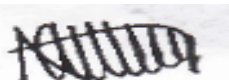


Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 September 2013

| Property and assets | Amount in Taka | |
|---|------------------------------------|-----------------------------------|
| | As at 30 September 2013 | As at 31 December 2012 |
| Cash in hand | 41,705,904,145 | 41,774,012,643 |
| Cash in hand (including foreign currency) | 6,729,179,738 | 6,308,274,680 |
| Balance with Bangladesh Bank & its agent bank(s) (including foreign currency) | 34,976,724,407 | 35,465,737,963 |
| Balance with other banks & financial institutions | 12,591,091,900 | 24,524,933,077 |
| In Bangladesh | 7,263,527,191 | 17,432,561,802 |
| Outside Bangladesh | 5,327,564,709 | 7,092,371,275 |
| Placement with banks & other financial institutions | - | - |
| Investments in shares & securities | 55,006,685,046 | 25,560,064,458 |
| Government | 53,253,077,770 | 23,504,977,770 |
| Others | 1,753,607,276 | 2,055,086,688 |
| Investments | 391,020,192,898 | 372,920,722,887 |
| General investments etc. | 352,345,011,909 | 340,479,756,413 |
| Bills purchased & discounted | 38,675,180,989 | 32,440,966,474 |
| Fixed assets including premises | 15,990,110,876 | 14,816,765,447 |
| Other assets | 6,337,317,367 | 3,052,992,955 |
| Non - banking assets | - | - |
| Total property and assets | 522,651,302,232 | 482,649,491,467 |



(Mohammad Nesar Uddin, FCA, FCMA)

Executive Vice President & CFO



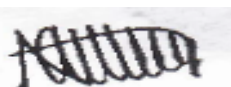
(Mohammad Abdul Mannan)

Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 30 September 2013

| Liabilities and capital | Amount in Taka | |
|--|------------------------------------|-----------------------------------|
| | As at 30 September 2013 | As at 31 December 2012 |
| Liabilities | | |
| Placement from banks & other financial institutions | - | - |
| Deposits & other accounts | 449,966,643,301 | 417,845,688,579 |
| Mudaraba savings deposits | 149,006,760,847 | 151,012,262,458 |
| Mudaraba term deposits | 121,439,599,360 | 97,278,542,378 |
| Other mudaraba deposits | 126,675,322,231 | 117,807,137,348 |
| Al- wadeeah current and other deposit accounts | 49,426,558,102 | 47,531,708,061 |
| Bills payable | 3,418,402,761 | 4,216,038,334 |
| Mudaraba perpetual bond | 3,000,000,000 | 3,000,000,000 |
| Other liabilities | 28,794,141,495 | 21,903,809,274 |
| Deferred tax liabilities | 238,370,569 | 238,628,851 |
| Total liabilities | 481,999,155,365 | 442,988,126,704 |
| Capital/shareholders' equity | 40,652,146,867 | 39,661,364,763 |
| Paid - up capital | 14,636,278,800 | 12,509,640,000 |
| Statutory reserve | 12,423,662,342 | 12,423,662,342 |
| Other reserves | 11,746,897,161 | 11,694,797,161 |
| Retained earnings | 1,845,253,397 | 3,033,205,973 |
| Non-controlling interest | 55,167 | 59,287 |
| Total liabilities & shareholders' equity | 522,651,302,232 | 482,649,491,467 |
| Off-balance Sheet Items | | |
| Contingent liabilities | | |
| Acceptances & endorsements | - | - |
| Letters of guarantee | 6,985,530,983 | 7,297,485,550 |
| Irrevocable letters of credit (including back to back bills) | 86,307,082,326 | 87,161,261,558 |
| Bills for collection | 19,187,506,324 | 15,571,833,223 |
| Other contingent liabilities | 13,600,712 | 13,600,712 |
| Total | 112,493,720,345 | 110,044,181,043 |
| 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 | 112,493,720,345 | 110,044,181,043 |
| Consolidated Net Asset Value (NAV) per share (Previous year's figure restated) | 27.77 | 27.10 |

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



(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Profit & Loss Account (Un-audited)
For the 3rd Quarter ended 30 September 2013

| Operating income | Amount in Taka | | | |
|--|---------------------------------------|---------------------------------------|------------------------------------|------------------------------------|
| | 01 January to 30 September 2013 | 01 January to 30 September 2012 | 01 July to 30 September 2013 | 01 July to 30 September 2012 |
| Investment income | 35,608,886,373 | 32,087,747,484 | 11,805,808,130 | 11,695,277,580 |
| Profit paid on mudaraba deposits | (22,707,299,751) | (18,086,289,531) | (7,702,122,596) | (6,964,254,921) |
| Net investment income | 12,901,586,622 | 14,001,457,953 | 4,103,685,534 | 4,731,022,659 |
| Income from investments in shares & securities | 1,592,330,087 | 356,012,442 | 571,821,852 | 168,504,764 |
| Commission, exchange & brokerage income | 4,016,498,488 | 4,098,280,442 | 1,329,275,231 | 1,334,269,409 |
| Other operating income | 689,058,090 | 657,559,893 | 125,729,466 | 150,210,690 |
| Total operating income | 19,199,473,287 | 19,113,310,730 | 6,130,512,083 | 6,384,007,522 |
| Operating expenses | | | | |
| Salary & allowances | 4,433,642,303 | 3,360,784,567 | 1,716,018,383 | 1,531,050,491 |
| Rent, taxes, insurances, electricity etc. | 587,814,880 | 526,140,472 | 219,308,512 | 230,868,764 |
| Legal expenses | 17,326,932 | 9,755,864 | 5,000,079 | 3,260,592 |
| Postage, stamps and telecommunication etc. | 73,421,175 | 73,433,832 | 21,890,265 | 24,782,454 |
| Stationery, printing and advertisement etc. | 203,025,068 | 142,839,370 | 69,699,827 | 50,480,330 |
| Chief executive's salary & fees | 4,958,548 | 3,085,000 | 2,735,000 | 1,195,000 |
| Directors' fees & expenses | 8,265,194 | 6,998,997 | 2,932,370 | 2,724,316 |
| Shari'ah supervisory committee's fees & expenses | 1,162,243 | 2,172,069 | 524,415 | 600,263 |
| Auditors' fees | 56,250 | - | 56,250 | - |
| Charges on investment losses | - | - | - | - |
| Depreciation and repair to bank's assets | 489,102,729 | 387,492,085 | 167,739,006 | 117,426,335 |
| Zakat expenses | 227,500,000 | 243,750,000 | 65,113,614 | 81,250,000 |
| Other expenses | 910,685,307 | 807,090,607 | 281,280,887 | 279,458,539 |
| Total operating expenses | 6,956,960,629 | 5,563,542,863 | 2,552,298,608 | 2,323,097,084 |
| Profit/ (loss) before provision | 12,242,512,658 | 13,549,767,867 | 3,578,213,475 | 4,060,910,438 |
| Provision for investments & off- balance sheet items | 4,999,910,000 | 2,640,220,000 | 1,987,470,000 | 1,557,030,000 |
| Provision for diminution in value of investments in shares | 316,777,601 | 15,546,769 | 214,493,912 | (79,206,405) |
| Other provisions | 11,000,000 | - | 3,995,000 | - |
| Total provision | 5,327,687,601 | 2,655,766,769 | 2,205,958,912 | 1,477,823,595 |
| Total profit/(loss) before taxes | 6,914,825,057 | 10,894,001,098 | 1,372,254,563 | 2,583,086,843 |
| Provision for taxation for the period | 4,975,371,753 | 5,845,053,265 | 1,370,248,264 | 1,750,730,622 |
| Current tax | 4,975,630,035 | 5,845,121,000 | 1,370,334,358 | 1,750,752,324 |
| Deferred tax | (258,282) | (67,735) | (86,094) | (21,702) |
| Net profit/ (loss) after tax | 1,939,453,304 | 5,048,947,833 | 2,006,299 | 832,356,221 |
| Net profit after tax attributable to: | 1,939,453,304 | 5,048,947,833 | 2,006,299 | 832,356,221 |
| Equity holders of IBBL | 1,939,457,424 | 5,048,946,253 | 2,009,599 | 832,353,756 |
| Non-controlling interest | (4,120) | 1,580 | (3,300) | 2,465 |
| Retained earnings from previous year/period | 3,033,205,973 | 3,015,952,005 | 4,970,653,798 | 7,232,544,502 |
| Add: Net profit after tax (attributable to equity holders of IBBL) | 1,939,457,424 | 5,048,946,253 | 2,009,599 | 832,353,756 |
| Profit available for appropriation | 4,972,663,397 | 8,064,898,258 | 4,972,663,397 | 8,064,898,258 |
| Appropriation: | 4,972,663,397 | 8,064,898,258 | 4,972,663,397 | 8,064,898,258 |
| Statutory reserve | - | - | - | - |
| General reserve | - | - | - | - |
| Dividend | 3,127,410,000 | 3,202,467,840 | 3,127,410,000 | 3,202,467,840 |
| Retained earnings | 1,845,253,397 | 4,862,430,418 | 1,845,253,397 | 4,862,430,418 |
| Consolidated Earnings Per share (EPS) (Previous year's figure restated) | 1.33 | 3.45 | 0.001 | 0.57 |

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



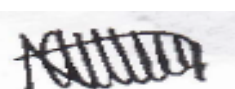
(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Cash Flow Statement (Un-audited)
For the 3rd Quarter ended 30 September 2013

| Cash flows from operating activities | Amount in Taka | |
|--|---------------------------------------|------------------------------------|
| | 01 January to 30 September 2013 | 01 January to 30 September 2012 |
| Investment income | 35,608,886,373 | 32,087,747,484 |
| Profit paid on mudaraba deposits | (21,835,064,895) | (15,376,561,398) |
| Income/ dividend receipt from investments in shares & securities | 1,592,330,087 | 356,012,442 |
| Fees & commission receipt in cash | 4,016,498,488 | 4,098,280,442 |
| Recovery from written off investments | 17,234,959 | 58,829,832 |
| Payments to employees | (4,438,600,851) | (3,363,869,567) |
| Cash payments to suppliers | (202,997,672) | (184,469,169) |
| Income tax paid | (4,314,411,017) | (3,818,804,473) |
| Receipts from other operating activities | 671,823,131 | 598,730,061 |
| Payments for other operating activities | (1,692,207,294) | (1,701,855,210) |
| (i) Operating profit before changes in operating assets | 9,423,491,309 | 12,754,040,444 |
| 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 | (18,099,470,011) | (52,835,556,909) |
| Increase/decrease of other assets | (3,271,927,045) | (1,952,516,176) |
| Increase/decrease of deposits from other banks | 283,845,972 | (478,837,737) |
| Increase/decrease of deposits received from customers | 31,690,665,943 | 55,311,215,306 |
| Increase/decrease of other liabilities account of customers | - | - |
| Increase/decrease of trading liabilities | - | - |
| Increase/decrease of other liabilities | 251,561,303 | (415,645,379) |
| (ii) Cash flows from operating assets and liabilities | 10,854,676,162 | (371,340,895) |
| Net cash flows from operating activities (A)=(i+ii) | 20,278,167,471 | 12,382,699,549 |
| Cash flows from investing activities | | |
| Proceeds from sale of securities | 691,177,009 | - |
| Payment for purchase of securities/BGIIB | (29,701,299,869) | (2,000,000,000) |
| Payment for purchase of securities/membership | (1,005,123,542) | 188,049,836 |
| Purchase/sale of property, plants & equipments | (1,264,099,544) | (740,344,221) |
| Purchase/sale of subsidiaries | - | - |
| Net Cash flows from investing activities (B) | (31,279,345,946) | (2,552,294,385) |
| 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 | (1,000,771,200) | (700,539,840) |
| Net cash flows from financing activities (C) | (1,000,771,200) | (700,539,840) |
| Net increase/(decrease) in cash (A+B+C) | (12,001,949,675) | 9,129,865,324 |
| Add/(less): effects of exchange rate changes on cash & cash equivalents | - | - |
| Add: cash & cash equivalents at beginning of the year | 66,298,945,720 | 57,485,210,751 |
| Cash & cash equivalents at the end of the period | 54,296,996,045 | 66,615,076,075 |
| Consolidated Net Operating Cash Flow Per Share (NOCFPS) (Previous year's figure restated) | 13.85 | 8.46 |



(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



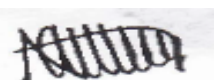
(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Statement of Changes in Equity (Un-audited)
For the 3rd Quarter ended 30 September 2013

(Amount in Taka)

| Particulars | Paid-up capital | Share premium | Statutory reserve | General/ other reserves * | Assets revaluation reserve | Revaluation reserve of securities | Retained earnings | Non-controlling interest | 01 January to 30 September 2013 |
|---|-----------------|---------------|-------------------|---------------------------|----------------------------|-----------------------------------|-------------------|--------------------------|---------------------------------|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10(2+3+4+5+6+7+8+9) |
| Balance as at 01 January 2013 | 12,509,640,000 | 1,989,633 | 12,423,662,342 | 159,136,208 | 11,498,971,320 | 34,700,000 | 3,033,205,973 | 59,287 | 39,661,364,763 |
| Changes in accounting policy restated balance | | | | | | | | | |
| Surplus/ (deficit) on account of revaluation of properties | - | - | - | - | - | - | - | - | - |
| Surplus/ (deficit) on account of revaluation of investments (shares & securities) | - | - | - | - | - | 52,100,000 | - | - | 52,100,000 |
| Currency translation differences | - | - | - | - | - | - | - | - | - |
| Net gain and losses not recognized in the income statement | - | - | - | - | - | - | - | - | - |
| Net profit for the period | | | | | | | 1,939,457,424 | (4,120) | 1,939,453,304 |
| Transfer to reserve | - | - | - | - | - | - | - | - | - |
| Dividend: | | | | | | | | | |
| Bonus shares | 2,126,638,800 | - | - | - | - | - | (2,126,638,800) | - | - |
| Cash dividend | - | - | - | - | - | - | (1,000,771,200) | - | (1,000,771,200) |
| Issue of Share Capital | - | - | - | - | - | - | - | - | - |
| Total shareholders' equity as on 30 September 2013 | 14,636,278,800 | 1,989,633 | 12,423,662,342 | 159,136,208 | 11,498,971,320 | 86,800,000 | 1,845,253,397 | 55,167 | 40,652,146,867 |
| Total shareholders' equity as on 30 September 2012 | 12,509,640,000 | 1,989,633 | 10,004,426,808 | 184,645,772 | 4,308,071,320 | 38,950,000 | 4,862,430,418 | 58,935 | 31,910,212,886 |
| Add: Mudaraba Perpetual Bond | - | - | - | - | - | - | - | - | 3,000,000,000 |
| Add: General provision for unclassified investments and off-balance sheet items | - | - | - | 4,482,400,000 | - | - | - | - | 4,482,400,000 |
| Adjustment for currency translation differences | - | - | - | 3,303,771 | - | - | - | - | 3,303,771 |
| Less: 50.00% of assets revaluation reserve | - | - | - | - | (5,749,485,660) | - | - | - | (5,749,485,660) |
| Less: 50.00% of revaluation reserve of securities | - | - | - | - | - | (43,400,000) | - | - | (43,400,000) |
| Total equity as on 30 September 2013 | 14,636,278,800 | 1,989,633 | 12,423,662,342 | 4,644,839,979 | 5,749,485,660 | 43,400,000 | 1,845,253,397 | 55,167 | 42,344,964,978 |
| Total equity as on 30 September 2012 | 12,509,640,000 | 1,989,633 | 10,004,426,808 | 6,252,185,772 | 2,154,035,660 | 19,475,000 | 4,862,430,418 | 58,935 | 38,804,242,226 |

| *Note : general / other reserves | 01 January to 30 September 2013 | 01 January to 30 September 2012 |
|--|---------------------------------|---------------------------------|
| General reserve | 130,439,979 | 152,645,772 |
| Dividend equalization | 32,000,000 | 32,000,000 |
| Currency translation differences (Translation reserve) | (3,303,771) | - |
| Total | 159,136,208 | 184,645,772 |



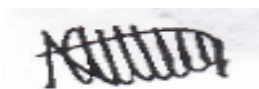
(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 September 2013

| Property and assets | Amount in Taka | |
|---|----------------------------|---------------------------|
| | As at 30 September 2013 | As at 31 December 2012 |
| Cash in hand | 41,705,874,091 | 41,774,009,647 |
| Cash in hand (including foreign currency) | 6,729,149,684 | 6,308,271,684 |
| Balance with Bangladesh Bank & its agent bank(s) (including foreign currency) | 34,976,724,407 | 35,465,737,963 |
| Balance with other banks & financial institutions | 11,336,456,931 | 23,048,348,207 |
| In Bangladesh | 6,008,892,222 | 15,955,976,932 |
| Outside Bangladesh | 5,327,564,709 | 7,092,371,275 |
| Placement with banks & other financial institutions | - | - |
| Investments in shares & securities | 56,763,473,639 | 27,010,073,770 |
| Government | 53,253,077,770 | 23,504,977,770 |
| Others | 3,510,395,869 | 3,505,096,000 |
| Investments | 391,220,192,898 | 372,920,722,887 |
| General investments etc. | 352,545,011,909 | 340,479,756,413 |
| Bills purchased & discounted | 38,675,180,989 | 32,440,966,474 |
| Fixed assets including premises | 15,679,115,136 | 14,808,228,329 |
| Other assets | 6,209,880,611 | 2,974,933,877 |
| Non - banking assets | - | - |
| Total property and assets | 522,914,993,306 | 482,536,316,717 |



(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO

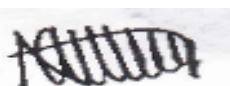


(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 30 September 2013

| Liabilities and capital | Amount in Taka | |
|---|------------------------------------|-----------------------------------|
| | As at 30 September 2013 | As at 31 December 2012 |
| Liabilities | | |
| Placement from banks & other financial institutions | - | - |
| Deposits & other accounts | 450,125,203,269 | 417,844,142,245 |
| Mudaraba savings deposits | 149,006,760,847 | 151,012,262,458 |
| Mudaraba term deposits | 121,439,599,360 | 97,278,542,378 |
| Other mudaraba deposits | 126,681,923,386 | 117,807,137,348 |
| Al- wadeeah current and other deposit accounts | 49,578,516,915 | 47,530,161,727 |
| Bills payable | 3,418,402,761 | 4,216,038,334 |
| Mudaraba perpetual bond | 3,000,000,000 | 3,000,000,000 |
| Other liabilities | 28,595,597,077 | 21,698,433,977 |
| Deferred tax liabilities | 238,230,992 | 238,230,992 |
| Total liabilities | 481,959,031,338 | 442,780,807,214 |
| Capital/shareholders' equity | 40,955,961,968 | 39,755,509,503 |
| Paid - up capital | 14,636,278,800 | 12,509,640,000 |
| Statutory reserve | 12,423,662,342 | 12,423,662,342 |
| Other reserves | 11,746,897,161 | 11,694,797,161 |
| Retained earnings | 2,149,123,665 | 3,127,410,000 |
| Total liabilities & shareholders' equity | 522,914,993,306 | 482,536,316,717 |
| Off-balance Sheet Items | | |
| Contingent liabilities | | |
| Acceptances & endorsements | - | - |
| Letters of guarantee | 6,985,530,983 | 7,297,485,550 |
| Irrevocable letters of credit (including back to back bills) | 86,307,082,326 | 87,161,261,558 |
| Bills for collection | 19,187,506,324 | 15,571,833,223 |
| Other contingent liabilities | 13,600,712 | 13,600,712 |
| Total | 112,493,720,345 | 110,044,181,043 |
| 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 | 112,493,720,345 | 110,044,181,043 |
| Net Asset Value (NAV) per share (Previous year's figure restated) | 27.98 | 27.16 |

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



(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Profit & Loss Account (Un-Audited)
For the 3rd Quarter ended 30 September 2013

| Operating income | Amount in Taka | | | |
|---|---------------------------------------|---------------------------------------|------------------------------------|------------------------------------|
| | 01 January to 30 September 2013 | 01 January to 30 September 2012 | 01 July to 30 September 2013 | 01 July to 30 September 2012 |
| Investment income | 35,608,886,373 | 32,087,747,484 | 11,805,808,130 | 11,695,277,580 |
| Profit paid on mudaraba deposits | (22,764,226,326) | (18,086,289,531) | (7,718,928,101) | (6,964,254,921) |
| Net investment income | 12,844,660,047 | 14,001,457,953 | 4,086,880,029 | 4,731,022,659 |
| Income from investments in shares & securities | 1,533,732,974 | 314,477,548 | 537,513,464 | 142,449,771 |
| Commission, exchange & brokerage income | 4,009,348,865 | 4,089,373,956 | 1,326,213,283 | 1,331,025,877 |
| Other operating income | 647,285,010 | 563,370,612 | 110,812,214 | 115,831,633 |
| Total operating income | 19,035,026,896 | 18,968,680,069 | 6,061,418,990 | 6,320,329,940 |
| Operating expenses | | | | |
| Salary & allowances | 4,424,252,771 | 3,354,327,597 | 1,712,778,032 | 1,528,733,585 |
| Rent, taxes, insurances, electricity etc. | 585,734,987 | 523,872,720 | 218,564,650 | 230,215,567 |
| Legal expenses | 17,269,432 | 9,755,864 | 5,000,079 | 3,260,592 |
| Postage, stamps and telecommunication etc. | 73,265,754 | 73,372,478 | 21,788,917 | 24,754,605 |
| Stationery, printing and advertisement etc. | 202,908,149 | 142,705,738 | 69,669,956 | 50,452,671 |
| Chief executive's salary & fees | 4,958,548 | 3,085,000 | 2,735,000 | 1,195,000 |
| Directors' fees & expenses | 8,132,944 | 6,998,997 | 2,800,120 | 2,724,316 |
| Shari'ah supervisory committee's fees & expenses | 1,162,243 | 2,172,069 | 524,415 | 600,263 |
| Auditors' fees | - | - | - | - |
| Charges on investment losses | - | - | - | - |
| Depreciation and repair to bank's assets | 486,324,843 | 384,964,744 | 167,072,492 | 116,559,652 |
| Zakat expenses | 227,500,000 | 243,750,000 | 65,113,614 | 81,250,000 |
| Other expenses | 907,106,415 | 803,442,992 | 278,712,917 | 277,269,926 |
| Total operating expenses | 6,938,616,086 | 5,548,448,199 | 2,544,760,192 | 2,317,016,177 |
| Profit/ (loss) before provision | 12,096,410,810 | 13,420,231,870 | 3,516,658,798 | 4,003,313,763 |
| Provision for investments & off- balance sheet items (Note-7.0) | 4,999,910,000 | 2,640,220,000 | 1,987,470,000 | 1,557,030,000 |
| Provision for diminution in value of investments in shares | 505,185 | - | 345,273 | - |
| Other provisions | 11,000,000 | - | 3,995,000 | - |
| Total provision | 5,011,415,185 | 2,640,220,000 | 1,991,810,273 | 1,557,030,000 |
| Total profit/(loss) before taxes | 7,084,995,625 | 10,780,011,870 | 1,524,848,525 | 2,446,283,763 |
| Provision for taxation for the period | 4,935,871,960 | 5,806,781,045 | 1,356,528,705 | 1,735,940,100 |
| Current tax | 4,935,871,960 | 5,806,781,045 | 1,356,528,705 | 1,735,940,100 |
| Deferred tax | - | - | - | - |
| Net profit/ (loss) after tax | 2,149,123,665 | 4,973,230,825 | 168,319,820 | 710,343,663 |
| Retained earnings from previous year/period | 3,127,410,000 | 3,202,467,840 | 5,108,213,845 | 7,465,355,002 |
| Add: Net profit after tax | 2,149,123,665 | 4,973,230,825 | 168,319,820 | 710,343,663 |
| Profit available for appropriation | 5,276,533,665 | 8,175,698,665 | 5,276,533,665 | 8,175,698,665 |
| Appropriation: | 5,276,533,665 | 8,175,698,665 | 5,276,533,665 | 8,175,698,665 |
| Statutory reserve | - | - | - | - |
| General reserve | - | - | - | - |
| Dividend | 3,127,410,000 | 3,202,467,840 | 3,127,410,000 | 3,202,467,840 |
| Retained earnings | 2,149,123,665 | 4,973,230,825 | 2,149,123,665 | 4,973,230,825 |
| Earnings Per Share (EPS) (Previous year's figure restated) | 1.47 | 3.40 | 0.12 | 0.49 |

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



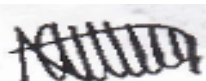
(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Cash Flow Statement (Un-Audited)
For the 3rd Quarter ended 30 September 2013

| Cash flows from operating activities | Amount in Taka | |
|--|------------------------------------|------------------------------------|
| | 01 January to 30 September 2013 | 01 January to 30 September 2012 |
| Investment income | 35,608,886,373 | 32,087,747,484 |
| Profit paid on mudaraba deposits | (21,891,991,470) | (15,376,561,398) |
| Income/ dividend receipt from investments in shares & securities | 1,533,732,974 | 314,477,548 |
| Fees & commission receipt in cash | 4,009,348,865 | 4,089,373,956 |
| Recovery from written off investments | 17,234,959 | 58,829,832 |
| Payments to employees | (4,429,211,319) | (3,357,412,597) |
| Cash payments to suppliers | (202,880,753) | (184,335,537) |
| Income tax paid | (4,278,640,091) | (3,799,526,977) |
| Receipts from other operating activities | 630,050,051 | 504,540,780 |
| Payments for other operating activities | (1,685,852,777) | (1,698,852,801) |
| (i) Operating profit before changes in operating assets | 9,310,676,812 | 12,638,280,290 |
| 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 | (18,299,470,011) | (52,832,092,324) |
| Increase/decrease of other assets | (3,234,946,734) | (1,954,062,437) |
| Increase/decrease of deposits from other banks | 283,845,972 | (428,455,440) |
| Increase/decrease of deposits received from customers | 31,997,215,052 | 55,311,267,035 |
| Increase/decrease of other liabilities account of customers | - | - |
| Increase/decrease of trading liabilities | - | - |
| Increase/decrease of other liabilities | 128,781,190 | (522,503,956) |
| (ii) Cash flows from operating assets and liabilities | 10,875,425,469 | (425,847,122) |
| Net cash flows from operating activities (A)=(i+ii) | 20,186,102,281 | 12,212,433,168 |
| Cash flows from investing activities | | |
| Proceeds from sale of securities | - | - |
| Payment for purchase of securities/BGIIB | (29,701,299,869) | (2,000,000,000) |
| Payment for purchase of securities/membership | - | - |
| Purchase/sale of property, plants & equipments | (1,264,058,044) | (739,333,517) |
| Purchase/sale of subsidiaries | - | - |
| Net Cash flows from investing activities (B) | (30,965,357,913) | (2,739,333,517) |
| 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 | (1,000,771,200) | (700,539,840) |
| Net cash flows from financing activities (C) | (1,000,771,200) | (700,539,840) |
| Net increase/(decrease) in cash (A+B+C) | (11,780,026,832) | 8,772,559,811 |
| Add/(less): effects of exchange rate changes on cash & cash equivalents | - | - |
| Add: cash & cash equivalents at beginning of the year | 64,822,357,854 | 56,209,206,952 |
| Cash & cash equivalents at the end of the period | 53,042,331,022 | 64,981,766,763 |
| Net Operating Cash Flow Per Share (NOCFPS) (Previous year's figure restated) | 13.79 | 8.34 |



(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Statement of Changes in Equity (Un-Audited)
For the 3rd Quarter ended 30 September 2013

(Amount in Taka)

| Particulars | Paid-up capital | Share premium | Statutory reserve | General/ other reserves * | Assets revaluation reserve | Revaluation reserve of securities | Retained earnings | 01 January to 30 September 2013 |
|---|-----------------------|------------------|-----------------------|---------------------------|----------------------------|-----------------------------------|----------------------|---------------------------------|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 19(2+3+4+5+6+7+8) |
| Balance as at 01 January 2013 | 12,509,640,000 | 1,989,633 | 12,423,662,342 | 159,136,208 | 11,498,971,320 | 34,700,000 | 3,127,410,000 | 39,755,509,503 |
| Changes in accounting policy restated balance | | | | | | | | |
| Surplus/ (deficit) on account of revaluation of properties | - | - | - | - | - | - | - | - |
| Surplus/ (deficit) on account of revaluation of investments (shares & securities) | - | - | - | - | - | 52,100,000 | - | 52,100,000 |
| Currency translation differences | - | - | - | - | - | - | - | - |
| Net gain and losses not recognized in the income statement | - | - | - | - | - | - | - | - |
| Net profit for the period | | | | | | | 2,149,123,665 | 2,149,123,665 |
| Transfer to reserve | | | | | | | | |
| Dividend: | | | | | | | | |
| Bonus shares | 2,126,638,800 | | | | | | (2,126,638,800) | - |
| Cash dividend | | | | | | | (1,000,771,200) | (1,000,771,200) |
| Issue of Share Capital | - | - | - | - | - | - | - | - |
| Total shareholders' equity as on 30 September 2013 | 14,636,278,800 | 1,989,633 | 12,423,662,342 | 159,136,208 | 11,498,971,320 | 86,800,000 | 2,149,123,665 | 40,955,961,968 |
| Total shareholders' equity as on 30 September 2012 | 12,509,640,000 | 1,989,633 | 10,004,426,808 | 184,645,772 | 4,308,071,320 | 38,950,000 | 4,973,230,825 | 32,020,954,358 |
| Add: Mudaraba Perpetual Bond | - | - | - | - | - | - | - | 3,000,000,000 |
| Add: General provision for unclassified investments and off- balance sheet items | - | - | - | 4,482,400,000 | - | - | - | 4,482,400,000 |
| Adjustment for currency translation differences | | | | 3,303,771 | | | | 3,303,771 |
| Less: 50.00% of assets revaluation reserve | - | - | - | - | (5,749,485,660) | - | - | (5,749,485,660) |
| Less: 50.00% of revaluation reserve of securities | - | - | - | - | - | (43,400,000) | - | (43,400,000) |
| Total equity as on 30 September 2013 | 14,636,278,800 | 1,989,633 | 12,423,662,342 | 4,644,839,979 | 5,749,485,660 | 43,400,000 | 2,149,123,665 | 42,648,780,079 |
| Total equity as on 30 September 2012 | 12,509,640,000 | 1,989,633 | 10,004,426,808 | 6,252,185,772 | 2,154,035,660 | 19,475,000 | 4,973,230,825 | 38,914,983,698 |

| *Note : general / other reserves | 01 January to 30 September 2013 | 01 January to 30 September 2012 |
|--|---------------------------------|---------------------------------|
| General reserve | 130,439,979 | 152,645,772 |
| Dividend equalization | 32,000,000 | 32,000,000 |
| Currency translation differences (Translation reserve) | (3,303,771) | - |
| Total | 159,136,208 | 184,645,772 |



(Mohammad Nesar Uddin, FCA, FCMA)
Executive Vice President & CFO



(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Notes to the condensed consolidated interim financial report (Un-audited)
As at and for the 3rd Quarter ended 30 September 2013

1.0 The Bank and its activities

- 1.1 Islami Bank Bangladesh Limited ("the Bank"/"IBBL") was established as a Public Limited Banking Company in Bangladesh in 1983 as the first interest free 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 who ensures that the activities of the Bank are being conducted on the precepts of Islam. The Shari'ah Supervisory Committee consists of prominent Shari'ah scholars, reputed Bankers, renowned Lawyers and eminent Economists.

There are two Stock Exchanges in Bangladesh viz. Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited and the shares of the Bank are listed with both the Stock Exchanges. The Bank carries out its business activities through its Head Office in Dhaka, 14 Zonal Offices and 280 branches including 30 SME/Agriculture branches in Bangladesh. The Principal place of business is the Registered Office at Islami Bank Tower, 40, Dilkusha Commercial Area, Dhaka-1000, Bangladesh.

These interim financial report as at and for the 3rd quarter ended 30 September 2013 include the condensed consolidated and the separate financial report of the Bank. The condensed consolidated interim financial report comprise the financial statements of the Bank and its two subsidiaries - Islami Bank Securities Limited (IBSL) and Islami Bank Capital Management Limited (IBCML) - together referred to as "the Companies".

1.2 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, Bangladesh Bank's directives and directives of other regulatory authorities. The Bank also provide services to its clients through currently two offshore-banking units (OBUs) located at Head Office Complex 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 3rd quarter ended 30 September 2013 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 2012. 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 20 October 2013.

2.3 Use of estimates and judgments

Preparing the interim financial report requires Management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated and separate interim financial report, significant judgements 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 2012.

2.4 Reporting period

These condensed consolidated and separate interim financial report of the Bank and its subsidiaries cover from 1 January 2013 to 30 September 2013.

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 2012.

3.1 Income tax expenses

Provision for current tax for the 3rd quarter ended 30 September 2013 has been estimated and recognized based on the average rate of last years. No deferred tax of the Bank has been calculated for this period.

3.2 Provision for investments and off-balance sheet exposures

Provision for Investment for the quarter ended 30 September 2013 is made as per latest instruction of Bangladesh Bank through BRPD Circular No.14 dated 23 September 2012, BRPD Circular No.19 dated 27 December 2012 and BRPD Circular No.05 dated 29 May 2013.

The rates of provision for the quarter ended 30 September 2013 and for the year ended 31 December 2012 are given below:

| Particulars | 30 September 2013 | | | | | 31 December 2012 | | | | | |
|--|--|-------|-----|-----|------|------------------|-----|-----|-----|------|------|
| | Classification | | | | | | | | | | |
| | UC | SMA | SS | DF | BL | UC | SMA | SS | DF | BL | |
| Small and Medium Enterprise | 0.25% | 0.25% | 20% | 50% | 100% | 0.25% | 5% | 20% | 50% | 100% | |
| Consumer | Investment for House Building & Professional | 2% | 5% | 20% | 50% | 100% | 2% | 5% | 20% | 50% | 100% |
| | Other than House Building & Professional | 5% | 5% | 20% | 50% | 100% | 5% | 5% | 20% | 50% | 100% |
| All Other (Except Short-term Agricultural and Micro-Credits) | 1% | 5% | 20% | 50% | 100% | 1% | 5% | 20% | 50% | 100% | |
| Short-term Agricultural and Micro-Credits | 5% | | | | 100% | 5% | | | | 100% | |
| Investment to Stock Dealers & Stock Broker | 2% | | | | | 2% | | | | | |
| Off Balance Sheet Items | 1% | | | | | 1% | | | | | |

4.0 Dividend payments

The honorable shareholders of the Bank approved 17% stock and 8% cash dividend for the year 2012 in the 30th Annual General Meeting (AGM) of the Bank held on 22 May 2013. The dividend was paid during the 2nd quarter of the year 2013.

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/written down value at the end of the period

| 30 Sep 2013 | 31 Dec 2012 |
|-----------------------|-----------------------|
| Taka | Taka |
| 14,816,765,447 | 7,110,249,574 |
| 1,568,500,999 | 8,209,920,775 |
| - | 58,358,704 |
| 395,155,570 | 445,046,198 |
| 15,990,110,876 | 14,816,765,447 |

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

Additional Provision

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

General Provision for Unclassified Investment including OBU

Provision for Classified Investment

Provision for Off-Balance Sheet items

Additional Provision

| 30 Sep 2013 | 30 Sep 2012 |
|-----------------------|-----------------------|
| Taka | Taka |
| 11,090,700,000 | 8,170,000,000 |
| 3,935,900,000 | 3,996,000,000 |
| 6,054,350,000 | 3,054,000,000 |
| 1,100,450,000 | 1,120,000,000 |
| 287,880,000.00 | 393,760,000.00 |
| 10,802,820,000 | 7,776,240,000 |
| 4,999,910,000 | 2,640,220,000 |
| (578,300,000) | 865,690,000 |
| 4,798,730,000 | 1,688,680,000 |
| 24,350,000 | 85,850,000 |
| 755,130,000 | - |
| 15,802,730,000 | 10,416,460,000 |
| 3,357,600,000 | 4,861,690,000 |
| 10,565,200,000 | 4,348,920,000 |
| 1,124,800,000 | 1,205,850,000 |
| 755,130,000 | - |

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)

Previous year's figures have been adjusted due to issuance of 212,663,880 bonus shares during the year 2013 against 17% Stock Dividend of 2012 as per guidelines of *BAS 33, "Earnings per share"*. Diluted earnings per share is not applicable since there is no possibility of dilution of shares during the period.

| 01 January to 30 Sep 2013 | 01 January to 30 Sep 2012 |
|--------------------------------------|--------------------------------------|
| 2,149,123,665 | 4,973,230,825 |
| 1,463,627,880 | 1,463,627,880 |
| 1.47 | 3.40 |

9.0 Consolidated earnings per share

Attributable profit for distribution to shareholders of IBBL for the period

Weighted average number of ordinary share during the period

Consolidated basic earnings per share

| | |
|---------------|---------------|
| 1,939,457,424 | 5,048,946,253 |
| 1,463,627,880 | 1,463,627,880 |
| 1.33 | 3.45 |

10.0 Consolidated segment reporting

The consolidated segment reporting has been shown in annexure A.

Islami Bank Bangladesh Limited
Consolidated segment reporting
For the 3rd Quarter ended 30 September 2013

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 | Bogra Zone | Rajshahi Zone | Chittagong South Zone | Chittagong North Zone | Common | Consolidated |
|---|---------------------------------|----------------------|----------------------|----------------------|----------------------|--------------------|----------------------|-----------------------|-----------------------|----------------------|-----------------------|
| Investment income | 6,640,234,251 | 6,176,163,652 | 2,436,961,543 | 3,033,669,852 | 1,975,124,251 | 1,214,301,542 | 2,688,604,251 | 3,959,600,524 | 1,702,381,352 | 7,374,175,242 | 37,201,216,460 |
| Profit paid on mudaraba deposits | (1,614,102,536) | (1,866,523,426) | (1,501,064,352) | (2,166,453,462) | (1,312,768,643) | (713,493,361) | (965,152,652) | (1,879,031,352) | (1,281,990,251) | (9,406,719,716) | (22,707,299,751) |
| Profit received/(paid) on IB General Account | (3,035,821,352) | (2,055,624,262) | 467,531,353 | 1,124,879,643 | 468,234,652 | 107,127,863 | (522,743,521) | (184,670,536) | 277,260,133 | 3,353,826,027 | - |
| Net investment income | 1,990,310,363 | 2,254,015,964 | 1,403,428,544 | 1,992,096,033 | 1,130,590,260 | 607,936,044 | 1,200,708,078 | 1,895,898,636 | 697,651,234 | 1,321,281,553 | 14,493,916,709 |
| Commission, exchange & other income | 865,031,452 | 550,874,364 | 235,124,651 | 343,546,365 | 183,191,532 | 62,051,534 | 144,420,524 | 237,934,564 | 156,060,531 | 1,927,321,061 | 4,705,556,578 |
| Total operating income | 2,855,341,815 | 2,804,890,328 | 1,638,553,195 | 2,335,642,398 | 1,313,781,792 | 669,987,578 | 1,345,128,602 | 2,133,833,200 | 853,711,765 | 3,248,602,614 | 19,199,473,287 |
| Total operating expenses | (356,402,778) | (390,302,500) | (400,323,654) | (413,711,251) | (421,878,906) | (268,850,193) | (299,716,904) | (277,604,652) | (264,773,987) | (3,863,395,804) | (6,956,960,629) |
| Operating Profit | 2,498,939,037 | 2,414,587,828 | 1,238,229,541 | 1,921,931,147 | 891,902,886 | 401,137,385 | 1,045,411,698 | 1,856,228,548 | 588,937,778 | (614,793,190) | 12,242,512,658 |
| Operating Profit for the 3rd quarter ended 30 September 2012 | 2,491,192,531 | 2,250,494,523 | 1,072,529,864 | 1,585,034,625 | 799,413,652 | 334,104,268 | 784,112,651 | 1,496,601,425 | 844,449,865 | 1,891,834,463 | 13,549,767,867 |

There are 16 operating segments including subsidiaries as on 30 September 2013. Out of which only 9 are reportable as per BFRS 8 "Operating segments" and latest evaluation as at 31 December 2012. 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.