
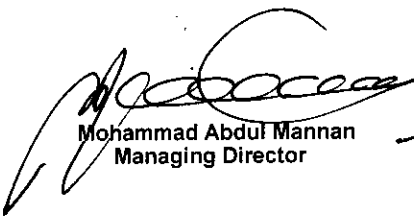


Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 June 2016

Particulars	(Amount in Taka)	
	As at 30 June 2016	As at 31 December 2015
Property and assets		
Cash in hand	54,657,304,469	55,256,081,820
Cash in hand (including foreign currency)	8,630,735,218	8,625,867,409
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	46,026,569,251	46,630,214,411
Balance with other banks & financial institutions	32,840,138,117	25,644,591,295
In Bangladesh	30,741,829,069	23,974,968,279
Outside Bangladesh	2,098,309,048	1,669,623,016
Placement with banks & other financial institutions	3,000,000,000	3,000,000,000
Investments in shares & securities	81,221,151,335	98,397,090,217
Government	77,673,357,770	95,482,757,770
Others	3,547,793,565	2,914,332,447
Investments	560,310,638,472	525,104,502,716
General investments etc.	525,662,309,459	488,699,301,422
Bills purchased & discounted	34,648,329,013	36,405,201,294
Fixed assets including premises	15,651,812,883	15,838,557,191
Other assets	5,642,870,885	2,527,292,915
Non - banking assets	-	-
Total property and assets	753,323,916,161	725,768,116,154


Mohammed Shahid Ullah ACA
 Chief Financial Officer


Abu Reza Md. Yeafia
 Company Secretary


Mohammad Abdul Mannan
 Managing Director


Prof. Syed Ahsanul Alam
 Director


Engr. Mustafa Anwar
 Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 June 2016

(Amount in Taka)

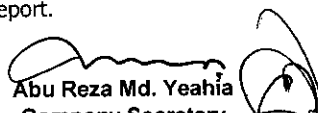
Particulars	As at 30 June 2016	As at 31 December 2015
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	13,160,216,160	17,766,330,139
Deposits & other accounts	647,984,491,363	614,877,266,437
Mudaraba savings deposits	223,045,860,037	211,327,625,463
Mudaraba term deposits	188,411,872,525	179,234,913,887
Other mudaraba deposits	172,129,887,871	162,097,188,257
Al- wadeeah current and other deposit accounts	59,961,373,324	57,126,253,285
Bills payable	4,435,497,606	5,091,285,545
Mudaraba perpetual bond	3,000,000,000	3,000,000,000
Other liabilities	40,064,191,520	41,256,004,562
Deferred tax liabilities	310,095,091	310,066,332
Total liabilities	704,518,994,134	677,209,667,470
Capital/shareholders' equity	48,804,922,027	48,558,448,684
Paid - up capital	16,099,906,680	16,099,906,680
Statutory reserve	16,099,906,680	16,099,906,680
Other reserves	11,780,418,312	11,779,818,313
Retained earnings	4,824,626,293	4,578,754,064
Non-controlling interest	64,062	62,947
Total liabilities & shareholders' equity	753,323,916,161	725,768,116,154
Off-balance Sheet Items		
Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	11,951,770,123	10,629,688,357
Irrevocable letters of credit (including back to back bills)	116,517,921,484	115,229,781,408
Bills for collection	7,018,667,371	7,496,874,228
Other contingent liabilities	23,581,701	23,581,701
Total	135,511,940,679	133,379,925,694
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	135,511,940,679	133,379,925,694
Consolidated Net Asset Value (NAV) per share	30.31	30.16

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


Mohammed Shahid Ullah ACA
Chief Financial Officer


Mohammad Abdul Mannan
Managing Director


Prof. Syed Ahsanul Alam
Director


Abu Reza Md. Yeahia
Company Secretary


Engr. Mustafa Anwar
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Profit & Loss Account (Un-audited)
For the half year ended 30 June 2016

(Amount in Taka)

Particulars	01 January to 30 June 2016	01 January to 30 June 2015	01 April to 30 June 2016	01 April to 30 June 2015
Operating income				
Investment income	26,561,394,509	23,511,388,820	13,455,371,596	11,375,756,295
Profit paid on mudaraba deposits	(14,741,147,047)	(14,124,613,766)	(7,294,959,958)	(6,785,267,525)
Net investment income	11,820,247,462	9,386,775,054	6,160,411,638	4,590,488,770
Income from investments in shares & securities	267,832,544	662,880,357	246,005,622	475,921,821
Commission, exchange & brokerage income	2,895,604,718	3,112,640,951	1,463,308,161	1,544,195,552
Other operating income	1,131,566,709	944,151,483	759,619,139	743,452,502
Total operating income	16,115,251,433	14,106,447,845	8,629,344,560	7,354,058,645
Operating expenses				
Salary & allowances	4,811,514,762	3,359,122,525	2,524,078,660	1,682,120,544
Rent, taxes, insurances, electricity etc.	558,296,819	481,445,657	322,078,787	261,972,379
Legal expenses	21,616,128	18,895,228	17,351,570	15,357,512
Postage, stamps and telecommunication etc.	61,643,506	64,892,361	29,983,880	42,656,296
Stationery, printing and advertisement etc.	109,034,775	110,198,084	74,872,848	66,206,436
Chief executive's salary & fees	5,255,806	3,300,000	3,605,806	1,650,000
Directors' fees & expenses	4,462,451	6,887,229	4,151,133	4,756,100
Shari'ah supervisory committee's fees & expenses	1,290,289	1,928,792	569,865	1,550,023
Auditors' fees	1,171,002	1,253,502	544,251	626,751
Charges on investment losses	-	-	-	-
Depreciation and repair to bank's assets	533,026,028	592,128,780	210,157,832	299,153,478
Zakat expenses	210,656,470	212,992,620	105,328,235	106,496,310
Other expenses	1,131,975,892	861,220,130	541,251,350	407,840,017
Total operating expenses	7,449,943,928	5,714,264,908	3,833,974,217	2,890,385,846
Profit/ (loss) before provision	8,665,307,505	8,392,182,937	4,795,370,343	4,463,672,799
Provision for investments & off- balance sheet items	1,748,340,000	1,535,550,000	291,680,000	(313,870,000)
Provision for diminution in value of investments in shares	33,419,911	129,937,470	(23,992,687)	(62,464,510)
Other provisions	-	4,252,889	(1,386,000)	4,252,889
Total provision	1,781,759,911	1,669,740,359	266,301,313	(372,081,621)
Total profit/(loss) before taxes	6,883,547,594	6,722,442,578	4,529,069,030	4,835,754,420
Provision for taxation for the period	3,417,692,914	3,327,198,369	1,870,081,067	1,841,289,700
Current tax	3,417,664,156	3,327,198,369	1,870,089,470	1,841,289,700
Deferred tax	28,758	-	(8,403)	-
Net profit/ (loss) after tax	3,465,854,680	3,395,244,209	2,658,987,963	2,994,464,720
Net profit after tax attributable to:				
Equity holders of IBBL	3,465,853,565	3,395,243,884	2,658,985,464	2,994,461,736
Non-controlling interest	1,115	325	2,499	2,984
Retained earnings from previous year/period	4,578,754,064	3,483,947,916	5,385,622,165	3,884,730,064
Add: Net profit after tax (attributable to equity holders of IBBL)	3,465,853,565	3,395,243,884	2,658,985,464	2,994,461,736
Profit available for appropriation	8,044,607,629	6,879,191,800	8,044,607,629	6,879,191,800
Appropriation:				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	3,219,981,336	2,414,986,002	3,219,981,336	2,414,986,002
Retained earnings	4,824,626,293	4,464,205,798	4,824,626,293	4,464,205,798
Consolidated Earnings Per share (EPS)	2.15	2.11	1.65	1.86

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

Mohammed Shafiq Ullah ACA
Chief Financial Officer

Abu Reza Md. Yeasina
Company Secretary

Mohammad Abdul Mannan
Managing Director

Prof. Syed Ahsanul Alam
Director

Engr. Mustafa Anwar
Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Cash Flow Statement (Un-audited)
For the half year ended 30 June 2016

(Amount in Taka)

Particulars	01 January to 30 June 2016	01 January to 30 June 2015
Cash flows from operating activities		
Investment income	26,800,771,933	23,976,209,824
Profit paid on mudaraba deposits	(15,422,319,230)	(15,626,271,411)
Income/ dividend receipt from investments in shares & securities	648,659,031	1,917,307,809
Fees & commission receipt in cash	2,895,604,718	3,112,640,951
Recovery from written off investments	13,928,714	9,764,475
Payments to employees	(6,318,800,870)	(4,488,984,937)
Cash payments to suppliers	(140,562,351)	(140,126,945)
Income tax paid	(5,075,829,405)	(7,021,461,939)
Receipts from other operating activities	1,118,758,089	952,603,812
Payments for other operating activities	(1,339,691,522)	(1,412,509,779)
(i) Operating profit before changes in operating assets	3,180,519,107	1,279,171,860
Changes in operating assets and liabilities		
Increase/(decrease) of statutory deposits	-	-
(Increase)/decrease of net trading securities	-	-
(Increase)/decrease of placement to other banks	-	1,000,000,000
(Increase)/decrease of investments to customers	(35,233,135,756)	(26,981,829,383)
(Increase)/decrease of other assets	(3,107,260,589)	(3,336,030,245)
Increase/(decrease) of placement from other banks	(4,606,113,979)	2,390,986,722
Increase/(decrease) of deposits from other banks	687,295,890	118,181,680
Increase/(decrease) of deposits received from customers	31,922,206,448	34,878,755,434
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	234,115,214	1,671,365,366
(ii) Cash flows from operating assets and liabilities	(10,102,892,772)	9,741,429,574
Net cash flows from operating activities (A)=(i+ii)	(6,922,373,665)	11,020,601,434
Cash flows from investing activities		
Proceeds from sale of securities	911,272,740	677,836,639
Payment for purchase of securities/BGIIB	17,466,069,711	1,242,333,625
Payment for purchase of securities/membership	(1,403,681,211)	(1,034,116,624)
Purchase/sale of property, plants & equipments	(234,536,768)	(412,877,115)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	16,739,124,472	473,176,525
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	(3,219,981,336)	(2,519,986,002)
Net cash flows from financing activities (C)	(3,219,981,336)	(2,519,986,002)
Net increase/(decrease) in cash (A+B+C)	6,596,769,471	8,973,791,957
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year	80,900,673,115	78,808,369,994
Cash & cash equivalents at the end of the period	87,497,442,586	87,782,161,951
Consolidated Net Operating Cash Flow Per Share (NOCFPS)	(4.30)	6.85

Mohammed Shahid Ullah ACA
Chief Financial Officer

Mohammad Abdul Mannan
Managing Director

Prof. Syed Ahsanul Alam
Director

Abu Reza Md. Yeahia
Company Secretary

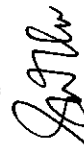
Engr. Mustafa Anwar
Chairman

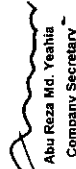
Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Statement of Changes in Equity (Un-audited)
For the half year ended 30 June 2016

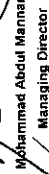
Particulars	(Amount in Taka)								
	1	2	3	4	5	6	7	8	9
	Balance as at 01 January 2015	16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	81,500,000	2,386,670,563	60,460
Changes in accounting policy restated balance (Note-2.5)								1,097,277,353	
Restated balance as at 01 January 2015		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	81,500,000	3,483,947,916	60,460
Surplus/ (deficit) on account of revaluation of investments (shares & securities)							(29,040,000)		
Net profit for the period								3,395,243,884	325
Cash Dividend								(2,414,986,002)	
Restated balance as at 30 June 2015		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	52,460,000	4,464,205,798	60,785
Changes in accounting policy restated balance (Note-2.5)								168,525,176	
Surplus/ (deficit) on account of revaluation of investments (shares & securities)								(5,980,000)	
Surplus/ (deficit) on account of revaluation of investments (shares & securities)									
Net profit for the period									
Transfer to/(from) reserve									
Restated balance as at 01 January 2016		16,099,906,680	1,989,633	16,099,906,680	232,377,360	11,498,971,320	46,480,000	4,578,754,064	62,947
Changes in accounting policy restated balance									
Surplus/ (deficit) on account of revaluation of properties								(244,879,646)	2,162
Surplus/ (deficit) on account of revaluation of investments (shares & securities)								190,902,736	
Surplus/ (deficit) on account of revaluation of investments (shares & securities)									
Net gain and losses not recognized in the income statement									
Net profit for the period									
Transfer to reserve									
Dividend:									
Bonus shares									
Cash dividend									
Issue of Share Capital									
Total shareholders' equity as on 30 June 2016		16,099,906,680	1,989,633	16,099,906,680	232,377,360	11,498,971,320	47,080,000	4,824,626,293	64,062
Total shareholders' equity as on 30 June 2015 (Restated)		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	52,460,000	4,464,205,798	60,785
Add: Mudaraba Perpetual Bond									
Add: General provision for unclassified investments and off- balance sheet items (Note-3.2)									
Adjustment for currency translation differences									
Less: Assets revaluation reserve (Note-3.2)									
Less: Revaluation reserve of securities (Note-3.2)									
Total equity as on 30 June 2016		16,099,906,680	1,989,633	16,099,906,680	5,950,372,601	3,449,691,396	24,450,000	4,824,626,293	64,062
Total equity as on 30 June 2015 (Restated)		16,099,906,680	1,989,633	16,099,906,680	4,557,772,365	4,599,588,528	32,800,000	4,464,205,798	60,785


	01.01.2016	30.06.2016
*Note : general / other reserves		
General reserve	196,062,601	386,965,337
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	4,314,759	6,392,484
Total	232,377,360	425,357,821

* Retained earnings have been restated due to changes of accounting policy as per BAS-8 Accounting Policies, Changes in Accounting Estimates and Errors*. A separate disclosure has been shown at note no 2.5.


Mohammed Shahid Ullah ACA
 Chief Financial Officer


Abu Reza Md. Yeahia
 Company Secretary


Mohammed Abdul Mannan
 Managing Director


Prof. Syed Ahsanul Alam
 Director



Engr. Mustafa Anwar
 Chairman

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 June 2016

(Amount in Taka)

Particulars	As at 30 June 2016	As at 31 December 2015
Property and assets		
Cash in hand	54,657,268,113	55,256,075,599
Cash in hand (including foreign currency)	8,630,698,862	8,625,861,188
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	46,026,569,251	46,630,214,411
Balance with other banks & financial institutions	26,801,097,743	19,766,322,649
In Bangladesh	24,702,788,695	18,096,699,633
Outside Bangladesh	2,098,309,048	1,669,623,016
Placement with banks & other financial institutions	3,000,000,000	3,000,000,000
Investments in shares & securities	82,094,855,624	99,436,769,339
Government	77,673,357,770	95,482,757,770
Others	4,421,497,854	3,954,011,569
Investments	565,427,638,472	530,194,502,716
General investments etc.	530,779,309,459	493,789,301,422
Bills purchased & discounted	34,648,329,013	36,405,201,294
Fixed assets including premises	15,649,912,961	15,836,479,066
Other assets	5,382,603,843	2,330,975,328
Non - banking assets	-	-
Total property and assets	753,013,376,756	725,821,124,697


Mohammed Shahid Ullah ACA
 Chief Financial Officer


Abu Reza Md. Yeahia
 Company Secretary


Mohammad Abdul Mannan
 Managing Director


Prof. Syed Ahsanul Alam
 Director


Engr. Mustafa Anwar
 Chairman

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 June 2016

(Amount in Taka)

Particulars	As at 30 June 2016	As at 31 December 2015
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	13,160,216,160	17,766,330,139
Deposits & other accounts	648,369,206,631	615,359,210,035
Mudaraba savings deposits	223,140,871,176	211,543,849,041
Mudaraba term deposits	188,643,720,988	179,464,913,887
Other mudaraba deposits	172,138,488,568	162,098,214,256
Al- wadeeah current and other deposit accounts	60,010,628,293	57,160,947,306
Bills payable	4,435,497,606	5,091,285,545
Mudaraba perpetual bond	3,000,000,000	3,000,000,000
Other liabilities	39,515,901,572	40,919,439,303
Deferred tax liabilities	310,729,683	310,729,682
Total liabilities	704,356,054,046	677,355,709,159
Capital/shareholders' equity	48,657,322,710	48,465,415,538
Paid - up capital	16,099,906,680	16,099,906,680
Statutory reserve	16,099,906,680	16,099,906,680
Other reserves	11,780,418,312	11,779,818,313
Retained earnings	4,677,091,038	4,485,783,865
Total liabilities & shareholders' equity	753,013,376,756	725,821,124,697
Off-balance Sheet Items		
Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	11,951,770,123	10,629,688,357
Irrevocable letters of credit (including back to back bills)	116,517,921,484	115,229,781,408
Bills for collection	7,018,667,371	7,496,874,228
Other contingent liabilities	23,581,701	23,581,701
Total	135,511,940,679	133,379,925,694
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	135,511,940,679	133,379,925,694
Net Asset Value (NAV) per share	30.22	30.10

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


Mohammed Shahid Ullah ACA
Chief Financial Officer


Abu Reza Md. Yeahia
Company Secretary


Mohammad Abdul Mannan
Managing Director


Prof. Syed Ahsanul Alam
Director


Engr. Mustafa Anwar
Chairman

Islami Bank Bangladesh Limited
Condensed Profit & Loss Account (Un-Audited)
For the half year ended 30 June 2016

(Amount in Taka)

Particulars	01 January to 30 June 2016	01 January to 30 June 2015	01 April to 30 June 2016	01 April to 30 June 2015
Operating income				
Investment income	26,561,394,509	23,511,388,820	13,455,371,596	11,375,756,295
Profit paid on mudaraba deposits	(14,745,671,686)	(14,142,830,570)	(7,296,446,951)	(6,746,192,536)
Net investment income	11,815,722,823	9,368,558,250	6,158,924,645	4,629,563,759
Income from investments in shares & securities	245,817,849	560,599,893	157,116,844	406,654,664
Commission, exchange & brokerage income	2,883,862,760	3,108,259,605	1,456,282,780	1,541,310,857
Other operating income	920,997,239	791,126,666	660,037,697	619,794,877
Total operating income	15,866,400,671	13,828,544,414	8,432,361,966	7,197,324,157
Operating expenses				
Salary & allowances	4,802,431,068	3,352,218,508	2,518,600,547	1,678,508,876
Rent, taxes, insurances, electricity etc.	556,177,839	479,387,899	321,030,398	260,916,166
Legal expenses	21,616,128	18,895,228	17,351,570	15,357,512
Postage, stamps and telecommunication etc.	61,513,272	64,766,585	29,926,377	42,587,888
Stationery, printing and advertisement etc.	108,835,231	109,845,235	74,800,261	66,069,159
Chief executive's salary & fees	5,255,806	3,300,000	3,605,806	1,650,000
Directors' fees & expenses	4,324,451	6,651,479	4,049,933	4,618,100
Shar'ah supervisory committee's fees & expenses	1,290,289	1,928,792	569,865	1,550,023
Auditors' fees	1,125,000	1,207,500	521,250	603,750
Charges on investment losses	-	-	-	-
Depreciation and repair to bank's assets	532,849,228	589,893,439	210,397,486	297,983,643
Zakat expenses	210,656,470	212,992,620	105,328,235	106,496,310
Other expenses	1,026,994,600	784,786,608	487,009,195	366,695,735
Total operating expenses	7,333,069,382	5,625,873,893	3,773,190,923	2,843,037,162
Profit/ (loss) before provision	8,533,331,289	8,202,670,521	4,659,171,043	4,354,286,995
Provision for investments & off- balance sheet items (Note-7.0)	1,748,340,000	1,535,550,000	291,680,000	(313,870,000)
Provision for diminution in value of investments in shares	11,439,672	1,161,856	(6,269,192)	4,564
Other provisions	-	4,252,889	(1,386,000)	4,252,889
Total provision	1,759,779,672	1,540,964,745	284,024,808	(309,612,547)
Total profit/(loss) before taxes	6,773,551,617	6,661,705,776	4,375,146,235	4,663,899,542
Provision for taxation for the period	3,362,263,108	3,281,068,208	1,840,467,716	1,817,820,327
Current tax	3,362,263,108	3,281,068,208	1,840,467,716	1,817,820,327
Deferred tax	-	-	-	-
Net profit/ (loss) after tax	3,411,288,509	3,380,637,568	2,534,678,519	2,846,079,215
Retained earnings from previous year/period	4,485,783,865	3,512,263,355	5,362,393,855	4,046,821,708
Add: Net profit after tax	3,411,288,509	3,380,637,568	2,534,678,519	2,846,079,215
Profit available for appropriation	7,897,072,374	6,892,900,923	7,897,072,374	6,892,900,923
Appropriation:	7,897,072,374	6,892,900,923	7,897,072,374	6,892,900,923
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	3,219,981,336	2,414,986,002	3,219,981,336	2,414,986,002
Retained earnings	4,677,091,038	4,477,914,921	4,677,091,038	4,477,914,921
Earnings Per Share (EPS)	2.12	2.10	1.58	1.77

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


Mohammed Shahid Ullah ACA
 Chief Financial Officer


Abu Reza Md. Yeahia
 Company Secretary


Mohammad Abdul Mannan
 Managing Director


Prof. Syed Ahsanul Alam
 Director


Engr. Mustafa Anwar
 Chairman

Islami Bank Bangladesh Limited
Condensed Cash Flow Statement (Un-Audited)
For the half year ended 30 June 2016

(Amount in Taka)

Particulars	01 January to 30 June 2016	01 January to 30 June 2015
Cash flows from operating activities		
Investment income	26,800,771,933	23,976,209,824
Profit paid on mudaraba deposits	(15,422,319,230)	(15,626,271,411)
Income/ dividend receipt from investments in shares & securities	626,644,336	1,815,027,345
Fees & commission receipt in cash	2,883,862,760	3,108,259,605
Recovery from written off investments	13,928,714	9,764,475
Payments to employees	(6,309,717,176)	(4,482,080,920)
Cash payments to suppliers	(140,362,807)	(139,774,096)
Income tax paid	(5,030,769,915)	(6,983,843,634)
Receipts from other operating activities	907,068,525	781,362,191
Payments for other operating activities	(1,232,100,214)	(1,333,088,904)
(i) Operating profit before changes in operating assets	3,097,006,926	1,125,564,475
Changes in operating assets and liabilities		
Increase/(decrease) of statutory deposits	-	-
(Increase)/decrease of net trading securities	-	-
(Increase)/decrease of placement to other banks	-	1,000,000,000
(Increase)/decrease of investments to customers	(35,233,135,756)	(26,981,829,383)
(Increase)/decrease of other assets	(3,051,628,515)	(3,300,999,585)
Increase/(decrease) of placement from other banks	(4,606,113,979)	2,390,986,722
Increase/(decrease) of deposits from other banks	687,295,890	118,181,680
Increase/(decrease) of deposits received from customers	32,322,700,706	35,681,822,176
Increase/(decrease) of other liabilities account of customers	-	-
Increase/(decrease) of trading liabilities	-	-
Increase/(decrease) of other liabilities	(668,153,275)	536,319,994
(ii) Cash flows from operating assets and liabilities	(10,549,034,929)	9,444,481,604
Net cash flows from operating activities (A)=(i+ii)	(7,452,028,003)	10,570,046,079
Cash flows from investing activities		
Proceeds from sale of securities	-	-
Payment for purchase of securities/BGIIB	17,342,513,715	1,242,333,625
Payment for purchase of securities/membership	-	-
Purchase/sale of property, plants & equipments	(234,536,768)	(412,445,420)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	17,107,976,947	829,888,205
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	(3,219,981,336)	(2,414,986,002)
Net cash flows from financing activities (C)	(3,219,981,336)	(2,414,986,002)
Net increase/(decrease) in cash (A+B+C)	6,435,967,608	8,984,948,282
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year	75,022,398,248	66,418,709,671
Cash & cash equivalents at the end of the period	81,458,365,856	75,403,657,953
Net Operating Cash Flow Per Share (NOCFPS)	(4.63)	6.57

Mohammed Shahid Ullah ACA
Chief Financial Officer

Mohammad Abdul-Mannan
Managing Director

Prof. Syed Ahsanul Alam
Director

Abu Reza Md. Yeafiah
Company Secretary

Engr. Mustafa Anwar
Chairman


Islami Bank Bangladesh Limited
Condensed Statement of Changes in Equity (Un-Audited)


For the half year ended 30 June 2016


Particulars	(Amount in Taka)								
	1	2	3	4	5	6	7	8	9 (2+3+4+5+6+7+8)
Balance as at 01 January 2015		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	81,500,000	2,414,986,002	46,622,618,136
Changes in accounting policy restated balance (Note-2.5)		-	-	-	-	-	-	1,097,277,353	1,097,277,353
Restated Balance as at 01 January 2015		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	81,500,000	3,512,263,355	47,719,895,489
Surplus/ (deficit) on account of revaluation of investments (shares & securities)		-	-	-	-	-	(29,040,000)	-	(29,040,000)
Net profit for the period		-	-	-	-	-	-	3,380,637,568	3,380,637,568
Cash Dividend		-	-	-	-	-	-	(2,414,986,002)	(2,414,986,002)
Restated Balance as at 30 June 2015		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	52,460,000	4,477,914,921	48,656,507,055
Changes in accounting policy restated balance (Note-2.5)		-	-	-	-	-	-	168,525,176	168,525,176
Surplus/ (deficit) on account of revaluation of investments (shares & securities)		-	-	-	-	-	-	-	-
Currency translation differences		-	-	-	(2,077,725)	-	(5,980,000)	-	(5,980,000)
Net profit for the period		-	-	-	-	-	-	(351,538,968)	(351,538,968)
Transfer to/(from) reserve		-	-	-	(190,902,736)	-	-	190,902,736	-
Restated Balance as at 01 January 2016		16,099,906,680	1,989,633	16,099,906,680	232,377,360	11,498,971,320	46,480,000	4,485,783,865	48,465,415,538
Changes in accounting policy restated balance		-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of properties		-	-	-	-	-	600,000	-	600,000
Surplus/ (deficit) on account of revaluation of investments (shares & securities)		-	-	-	-	-	-	-	-
Currency translation differences		-	-	-	-	-	-	-	-
Net gain and losses not recognized in the income statement		-	-	-	-	-	-	-	-
Net profit for the period		-	-	-	-	-	-	3,411,288,509	3,411,288,509
Transfer to reserve		-	-	-	-	-	-	-	-
Dividend:		-	-	-	-	-	-	-	-
Bonus shares		-	-	-	-	-	-	(3,219,981,336)	(3,219,981,336)
Cash dividend		-	-	-	-	-	-	-	-
Issue of Share Capital		-	-	-	-	-	-	-	-
Total shareholders' equity as on 30 June 2016		16,099,906,680	1,989,633	16,099,906,680	232,377,360	11,498,971,320	47,080,000	4,677,091,038	48,667,522,710
Total shareholders' equity as on 30 June 2015 (Restated)		16,099,906,680	1,989,633	16,099,906,680	425,357,821	11,498,971,320	52,460,000	4,477,914,921	48,656,507,055
Add: Mudaraba Perpetual Bond		-	-	-	-	-	-	-	3,000,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.2)		-	-	-	5,722,310,000	-	-	-	5,722,310,000
Adjustment for currency translation differences		-	-	-	(4,314,759)	(8,049,279,924)	-	-	(4,314,759)
Less: Assets revaluation reserve (Note-3.2)		-	-	-	-	-	(22,630,000)	-	(22,630,000)
Less: Revaluation reserve of securities (Note-3.2)		-	-	-	5,950,372,601	3,449,691,396	24,450,000	4,677,091,038	49,303,408,027
Total equity as on 30 June 2016		16,099,906,680	1,989,633	16,099,906,680	4,610,474,012	4,599,588,528	32,600,000	4,477,914,921	48,922,380,454
Total equity as on 30 June 2015 (Restated)		16,099,906,680	1,989,633	16,099,906,680	4,610,474,012	4,599,588,528	32,600,000	4,477,914,921	48,922,380,454


* Note : general / other reserves	01.01.2016	30.06.2015
General reserve	196,062,601	386,965,337
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	4,314,759	6,392,484
Total	232,377,360	425,357,821

* Retained earnings have been restated due to changes of accounting policy as per BAS-8 'Accounting Policies, Changes in Accounting Estimates and Errors'. A separate disclosure has been shown at note no 2.5.


 Mohammed Shahid Ullah ACA
 Chief Financial Officer


 Mohammad Abdul Mannan
 Managing Director


 Prof. Syed Ahsanul Alam
 Director


 Engr. Mustafa Anwar
 Chairman

Islami Bank Bangladesh Limited and its Subsidiaries
Notes to the condensed consolidated interim financial report (Un-audited)
As at and for the half year ended 30 June 2016

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, 14 Zonal Offices, 304 branches including 57 Authorized Dealer (AD) branches and 3 Off-shore Banking Units (OBUs) in Bangladesh. The Principal place of business is the Registered Office of the Bank situated at Islami Bank Tower, 40, Dilkusha Commercial Area, Dhaka-1000, Bangladesh.

This interim financial report as at and for the half year ended 30 June 2016 includes the condensed consolidated and the separate financial report of the Bank. The condensed consolidated interim financial report comprises the financial statements of the Bank and its two subsidiaries - Islami Bank Securities Limited (IBSL) and Islami Bank Capital Management Limited (IBCML) - together referred to as "the Companies".

1.2 Nature of business/principal activities of the Bank

All kinds of commercial banking services including Islamic micro-finance under Rural Development Scheme (RDS) and Urban Poor Development Scheme (UPDS), mobile financial services under the "Islami Bank mCash" are provided by the Bank to the customers following the principles of Islamic Shari'ah, the provisions of the Bank Company Act, 1991 as amended, Bangladesh Bank's directives and directives of other regulatory authorities. The Bank also provide services to its clients 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 half year ended 30 June 2016 of the Bank has been prepared in accordance with "BAS: 34 Interim Financial Reporting" and as per Bangladesh Bank (BB) Department of Banking Inspection (DBI) Circular Letter No. 01 dated 24 February 2004 and as per Rule 13 of Securities & Exchange Rules 1987. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Bank since the last annual consolidated and separate financial statements as at and for the year ended 31 December 2015. 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 28 July 2016.



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 2015.

2.4 Reporting period

These condensed consolidated and separate interim financial report of the Bank and its subsidiaries cover half year from 1 January 2016 to 30 June 2016.

2.5 Prior period adjustments

Prior period adjustments, if any, to be recognized retrospectively as per BAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". Accordingly for the period ended 2015 an adjustment was made on Zakat Payable under other liabilities due to changes in accounting policy. Since the inception of the bank tax on Zakat expenses was paid from regular income but the Management has changed this policy in the year 2016. Due to the above prior period adjustment Zakat payable amount has been adjusted by Tk. 1,265,802,529 which subsequently increased retained earnings by the same amount (Tk. 1,097,277,355 adjusted with beginning balance of January 2015 & rest amount Tk. 168,525,176 was adjusted during the year 2015) which resulted to increase Net Asset Value (NAV) by Tk. 0.69 in solo basis and Tk. 0.68 on consolidated basis as on 30 June 2015 and Tk. 0.78 in solo basis and Tk. 0.79 on consolidated basis as on 31 December 2015 respectively. Consequent to this, eligible capital under BASEL-III has been changed by the same amount. However, due to the changes there is no effect of increasing Earning Per Share for the year ended 2015.

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 2015.

3.1 Income tax expenses

No deferred tax has been calculated for this period.

3.2 Regulatory capital in line with Basel-III

As per Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III), the amount of general provision for regulatory capital will be maximum 1.25% of Risk Weighted Assets against Credit Risk and assets revaluation reserve and revaluation reserve of securities will gradually be deducted in a transitional arrangement starting from January 2015 to December 2019 (20% in each year). Subsequently as per BRPD Circular No-5, dated 31 May 2016, the full amount of general provision has been made eligible while calculating eligible capital of the bank. Accordingly regulatory capital for the period has been calculated complying with all of these changes as per Revised Regulatory Capital Framework for Banks in line with Basel-III.

4.0 Dividend payments

The honorable shareholders of the Bank approved 20% cash dividend for the year 2015 in the 33rd Annual General Meeting (AGM) of the Bank held on 02 June 2016. The dividend was paid during the 2nd quarter of the year 2016.

5.0 Events after the reporting period

There were no material events subsequent to the interim reporting period that have not been reflected in the financial statements for the interim period.



6.0 Consolidated Fixed assets including premises, furniture and fixtures

Opening balance (book/written down value)

Add: Acquisition/ addition/ purchase during the period

Less: Sale/disposal/adjustment during the period

Depreciation charged during the period

Closing book value/writtendown value at the end of the period

30 June 2016 Taka	31 December 2015 Taka
15,838,557,191	15,930,479,589
234,535,365	987,559,783
8,862,676	244,252,898
412,416,997	835,229,283
15,651,812,883	15,838,557,191

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

A. Opening balance as on 1 January

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

General Provision for Unclassified Investment including OBU

Provision for Classified Investment

Provision for Off-Balance Sheet items

E. Closing balance as on 30 June (C+D)

General Provision for Unclassified Investment including OBU

Provision for Classified Investment

Provision for Off-Balance Sheet items

30 June 2016 Taka	30 June 2015 Taka
23,255,000,000	18,108,400,000
4,169,710,000	3,625,480,000
17,751,490,000	13,354,720,000
1,333,800,000	1,128,200,000
-	10,770,000
23,255,000,000	18,097,630,000
1,748,340,000	1,535,550,000
197,490,000	235,910,000
1,529,530,000	1,125,910,000
21,320,000	173,730,000
25,003,340,000	19,633,180,000
4,367,200,000	3,861,390,000
19,281,020,000	14,469,860,000
1,355,120,000	1,301,930,000

8.0 Earnings per share (EPS)

a) Attributable profit for the period

b) Weighted average number of ordinary share during the period

Basic earnings per share (EPS) (a ÷ b)

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

01 January to 30 June 2016	01 January to 30 June 2015
3,411,288,509	3,380,637,568
1,609,990,668	1,609,990,668
2.12	2.10

9.0 Consolidated earnings per share

a) Attributable profit for distribution to shareholders of IBBL for the period

b) Weighted average number of ordinary share during the period

Consolidated basic earnings per share (EPS) (a ÷ b)

3,465,853,565	3,395,243,884
1,609,990,668	1,609,990,668
2.15	2.11

10.0 Consolidated segment reporting

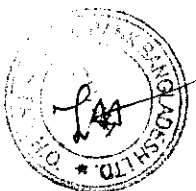
The consolidated segment reporting has been shown in annexure A.

11.0 Net Operating Cash Flow Per Share (NOCFPS)

(4.63)

6.57

The NOCFPS becomes negative due to negative net cash flows from operating activities which emanates from higher disbursement of investment (Tk.35,233.13 million) against inflow from deposit (Tk.32,322.70 million) during the period.



Islami Bank Bangladesh Limited
Consolidated segment reporting
For the half year ended 30 June 2016

A. Segmental operating profit and loss

Annexure - A

(Amount in Taka)

Particulars	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	4,267,390,000	3,790,290,000	1,637,250,000	2,536,330,000	1,446,110,000	818,720,000	2,276,110,000	2,341,870,000	746,610,000	9,244,657,053	26,829,227,053
Profit paid on mudaraba deposits	(834,670,000)	(1,150,630,000)	(1,112,330,000)	(1,469,280,000)	(1,016,210,000)	(1,204,470,000)	(701,720,000)	(1,401,760,000)	(1,068,950,000)	(5,482,947,047)	(14,741,147,047)
Profit received/(paid) on IB General Account	(1,375,340,000)	(949,470,000)	597,870,000	413,240,000	429,510,000	1,233,320,000	(341,450,000)	352,930,000	1,010,760,000	(1,712,820,000)	-
Net Investment Income	2,057,380,000	1,690,190,000	1,122,890,000	1,480,290,000	859,410,000	847,570,000	1,232,940,000	1,293,040,000	688,420,000	2,048,890,006	12,088,080,006
Commission, exchange & other income	592,590,000	400,310,000	215,920,000	357,940,000	156,000,000	75,740,000	119,360,000	196,340,000	76,200,000	1,836,771,427	4,027,171,427
Total operating income	2,649,970,000	2,090,500,000	1,338,810,000	1,838,230,000	1,015,410,000	923,310,000	1,352,300,000	1,489,380,000	764,620,000	3,885,661,433	16,115,251,433
Total operating expenses	(284,830,000)	(370,440,000)	(437,530,000)	(429,410,000)	(445,070,000)	(301,300,000)	(311,010,000)	(292,250,000)	(243,600,000)	(4,334,503,928)	(7,449,943,928)
Operating Profit for the half year ended 30 June 2016	2,365,140,000	1,720,060,000	901,280,000	1,408,820,000	570,340,000	622,010,000	1,041,290,000	1,197,130,000	521,020,000	(448,842,495)	8,665,307,505
Operating Profit for the half year ended 30 June 2015	1,827,213,621	2,030,481,142	1,018,445,995	1,590,615,193	591,641,061	630,953,480	1,118,463,144	1,308,893,357	536,556,819	(2,261,082,875)	8,392,182,937

There are 16 operating segments including subsidiaries as on 30 June 2016. Out of which only 9 are reportable as per BFRS 8 "Operating segments" and latest evaluation as at 30 June 2015. 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.

