	1,609,990,668

Consolidated-Net Operating Cash Flow Per Share (NOCFPS)**(39.21) (12.29)**

The Net Operating Cash Flow Per Share (NOCFPS) on solo basis has significantly decreased by Tk. 26.90 than that of previous period mainly due to less deposit mobilization from customers Tk. 25,416.55 million and decrease of placement from other banks Tk.73,802.93 million during the period i.e. 01 January 2023 to 30 June 2023. However, the Cash & Cash equivalents balance of the Bank is Tk. 174,100.29 million as on 30.06.2023.

Note: The reconciliation of net profit with cash flows from operating activities has been presented at **Annexure- B**.

25.0 Consolidated Segment Reporting

The consolidated segment reporting has been shown in **Annexure-A**.



Islami Bank Bangladesh Limited and its Subsidiaries
Consolidated Segment Reporting
For the 2nd Quarter ended 30 June 2023

A. Segmental operating profit and loss

Annexure - A

(Amount in Taka)

	Head Office Controlled Branches	Dhaka Central Zone	Dhaka South Zone	Dhaka North Zone	Khulna Zone	Comilla Zone	Rajshahi Zone	Chittagong South Zone	Noakhali Zone	Common	Consolidated
Investment income	15,038,280,000	5,949,500,000	688,600,000	1,324,140,000	1,559,930,000	646,540,000	4,320,810,000	1,986,670,000	635,110,000	18,503,844,373	50,653,424,373
Profit paid on mudaraba deposits	(2,585,960,000)	(2,298,640,000)	(1,101,440,000)	(1,924,980,000)	(1,061,790,000)	(1,940,010,000)	(1,305,780,000)	(1,658,840,000)	1,872,370,000	(19,304,881,432)	(31,309,951,432)
Profit received/(paid) on IB General Account	(8,903,030,000)	(1,387,200,000)	1,441,030,000	2,025,380,000	689,630,000	3,007,320,000	(1,730,900,000)	1,072,620,000	2,678,560,000	1,106,590,000	-
Net investment income	3,549,290,000	2,263,660,000	1,028,190,000	1,424,540,000	1,187,770,000	1,713,850,000	1,284,130,000	1,400,450,000	5,186,040,000	305,552,941	19,343,472,941
Commission, exchange & other income	1,602,180,000	884,150,000	187,850,000	309,070,000	218,630,000	186,680,000	215,970,000	182,840,000	182,350,000	4,773,828,206	8,743,548,206
Total operating income	5,151,470,000	3,147,810,000	1,216,040,000	1,733,610,000	1,406,400,000	1,900,530,000	1,500,100,000	1,583,290,000	5,368,390,000	5,079,381,147	28,087,021,146
Total operating expenses	(618,810,000)	(783,340,000)	(544,780,000)	(725,580,000)	(639,370,000)	(574,220,000)	(628,820,000)	(618,000,000)	(572,990,000)	(11,018,717,400)	(16,772,627,400)
Operating Profit for the 2nd Quarter ended 30 June 2023	4,532,660,000	2,364,470,000	671,260,000	1,008,030,000	767,030,000	1,326,310,000	871,280,000	967,290,000	4,795,400,000	(5,939,336,253)	11,364,393,746
Operating Profit for the 2nd Quarter ended 30 June 2022	7,317,020,000	2,670,620,000	577,660,000	1,064,520,000	956,730,000	1,326,220,000	667,510,000	947,040,000	1,004,590,000	(5,773,366,245)	10,758,543,754

There are 19 operating segments including subsidiaries as on 30 June 2023. Out of which only 9 are reportable as per IFRS-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.



Islami Bank Bangladesh Limited
Reconciliation of Net Profit with Cash Flows from Operating activities
For the 2nd Quarter ended 30 June 2023

Amount in Taka

Particulars	01 January to 30 June 2023	01 January to 30 June 2022
Profit before tax as per profit and loss accounts	7,755,519,227	7,334,436,608
Adjustment for non cash items		
Provision for investments & off- balance sheet exposures	3,301,470,000	3,029,750,000
Provision for diminution in value of investments in shares	89,277,265	113,565,000
Other provisions	31,348,405	34,784,174
Depreciation of property plant & equipment	574,215,602	611,883,076
Foreign exchange gain/(Loss)	(31,106,017)	(11,412,129)
Profit on sale of the fixed assets	(219,655)	11,131,791
	3,964,985,600	3,789,701,913
Increase/decrease in operating assets & liabilities		
Investments to customers	(91,481,182,046)	(145,433,140,646)
Other assets	(14,462,309,357)	(2,965,532,702)
Placement from other banks	(45,724,005,600)	28,078,916,015
Deposits from other banks	3,983,277,688	(430,241,875)
Deposits received from customers	63,587,333,071	89,003,883,436
Other liabilities	12,650,717,517	5,201,327,663
Income tax paid	(3,480,602,593)	(4,485,535,872)
	(74,926,771,321)	(31,030,323,981)
Cash flows from operating activities as per cash flow statement	(63,206,266,494)	(19,906,185,461)

