

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 31 March 2014

	Amount in Taka	
	As at 31 March 2014	As at 31 December 2013
Property and assets		
Cash in hand	43,052,912,140	44,291,523,619
Cash in hand (including foreign currency)	6,835,852,650	8,180,346,965
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	36,217,059,490	36,111,176,654
Balance with other banks & financial institutions	9,302,312,151	12,700,116,779
In Bangladesh	5,588,640,733	7,950,737,265
Outside Bangladesh	3,713,671,418	4,749,379,514
Placement with banks & other financial institutions	-	-
Investments in shares & securities	82,593,415,642	66,098,953,627
Government	80,565,577,770	63,698,877,770
Others	2,027,837,872	2,400,075,857
Investments	412,042,636,885	406,604,555,430
General investments etc.	376,046,089,582	363,507,873,960
Bills purchased & discounted	35,996,547,303	43,096,681,470
Fixed assets including premises	15,721,322,723	15,738,858,683
Other assets	7,747,061,125	4,545,107,670
Non - banking assets	-	-
Total property and assets	570,459,660,666	549,979,115,808



(Mohammed Shahid Ullah, ACA)
Chief Financial Officer



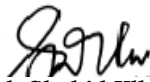
(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Balance Sheet (Un-audited)
As at 31 March 2014

Amount in Taka

Liabilities and capital	As at 31 March 2014	As at 31 December 2013
Liabilities		
Placement from banks & other financial institutions	-	-
Deposits & other accounts	495,166,687,426	472,121,971,348
Mudaraba savings deposits	157,041,678,860	155,191,605,056
Mudaraba term deposits	142,374,908,032	130,523,371,328
Other mudaraba deposits	135,810,232,568	130,276,510,230
Al- wadeeah current and other deposit accounts	56,433,607,921	52,000,826,777
Bills payable	3,506,260,045	4,129,657,957
Mudaraba perpetual bond	3,000,000,000	3,000,000,000
Other liabilities	27,879,364,836	30,874,281,277
Deferred tax liabilities	194,189,314	194,189,314
Total liabilities	526,240,241,576	506,190,441,939
Capital/shareholders' equity	44,219,419,090	43,788,673,869
Paid - up capital	14,636,278,800	14,636,278,800
Statutory reserve	14,638,613,627	14,638,613,627
Other reserves	11,922,562,039	11,875,862,039
Retained earnings	3,021,904,075	2,637,858,071
Non-controlling interest	60,549	61,332
Total liabilities & shareholders' equity	570,459,660,666	549,979,115,808
Off-balance Sheet Items		
Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	7,519,576,888	7,354,594,651
Irrevocable letters of credit (including back to back bills)	90,716,773,992	83,946,725,635
Bills for collection	8,163,496,617	22,390,676,317
Other contingent liabilities	23,581,701	23,581,701
Total	106,423,429,198	113,715,578,304
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	106,423,429,198	113,715,578,304
Consolidated Net Asset Value (NAV) per share (Previous year's figure restated)	30.21	29.92

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

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Profit & Loss Account (Un-audited)
For the 1st Quarter ended 31 March 2014

	Amount in Taka	
	01 January to 31 March 2014	01 January to 31 March 2013
Operating income		
Investment income	12,310,895,158	11,895,620,755
Profit paid on mudaraba deposits	(8,368,625,932)	(6,878,365,330)
Net investment income	3,942,269,226	5,017,255,425
Income from investments in shares & securities	357,116,456	228,987,920
Commission, exchange & brokerage income	1,338,486,589	1,019,073,281
Other operating income	88,328,003	67,925,251
Total operating income	5,726,200,274	6,333,241,877
Operating expenses		
Salary & allowances	1,570,286,362	1,344,992,487
Rent, taxes, insurances, electricity etc.	196,102,450	166,575,953
Legal expenses	4,208,044	3,815,887
Postage, stamps and telecommunication etc.	8,534,623	6,642,575
Stationery, printing and advertisement etc.	32,333,629	36,936,662
Chief executive's salary & fees	2,186,500	945,000
Directors' fees & expenses	2,358,391	1,752,095
Shari'ah supervisory committee's fees & expenses	352,341	473,587
Auditors' fees	41,750	-
Charges on investment losses	-	-
Depreciation and repair to bank's assets	192,993,786	157,051,018
Zakat expenses	98,801,930	81,193,193
Other expenses	350,906,462	340,005,808
Total operating expenses	2,459,106,268	2,140,384,265
Profit/ (loss) before provision	3,267,094,006	4,192,857,612
Provision for investments & off- balance sheet items	1,391,867,000	1,882,560,000
Provision for diminution in value of investments in shares	76,580,505	159,565,259
Other provisions	-	-
Total provision	1,468,447,505	2,042,125,259
Total profit/(loss) before taxes	1,798,646,501	2,150,732,353
Provision for taxation for the period	1,414,601,280	1,872,513,563
Current tax	1,414,601,280	1,872,599,570
Deferred tax	-	(86,007)
Net profit/ (loss) after tax	384,045,221	278,218,790
Net profit after tax attributable to:	384,045,221	278,218,790
Equity holders of IBBL	384,046,004	278,221,405
Non-controlling interest	(783)	(2,615)
Retained earnings from previous year/period	2,637,858,071	3,073,402,299
Add: Net profit after tax (attributable to equity holders of IBBL)	384,046,004	278,221,405
Profit available for appropriation	3,021,904,075	3,351,623,704
Appropriation:	3,021,904,075	3,351,623,704
Statutory reserve	-	-
General reserve	-	-
Dividend	-	-
Retained earnings	3,021,904,075	3,351,623,704
Consolidated Earnings Per share (EPS) (Previous year's figure restated)	0.26	0.19

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

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Cash Flow Statement (Un-audited)
For the 1st Quarter ended 31 March 2014

	Amount in Taka	
	01 January to 31 March 2014	01 January to 31 March 2013
Cash flows from operating activities		
Investment income	11,865,722,412	11,465,293,397
Profit paid on mudaraba deposits	(6,672,643,522)	(5,278,755,651)
Income/ dividend receipt from investments in shares & securities	357,116,456	228,987,920
Fees & commission receipt in cash	1,338,486,589	1,326,663,488
Recovery from written off investments	7,216,529	2,689,164
Payments to employees	(1,572,472,862)	(1,345,937,487)
Cash payments to suppliers	(46,623,335)	(51,324,894)
Income tax paid	(1,301,246,090)	(1,610,748,572)
Receipts from other operating activities	81,111,474	101,130,121
Payments for other operating activities	(575,620,627)	(544,544,989)
(i) Operating profit before changes in operating assets	3,481,047,024	4,293,452,497
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	(5,238,081,455)	(5,320,229,212)
Increase/decrease of other assets	(2,975,504,282)	(6,528,527,353)
Increase/decrease of deposits from other banks	41,574,162	8,374,288,548
Increase/decrease of deposits received from customers	22,990,306,267	(3,203,915,120)
Increase/decrease of other liabilities account of customers	-	-
Increase/decrease of trading liabilities	-	-
Increase/decrease of other liabilities	(5,958,122,309)	(1,449,778,285)
(ii) Cash flows from operating assets and liabilities	8,860,172,383	(8,128,161,422)
Net cash flows from operating activities (A)=(i+ii)	12,341,219,407	(3,834,708,925)
Cash flows from investing activities		
Proceeds from sale of securities	217,245,226	148,285,294
Payment for purchase of securities/BGIIB	(16,823,443,015)	(2,830,000,000)
Payment for purchase of securities/membership	(221,890,615)	(313,078,464)
Purchase/sale of property, plants & equipments	(149,547,110)	(195,723,461)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	(16,977,635,514)	(3,190,516,631)
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	-	-
Net cash flows from financing activities (C)	-	-
Net increase/(decrease) in cash (A+B+C)	(4,636,416,107)	(7,025,225,556)
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year/period	56,991,640,398	66,298,945,720
Cash & cash equivalents at the end of the period	52,355,224,291	59,273,720,164
Consolidated Net Operating Cash Flow Per Share (NOCFPS)	8.43	(2.62)
(Previous year's figure restated)		


(Mohammed Shahid Ullah, ACA)
Chief Financial Officer



(Mohammad Abdul Mannan)
Managing Director


Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Consolidated Statement of Changes in Equity (Un-audited)
For the 1st Quarter ended 31 March 2014

(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 31 March 2014
1	2	3	4	5	6	7	8	9	10(2+3+4+5+6+7+8+9)
Balance as at 01 January, 2014	14,636,278,800	1,989,633	14,638,613,627	312,301,086	11,498,971,320	62,600,000	2,637,858,071	61,332	43,788,673,869
Changes in accounting policy restated balance									
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investments (shares & securities)	-	-	-	-	-	46,700,000	-	-	46,700,000
Currency translation differences	-	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	384,046,004	(783)	384,045,221
Transfer to reserve	-	-	-	-	-	-	-	-	-
Dividend:	-	-	-	-	-	-	-	-	-
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-	-	-	-	-
Total shareholders' equity as on 31 March 2014	14,636,278,800	1,989,633	14,638,613,627	312,301,086	11,498,971,320	109,300,000	3,021,904,075	60,549	44,219,419,090
Total shareholders' equity as on 31 March 2013	12,509,640,000	1,989,633	12,423,662,342	159,136,208	11,498,971,320	20,100,000	3,351,623,704	56,979	39,965,180,186
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	-	3,000,000,000
Add: General Provision for Unclassified Investments and Off- Balance Sheet Items	-	-	-	4,621,320,000	-	-	-	-	4,621,320,000
Adjustment for currency translation differences	-	-	-	(1,317,771)	-	-	-	-	(1,317,771)
Less: 50.00% of Assets Revaluation Reserve	-	-	-	-	(5,749,485,660)	-	-	-	(5,749,485,660)
Less: 50.00% of Revaluation Reserve of Securities	-	-	-	-	-	(54,650,000)	-	-	(54,650,000)
Total equity as on 31 March 2014	14,636,278,800	1,989,633	14,638,613,627	4,932,303,315	5,749,485,660	54,650,000	3,021,904,075	60,549	46,035,285,659
Total equity as on 31 March 2013	12,509,640,000	1,989,633	12,423,662,342	5,590,289,979	5,749,485,660	10,050,000	3,351,623,704	56,979	42,636,798,297

*Note : general/ other reserves	31.12.2013	31.03.2013
General reserve	278,983,315	130,439,979
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	1,317,771	(3,303,771)
Total	312,301,086	159,136,208


(Mohammed Shahid Ullah, ACA)
Chief Financial Officer


(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 31 March 2014

	Amount in Taka	
	As at 31 March 2014	As at 31 December 2013
Property and assets		
Cash in hand	43,052,906,508	44,291,514,939
Cash in hand (including foreign currency)	6,835,847,018	8,180,338,285
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	36,217,059,490	36,111,176,654
Balance with other banks & financial institutions	8,950,084,273	12,327,320,344
In Bangladesh	5,236,412,855	7,577,940,830
Outside Bangladesh	3,713,671,418	4,749,379,514
Placement with banks & other financial institutions	-	-
Investments in shares & securities	84,081,541,984	67,211,398,968
Government	80,565,577,770	63,698,877,770
Others	3,515,964,214	3,512,521,198
Investments	412,242,636,885	406,804,555,430
General investments etc.	376,246,089,582	363,707,873,960
Bills purchased & discounted	35,996,547,303	43,096,681,470
Fixed assets including premises	15,715,804,497	15,732,808,589
Other assets	7,357,278,113	4,471,783,137
Non - banking assets	-	-
Total property and assets	571,400,252,260	550,839,381,407



(Mohammed Shahid Ullah, ACA)
Chief Financial Officer



(Monammad Abdu Mannan)
Managing Director

Islami Bank Bangladesh Limited
Condensed Balance Sheet (Un-Audited)
As at 31 March 2013

	Amount in Taka	
	As at 31 March 2014	As at 31 December 2013
Liabilities and capital		
Liabilities		
Placement from banks & other financial institutions	-	-
Deposits & other accounts	496,221,259,134	473,140,955,031
Mudaraba savings deposits	157,046,988,016	155,193,986,663
Mudaraba term deposits	143,280,064,670	131,412,377,473
Other mudaraba deposits	135,816,773,946	130,280,784,960
Al- wadeeah current and other deposit accounts	56,571,172,457	52,124,147,978
Bills payable	3,506,260,045	4,129,657,957
Mudaraba perpetual bond	3,000,000,000	3,000,000,000
Other liabilities	27,728,397,550	30,719,007,685
Deferred tax liabilities	194,134,041	194,134,041
Total liabilities	527,143,790,725	507,054,096,757
Capital/shareholders' equity	44,256,461,535	43,785,284,650
Paid - up capital	14,636,278,800	14,636,278,800
Statutory reserve	14,638,613,627	14,638,613,627
Other reserves	11,922,562,039	11,875,862,039
Retained earnings	3,059,007,069	2,634,530,184
Total liabilities & shareholders' equity	571,400,252,260	550,839,381,407
Off-balance Sheet Items		
Contingent liabilities		
Acceptances & endorsements	-	-
Letters of guarantee	7,519,576,888	7,354,594,651
Irrevocable letters of credit (including back to back bills)	90,716,773,992	83,946,725,635
Bills for collection	8,163,496,617	22,390,676,317
Other contingent liabilities	23,581,701	23,581,701
Total	106,423,429,198	113,715,578,304
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	106,423,429,198	113,715,578,304
Net Asset Value (NAV) per share (Previous year's figure restated)	30.24	29.92

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


Islami Bank Bangladesh Limited
Condensed Profit & Loss Account (Un-Audited)
For the 1st Quarter ended 31 March 2014

Amount in Taka

Operating income	01 January to 31 March 2014	01 January to 31 March 2013
Investment income	12,310,895,158	11,895,620,755
Profit paid on mudaraba deposits	(8,386,097,083)	(6,904,940,786)
Net investment income	3,924,798,075	4,990,679,969
Income from investments in shares & securities	342,387,127	225,016,200
Commission, exchange & brokerage income	1,335,653,351	1,017,722,105
Other operating income	75,832,774	55,486,233
Total operating income	5,678,671,327	6,288,904,507
Operating expenses		
Salary & allowances	1,567,862,377	1,342,417,336
Rent, taxes, insurances, electricity etc.	195,158,534	165,899,459
Legal expenses	4,208,044	3,758,387
Postage, stamps and telecommunication etc.	8,508,915	6,639,363
Stationery, printing and advertisement etc.	32,317,476	36,910,901
Chief executive's salary & fees	2,186,500	945,000
Directors' fees & expenses	2,231,891	1,752,095
Shari'ah supervisory committee's fees & expenses	352,341	473,587
Auditors' fees	-	-
Charges on investment losses	-	-
Depreciation and repair to bank's assets	192,079,370	156,050,385
Zakat expenses	98,801,930	81,193,193
Other expenses	350,180,227	339,627,952
Total operating expenses	2,453,887,605	2,135,667,658
Profit/ (loss) before provision	3,224,783,722	4,153,236,849
Provision for investments & off- balance sheet items	1,391,867,000	1,882,560,000
Provision for diminution in value of investments in shares	707,515	-
Other provisions	-	-
Total provision	1,392,574,515	1,882,560,000
Total profit/(loss) before taxes	1,832,209,207	2,270,676,849
Provision for taxation for the period	1,407,732,322	1,860,411,494
Current tax	1,407,732,322	1,860,411,494
Deferred tax	-	-
Net profit/ (loss) after tax	424,476,885	410,265,355
Retained earnings from previous year/period	2,634,530,184	3,152,246,877
Add: Net profit after tax	424,476,885	410,265,355
Profit available for appropriation	3,059,007,069	3,562,512,232
Appropriation:	3,059,007,069	3,562,512,232
Statutory reserve	-	-
General reserve	-	-
Dividend	-	-
Retained earnings	3,059,007,069	3,562,512,232
Earnings Per Share (EPS) (Previous year's figure restated)	0.29	0.28

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


Islami Bank Bangladesh Limited
Condensed Cash Flow Statement (Un-Audited)
For the 1st Quarter ended 31 March 2014


	Amount in Taka	
	01 January to 31 March 2014	01 January to 31 March 2013
Cash flows from operating activities		
Investment income	11,865,722,412	11,465,293,397
Profit paid on mudaraba deposits	(6,690,114,673)	(5,278,755,651)
Income/ dividend receipt from investments in shares & securities	342,387,127	225,016,200
Fees & commission receipt in cash	1,335,653,351	1,325,312,312
Recovery from written off investments	7,216,529	2,689,164
Payments to employees	(1,570,048,877)	(1,343,362,336)
Cash payments to suppliers	(46,607,182)	(51,299,133)
Income tax paid	(1,284,428,247)	(1,600,469,166)
Receipts from other operating activities	68,616,245	66,930,170
Payments for other operating activities	(572,019,774)	(543,254,558)
(i) Operating profit before changes in operating assets	3,456,376,911	4,268,100,399
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	(5,438,081,455)	(5,315,001,299)
Increase/decrease of other assets	(2,885,494,976)	(6,528,664,903)
Increase/decrease of deposits from other banks	41,574,162	8,374,288,548
Increase/decrease of deposits received from customers	23,038,729,941	(2,243,068,447)
Increase/decrease of other liabilities account of customers	-	-
Increase/decrease of trading liabilities	-	-
Increase/decrease of other liabilities	(5,856,100,320)	(1,479,268,516)
(ii) Cash flows from operating assets and liabilities	8,900,627,352	(7,191,714,617)
Net cash flows from operating activities (A)=(i+ii)	12,357,004,263	(2,923,614,218)
Cash flows from investing activities		
Proceeds from sale of securities	-	-
Payment for purchase of securities/BGIIB	(16,823,443,015)	(2,830,000,000)
Payment for purchase of securities/membership	-	-
Purchase/sale of property, plants & equipments	(149,405,750)	(195,723,461)
Purchase/sale of subsidiaries	-	-
Net Cash flows from investing activities (B)	(16,972,848,765)	(3,025,723,461)
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	-	-
Net cash flows from financing activities (C)	-	-
Net increase/(decrease) in cash (A+B+C)	(4,615,844,502)	(5,949,337,679)
Add/(less): effects of exchange rate changes on cash & cash equivalent	-	-
Add: cash & cash equivalents at beginning of the year/period	56,618,835,283	64,822,357,854
Cash & cash equivalents at the end of the period/quarter	52,002,990,781	58,873,020,175

Net Operating Cash Flow Per Share (NOCFPS) (Previous year's figure restated)

8.44

(2.00)


(Mohammed Shahid Ullah, ACA)
Chief Financial Officer


(Mohammad Abdul Mannan)
Managing Director

Islami Bank Bangladesh Limited and its Subsidiaries
Condensed Statement of Changes in Equity (Un-Audited)
For the 1st Quarter ended 31 March 2014

(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 31 March 2014
1	2	3	4	5	6	7	8	19(2+3+4+5+6+7+8)
Balance as at 01 January, 2014	14,636,278,800	1,989,633	14,638,613,627	312,301,086	11,498,971,320	62,600,000	2,634,530,184	43,785,284,650
Changes in accounting policy restated balance								
Surplus/ (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/ (deficit) on account of revaluation of investments (shares & securities)	-	-	-	-	-	46,700,000	-	46,700,000
Currency translation differences	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit for the period							424,476,885	424,476,885
Transfer to reserve								
Dividend:	-	-	-	-	-	-	-	-
Bonus shares								-
Cash dividend								-
Issue of Share Capital	-	-	-	-	-	-	-	-
Total shareholders' equity as on 31 March 2014	14,636,278,800	1,989,633	14,638,613,627	312,301,086	11,498,971,320	109,300,000	3,059,007,069	44,256,461,535
Total shareholders' equity as on 31 March 2013	12,509,640,000	1,989,633	12,423,662,342	159,136,208	11,498,971,320	20,100,000	3,562,512,232	40,176,011,735
Add: Mudaraba Perpetual Bond	-	-	-	-	-	-	-	3,000,000,000
Add: General Provision for Unclassified Investments and Off- Balance Sheet Items	-	-	-	4,621,320,000	-	-	-	4,621,320,000
Adjustment for currency translation differences				(1,317,771)				(1,317,771)
Less: 50.00% of Assets Revaluation Reserve	-	-	-	-	(5,749,485,660)	-	-	(5,749,485,660)
Less: 50.00% of Revaluation Reserve of Securities	-	-	-	-	-	(54,650,000)	-	(54,650,000)
Total equity as on 31 March 2014	14,636,278,800	1,989,633	14,638,613,627	4,932,303,315	5,749,485,660	54,650,000	3,059,007,069	46,072,328,104
Total equity as on 31 March 2013	12,509,640,000	1,989,633	12,423,662,342	5,590,289,979	5,749,485,660	10,050,000	3,562,512,232	42,847,629,846

*Note : general/ other reserves	31.12.2013	31.03.2013
General reserve	278,983,315	130,439,979
Dividend equalization	32,000,000	32,000,000
Currency translation differences (Translation reserve)	1,317,771	(3,303,771)
Total	312,301,086	159,136,208



(Mohammed Shahid Ullah, ACA)
Chief Financial Officer



(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 1st quarter ended 31 March 2014

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 286 branches including 30 SME/Agriculture branches and 2 Off-shore Banking Units (OBU) 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 1st quarter ended 31 March 2014 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 (IBCLM) - 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 upto 2013, 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 1st quarter ended 31 March 2014 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 Bangladesh Securities & Exchange Commission (BSEC) Notification No. SEC/CMRRCD/2008-183/Admin/03-34 dated 27 September 2009. 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 2013. 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 11 May 2014.

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 2013.

2.4 Reporting period

These condensed consolidated and separate interim financial report of the Bank and its subsidiaries cover 1st quarter from 1 January 2014 to 31 March 2014.

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 2013.

Prior period adjustments as described in note 2.1.3 of the annual financial statements of the Bank for the year 2013 have also been complied accordingly in the preparation of these quarterly financial statements. Hence, Revaluation loss of Tk.307,590,207 for the quarter ended 31 March 2013 has been charged to profit and loss as per the provisions of BAS 21 to reflect the retrospective adjustments as per BAS 8. The related changes in earnings per share (EPS), non-controlling interest (NCI) due to the afforsaid changes have also been made accordingly for the quarter ended 31 March 2013.

3.1 Income tax expenses

Provision for current tax for the 1st quarter ended 31 March 2014 has been estimated and recognized based on the **average rate** of last year. No deferred tax has been calculated for this period.

4.0 Dividend payments

The Board of Directors of the Bank already proposed 10% stock and 8% cash dividend for the year 2013 which is subject to approval in the forthcoming Annual General Meeting (AGM) of the Bank on 31 May 2014. Hence no liability has been recognized in this period/quarter and no dividend has been paid during this period/quarter.

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

	31 March 2014	31 March 2013
	Taka	Taka
Opening balance (book/written down value)	14,881,121,204	14,816,765,447
Add: Acquisition/ addition/ purchase during the period	1,007,284,590	195,723,461
Less: Sale/disposal/adjustment during the period	-	-
Depreciation charged during the period	167,083,071	131,367,704
Closing book value/writtendown value at the end of the period	15,721,322,723	14,881,121,204

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	13,546,600,000	11,090,700,000
General Provision for Unclassified Investment including OBU	3,371,600,000	3,935,900,000
Provision for Classified Investment	9,037,800,000	6,054,350,000
Provision for Off-Balance Sheet items	1,137,200,000	1,100,450,000
B. Total deduction/adjustment from classified investment for the period	248,117,000.00	9,000,000.00
C. Available balance of provision (A-B)	13,298,483,000	11,081,700,000
D. Provision made during the period	1,391,867,000	1,882,560,000
General Provision for Unclassified Investment including OBU	185,720,000	363,180,000
Provision for Classified Investment	1,279,347,000	1,491,060,000
Provision for Off-Balance Sheet items	(73,200,000)	28,320,000
E. Closing balance as on 31 March (C+D)	14,690,350,000	12,964,260,000
General Provision for Unclassified Investment including OBU	3,557,320,000	4,299,080,000
Provision for Classified Investment	10,069,030,000	7,536,410,000
Provision for Off-Balance Sheet items	1,064,000,000	1,128,770,000

8.0 Earnings per share (EPS)

a) Attributable profit for the year	424,476,885	410,265,355
b) Weighted average number of ordinary share during the year	1,463,627,880	1,463,627,880
Basic earnings per share (EPS) (a ÷ b)	0.29	0.28

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 year/period.

9.0 Consolidated earnings per share

Attributable profit for distribution to shareholders of IBBL	384,045,221	278,218,790
Weighted average number of ordinary share during the year	1,463,627,880	1,463,627,880
Consolidated basic earnings per share	0.26	0.19

10.0 Consolidated segment reporting

The consolidated segment reporting has been shown in annexure A.

Annexure - A

Islami Bank Bangladesh Limited
Consolidated segment reporting
For the 1st quarter ended 31 March 2014

A. Segmental operating profit and loss

(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	2,097,231,425	2,010,090,365	821,601,423	1,211,880,912	615,301,643	318,151,652	932,870,469	1,201,860,431	268,850,642	3,190,172,652	12,668,011,614
Profit paid on mudaraba deposits	(508,260,365)	(742,381,652)	(633,860,431)	(894,950,320)	(562,950,431)	(611,320,541)	(421,160,973)	(761,590,438)	(617,780,976)	(2,614,369,805)	(8,368,625,932)
Profit received/(paid) on IB General Account	(954,520,812)	(629,360,425)	228,041,642	294,540,652	312,321,948	646,410,681	(138,921,975)	81,881,973	641,421,947	(481,815,631)	-
Net investment income	634,450,248	638,348,288	415,782,634	611,471,244	364,673,160	353,241,792	372,787,521	522,151,966	292,491,613	93,987,216	4,299,385,682
Commission, exchange & other income	282,291,532	194,660,432	70,930,349	125,990,428	39,010,642	15,931,872	41,240,642	71,670,974	19,920,873	565,166,848	1,426,814,592
Total operating income	916,741,780	833,008,720	486,712,983	737,461,672	403,683,802	369,173,664	414,028,163	593,822,940	312,412,486	659,154,064	5,726,200,274
Total operating expenses	(115,410,872)	(120,240,631)	(130,970,357)	(134,660,754)	(141,030,766)	(88,980,541)	(100,310,642)	(98,203,549)	(81,772,644)	(1,447,525,512)	(2,459,106,268)
Operating Profit	801,330,908	712,768,089	355,742,626	602,800,918	262,653,036	280,193,123	313,717,521	495,619,391	230,639,842	(788,371,448)	3,267,094,006
Operating Profit for the quarter ended 31 March 2013	788,522,736	677,547,248	378,424,396	556,980,542	276,671,944	293,670,542	314,651,711	600,157,025	272,581,659	33,649,809	4,192,857,612

There are 16 operating segments including subsidiaries as on 31 March 2014. Out of which only 9 are reportable as per BFRS 8 "Operating segments" and latest evaluation as at 31 December 2013. 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.