

**AB Bank Limited**  
BCIC Bhaban  
30-31 Dilkusha Commercial Area  
Dhaka 1000

**AB Bank Limited and Its Subsidiaries**

Consolidated and separate financial statements  
for the period ended 30 September 2013



**AB Bank Limited & Its Subsidiaries**  
**Consolidated Balance Sheet at 30 September 2013**

		Amounts in Taka	
		At	At
		30 September 2013	31 December 2012
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3(a)	<b>11,000,020,930</b>	<b>9,622,886,412</b>
In hand (including foreign currencies)	3.1(a)	1,102,091,232	1,231,720,758
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2(a)	9,897,929,698	8,391,165,655
<b>Balance with other banks and financial institutions</b>	4(a)	<b>7,178,546,678</b>	<b>7,473,564,867</b>
In Bangladesh	4.1(a)	4,650,152,713	5,621,794,562
Outside Bangladesh	4.2(a)	2,528,393,965	1,851,770,306
<b>Money at call and on short notice</b>	5(a)	<b>1,698,992,000</b>	<b>3,671,790,000</b>
<b>Investments</b>	6(a)	<b>32,128,985,896</b>	<b>26,949,597,279</b>
Government	6.1(a)	24,869,622,525	19,743,454,873
Others	6.2(a)	7,259,363,371	7,206,142,406
<b>Loans, advances and lease/investments</b>		<b>134,198,453,197</b>	<b>113,662,985,698</b>
Loans, cash credits, overdrafts, etc./Investments	7(a)	131,409,565,782	111,311,725,962
Bills purchased and discounted	8(a)	2,788,887,415	2,351,259,736
<b>Fixed assets including premises, furniture and fixtures</b>	9(a)	<b>4,695,099,057</b>	<b>4,868,649,902</b>
<b>Other assets</b>	10(a)	<b>9,924,515,142</b>	<b>9,267,837,851</b>
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b>200,824,612,900</b>	<b>175,517,312,010</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and agents</b>	11(a)	<b>7,974,270,953</b>	<b>4,116,982,161</b>
<b>Deposits and other accounts</b>	12(a)	<b>157,031,623,225</b>	<b>139,908,043,708</b>
Current account and other accounts		14,834,061,240	13,487,221,464
Bills payable		4,631,721,835	1,467,147,011
Savings bank deposits		16,453,095,880	14,860,539,427
Fixed deposits		89,072,584,808	80,452,713,916
Other deposits		32,040,159,463	29,640,421,890
<b>Other liabilities</b>	13(a)	<b>19,151,517,632</b>	<b>15,290,014,994</b>
<b>Total Liabilities</b>		<b>184,157,411,810</b>	<b>159,315,040,863</b>
<b>Capital/Shareholders' Equity</b>			
<b>Equity attributable to equity holders of the parent company</b>		<b>16,684,717,564</b>	<b>16,222,502,086</b>
Paid-up capital	14	4,976,253,760	4,423,336,680
Statutory reserve	15	5,003,586,479	5,005,314,801
Other reserve	16(a)	1,439,838,729	1,532,116,076
Retained earnings	17(a)	5,265,038,595	5,261,734,530
Minority interest	17(b)	(17,516,475)	(20,230,939)
<b>Total Equity</b>		<b>16,667,201,089</b>	<b>16,202,271,148</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>200,824,612,900</b>	<b>175,517,312,010</b>

**AB Bank Limited & Its Subsidiaries**  
**Consolidated Balance Sheet at 30 September 2013**

		Amounts in Taka	
		At	At
		30 September 2013	31 December 2012
<b>Off-Balance Sheet Items</b>			
	<b>Contingent liabilities</b>	<b>74,227,472,559</b>	<b>59,590,452,646</b>
	Acceptances and endorsements	26,795,462,176	19,642,751,282
	Letters of guarantee	15,921,520,891	12,882,332,805
	Irrevocable letters of credit	21,250,394,671	17,863,397,969
	Bills for collection	10,260,094,821	9,201,970,590
	Other contingent liabilities	-	-
	<b>Other commitments</b>	-	-
	Documentary credits and short term trade-related transactions	-	-
	Forward assets purchased and forward deposits placed	-	-
	Undrawn note issuance and revolving underwriting facilities	-	-
	Undrawn formal standby facilities, credit lines and other commitments	-	-
	<b>Total</b>	<b>74,227,472,559</b>	<b>59,590,452,646</b>
	<b>Other memorandum items</b>	<b>3,671,529,500</b>	<b>3,841,272,433</b>
	Value of traveler's cheques	-	-
	Value of savings certificates (Sanchaya Patra)	3,671,529,500	3,841,272,433

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**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-

**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013

**AB Bank Limited and Its Subsidiaries**  
**Consolidated Profit and Loss Statement for the period ended 30 September 2013**

Notes	Amounts in Taka				
	Jan'13- Sept'13	Jan'12-Sept'12	July'13-Sept'13	July'12-Sept' 12	
<b>OPERATING INCOME</b>					
Interest income/profit on investments	20(a)	13,428,586,247	12,108,888,530	4,801,160,758	4,056,319,212
Interest/profit paid on deposits and borrowings, etc.	21(a)	(10,496,454,785)	(9,451,840,991)	(3,584,585,215)	(3,143,629,237)
<b>Net interest income</b>		<b>2,932,131,462</b>	<b>2,657,047,539</b>	<b>1,216,575,543</b>	<b>912,689,975</b>
Investment income	22(a)	2,004,468,236	1,778,897,340	679,047,236	716,278,968
Commission, exchange and brokerage	23(a)	2,271,936,418	2,027,703,380	773,380,864	596,892,556
Other operating income	24(a)	124,764,032	161,800,041	40,855,574	53,839,538
		<b>4,401,168,686</b>	<b>3,968,400,761</b>	<b>1,493,283,674</b>	<b>1,367,011,062</b>
<b>Total operating income (a)</b>		<b>7,333,300,148</b>	<b>6,625,448,300</b>	<b>2,709,859,217</b>	<b>2,279,701,038</b>
<b>OPERATING EXPENSES</b>					
Salary and allowances	25(a)	1,590,960,892	1,427,020,017	621,878,390	488,190,327
Rent, taxes, insurance, electricity, etc.	26(a)	353,290,954	311,857,693	123,667,387	111,687,117
Legal expenses	27(a)	10,312,900	4,796,876	5,495,070	2,127,090
Postage, stamps, telecommunication, etc.	28(a)	101,729,118	111,859,702	33,182,339	37,925,355
Stationery, printing, advertisement, etc.	29(a)	121,437,423	127,945,452	41,279,747	36,199,672
Chief executive's salary and fees		8,303,626	5,837,484	3,130,875	2,846,250
Directors' fees	30(a)	2,066,111	1,920,265	687,815	650,525
Auditors' fees	31(a)	1,613,601	3,510,149	260,962	1,440,529
Charges on loan losses		-	-	-	-
Depreciation and repairs of Bank's assets	32(a)	349,950,394	355,572,202	118,382,500	120,091,635
Other expenses	33(a)	855,908,139	813,207,807	306,653,517	281,501,129
<b>Total operating expenses (b)</b>		<b>3,395,573,158</b>	<b>3,163,527,646</b>	<b>1,254,618,602</b>	<b>1,082,659,628</b>
<b>Profit before provision (c = a-b)</b>		<b>3,937,726,990</b>	<b>3,461,920,653</b>	<b>1,455,240,615</b>	<b>1,197,041,409</b>
Provision against loans and advances	34(a)	1,196,700,000	661,800,000	106,880,231	160,000,000
Provision for diminution in value of investments	35(a)	417,900,000	305,169,934	338,900,000	303,265,832
Other provisions	36(a)	106,236,487	50,000,000	5,032,085	-
<b>Total provision (d)</b>		<b>1,720,836,487</b>	<b>1,016,969,934</b>	<b>450,812,316</b>	<b>463,265,832</b>
<b>Profit before tax (c-d)</b>		<b>2,216,890,502</b>	<b>2,444,950,720</b>	<b>1,004,428,298</b>	<b>733,775,578</b>
Provision for taxation		1,594,969,035	1,408,968,755	778,705,069	456,040,101
Current tax		1,592,495,525	928,391,519	774,878,149	447,861,057
Deferred tax		2,473,510	24,537,134	3,826,920	8,179,045
<b>Net profit after tax</b>		<b>621,921,467</b>	<b>1,035,981,965</b>	<b>225,723,230</b>	<b>277,735,476</b>
<b>Appropriations</b>					
Statutory reserve		15,498,183	31,470,678	-	1,385,771
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		<b>15,498,183</b>	<b>31,470,678</b>	<b>-</b>	<b>1,385,771</b>
<b>Retained surplus</b>		<b>606,423,285</b>	<b>1,004,511,287</b>	<b>225,723,230</b>	<b>276,349,705</b>
<b>Minority interest</b>		<b>2,868,879</b>	<b>(6,001,542)</b>	<b>1,371,358</b>	<b>(3,466,557)</b>
<b>Net Profit attributable to the shareholders of parent company</b>		<b>603,554,405</b>	<b>1,010,512,829</b>	<b>224,351,872</b>	<b>279,816,262</b>
<b>Consolidated Earnings Per Share (EPS)</b>	37(a)	<b>1.24</b>	<b>2.09</b>	<b>0.45</b>	<b>0.57</b>

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**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-  
**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013

**AB Bank Limited and Its Subsidiaries**  
**Consolidated Cash Flow Statement for the period ended 30 September 2013**

	Amounts in Taka	
	Jan'13- Sept'13	Jan'12-Sept'12
<b>Cash Flows from Operating Activities</b>		
Interest receipts	12,601,030,408	12,108,888,530
Interest payments	(9,551,706,416)	(9,451,840,991)
Dividend receipts	76,205,938	29,708,633
Fee and commission receipts	1,664,957,044	1,385,154,215
Recoveries on loans previously written off	3,409,397	20,207,029
Payments to employees	(1,599,264,518)	(1,432,857,501)
Payments to suppliers	(121,437,423)	(131,455,601)
Income taxes paid	(1,257,787,817)	(1,545,036,232)
Receipts from other operating activities	2,656,596,307	2,533,330,884
Payments for other operating activities	(1,379,304,472)	(1,340,970,310)
<b>Operating profit before changes in operating assets &amp; liabilities</b>	<b>3,092,698,448</b>	<b>2,175,128,656</b>
<b>Increase/decrease in operating assets and liabilities</b>		
Loans and advances to customers	(19,707,911,660)	(10,348,820,224)
Other assets	576,478,719	(253,141,718)
Deposits from other banks	1,168,000,598	(121,762,378)
Deposits from customers	15,010,830,550	14,036,846,136
Trading liabilities (short-term borrowings)	3,850,467,760	(3,246,731,316)
Other liabilities	418,858,936	870,609,023
	<b>1,316,724,904</b>	<b>936,999,524</b>
<b>Net cash flow from operating activities (a)</b>	<b>4,409,423,352</b>	<b>3,112,128,180</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of government securities	(5,128,315,252)	(909,792,233)
Purchase of trading securities, shares, bonds, etc.	(53,220,965)	(293,829,437)
Purchase of property, plant and equipment	(126,837,260)	(433,780,238)
<b>Net cash used in investing activities (b)</b>	<b>(5,308,373,477)</b>	<b>(1,637,401,907)</b>
<b>Cash Flows from Financing Activities</b>		
Increase/(decrease) of long-term borrowings	6,821,033	7,690,534
Dividend paid	(700,182)	(263,666,992)
<b>Net cash (used in)/flow from financing activities (c)</b>	<b>6,120,850</b>	<b>(255,976,457)</b>
Net increase in cash (a+b+c)	(892,829,275)	1,218,749,815
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	20,773,260,681	16,727,865,994
<b>Cash and cash equivalents at end of the period (*)</b>	<b>19,880,431,409</b>	<b>17,946,615,808</b>
(*) Cash and cash equivalents:		
Cash	1,102,091,233	1,168,250,877
Prize bonds	2,871,800	5,526,600
Money at call and on short notice	1,698,992,000	967,980,000
Balance with Bangladesh Bank and its agent bank(s)	9,897,929,698	8,643,917,637
Balance with other banks and financial institutions	7,178,546,678	7,160,940,694
	<b>19,880,431,409</b>	<b>17,946,615,808</b>
Net operating cash flow per share	8.86	6.25

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**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-  
**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013

**AB Bank Limited and Its Subsidiaries**

**Consolidated Statement of Changes in Equity for the period ended 30 September 2013**

Amounts in Taka

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Foreign exchange revaluation reserve on investment in foreign operation	Investment revaluation reserve	Minority interest	Retained earnings	Total
Balance at 01 January 2013	4,423,336,680	5,005,314,801	120,093,432	1,326,815,807	68,360,312	16,846,523	(20,230,939)	5,261,734,530	16,202,271,146
Net profit after tax for the year	-	-	-	-	-	-	2,868,879	619,052,588	621,921,467
Addition/ (Adjustment) made during the period	-	24,841,664	-	-	-	(8,006,895)	(154,415)	(2,109,382)	14,570,972
Foreign exchange fluctuation	-	(26,569,986)	(2,076,514)	-	(80,456,392)	(1,737,544)	-	(60,722,062)	(171,562,498)
<b>Balance at 30 September 2013</b>	<b>4,976,253,760</b>	<b>5,003,586,479</b>	<b>118,016,918</b>	<b>1,326,815,807</b>	<b>(12,096,080)</b>	<b>7,102,083</b>	<b>(17,516,474)</b>	<b>5,265,038,594</b>	<b>16,667,201,088</b>
<b>Balance at 30 September 2012</b>	<b>4,423,336,680</b>	<b>4,421,419,371</b>	<b>121,765,382</b>	<b>1,326,815,807</b>	<b>101,204,630</b>	<b>12,573,781</b>	<b>(20,864,456)</b>	<b>5,471,821,505</b>	<b>15,858,072,700</b>

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**Mahadev Sarker FCA**  
Chief Financial Officer

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**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013

**AB Bank Limited**

**Balance Sheet at 30 September 2013**

		Amounts in Taka	
		At	At
		30 September 2013	31 December 2012
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3	<b>10,997,255,540</b>	<b>9,622,840,530</b>
In hand (including foreign currencies)	3.1	1,099,325,842	1,231,674,876
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	9,897,929,698	8,391,165,655
<b>Balance with other banks and financial institutions</b>	4	<b>8,758,072,702</b>	<b>8,877,073,955</b>
In Bangladesh		4,646,958,190	5,616,079,788
Outside Bangladesh		4,111,114,512	3,260,994,166
<b>Money at call and on short notice</b>	5	<b>1,698,992,000</b>	<b>3,671,790,000</b>
<b>Investments</b>	6	<b>31,233,378,054</b>	<b>26,114,787,647</b>
Government	6.1	24,869,622,525	19,743,454,873
Others	6.2	6,363,755,529	6,371,332,773
<b>Loans, advances and lease/investments</b>	7	<b>126,945,530,404</b>	<b>106,065,758,923</b>
Loans, cash credits, overdrafts, etc./Investments	7.1	125,965,883,332	105,373,785,000
Bills purchased and discounted	8	979,647,072	691,973,923
<b>Fixed assets including premises, furniture and fixtures</b>	9	<b>4,111,456,848</b>	<b>4,229,520,560</b>
<b>Other assets</b>	10	<b>15,391,377,165</b>	<b>15,260,656,170</b>
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b>199,136,062,713</b>	<b>173,842,427,785</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>		<b>21,205,475,086</b>	<b>136,205,334,414</b>
<b>Borrowings from other banks,     financial institutions and agents</b>	11	<b>7,563,226,903</b>	<b>3,649,261,782</b>
<b>Deposits and other accounts</b>	12	<b>157,410,809,500</b>	<b>140,025,953,891</b>
Current accounts and other accounts		15,092,974,623	13,487,687,930
Bills payable		4,631,721,834	1,467,147,010
Savings bank deposits		16,453,095,880	14,860,539,427
Fixed deposits		89,072,584,808	80,452,713,916
Other deposits		32,160,432,356	29,757,865,608
<b>Other liabilities</b>	13	<b>17,875,866,269</b>	<b>14,133,406,241</b>
<b>Total Liabilities</b>		<b>182,849,902,673</b>	<b>157,808,621,915</b>
<b>Capital/Shareholders' Equity</b>			
<b>Total Shareholders' Equity</b>		<b>16,286,160,040</b>	<b>16,033,805,871</b>
Paid-up capital	14	4,976,253,760	4,423,336,680
Statutory reserve	15	5,003,586,479	5,005,314,801
Other reserve	16	1,357,256,138	1,446,253,561
Retained earnings	17	4,949,063,663	5,158,900,828
<b>Total Liabilities and Shareholders' Equity</b>		<b>199,136,062,713</b>	<b>173,842,427,785</b>

**AB Bank Limited**  
**Balance Sheet at 30 June 2013**

		Amounts in Taka	
		At	At
Notes		30 September 2013	31 December 2012
<b>Off-Balance Sheet Items</b>			
<b>Contingent liabilities</b>			
	18	<b>74,977,472,559</b>	<b>59,590,452,646</b>
Acceptances and endorsements		26,795,462,176	19,642,751,282
Letters of guarantee	18.1	16,671,520,891	12,882,332,805
Irrevocable letters of credit		21,250,394,671	17,863,397,969
Bills for collection		10,260,094,821	9,201,970,590
Other contingent liabilities		-	-
<b>Other commitments</b>			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total</b>		<b>74,977,472,559</b>	<b>59,590,452,646</b>
<b>Other memorandum items</b>			
		<b>3,671,529,500</b>	<b>3,841,272,433</b>
Value of traveler's cheques		-	-
Value of savings certificates (sanchaya patra)		3,671,529,500	3,841,272,433

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**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-

**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013



**AB Bank Limited**
**Profit and Loss Statement for the period ended 30 September 2013**

		Amounts in Taka			
Notes	Jan'13- Sept'13	Jan'12-Sept'12	July'13-Sept' 13	July'12-Sept' 12	
<b>OPERATING INCOME</b>					
Interest income/profit on investments	20	13,128,461,863	11,542,908,304	4,696,336,271	3,890,343,664
Interest paid/profit on deposits and borrowings, etc.	21	(10,414,264,230)	(9,384,979,175)	(3,558,143,977)	(3,121,104,008)
<b>Net interest income</b>		<b>2,714,197,633</b>	<b>2,157,929,130</b>	<b>1,138,192,294</b>	<b>769,239,656</b>
Investment income	22	1,997,301,460	1,773,770,704	676,334,749	713,699,218
Commission, exchange and brokerage	23	2,171,369,685	1,850,753,589	729,777,248	539,309,434
Other operating income	24	84,847,927	98,554,687	27,589,840	30,465,720
		<b>4,253,519,072</b>	<b>3,723,078,980</b>	<b>1,433,701,838</b>	<b>1,283,474,372</b>
<b>Total operating income (a)</b>		<b>6,967,716,705</b>	<b>5,881,008,110</b>	<b>2,571,894,132</b>	<b>2,052,714,028</b>
<b>OPERATING EXPENSES</b>					
Salary and allowances	25	1,543,477,701	1,365,361,836	604,344,456	468,259,010
Rent, taxes, insurance, electricity, etc.	26	342,770,860	295,869,034	120,679,267	106,434,346
Legal expenses	27	10,103,554	4,329,748	5,465,230	2,127,096
Postage, stamps, telecommunication, etc.	28	103,430,690	105,190,817	33,214,143	35,580,722
Stationery, printing, advertisement, etc.	29	120,376,104	126,906,611	40,993,779	35,911,672
Chief executive's salary and fees		8,303,626	5,837,484	3,130,875	2,846,250
Directors' fees	30	1,867,111	1,651,765	687,815	523,525
Auditors' fees	31	1,450,866	3,017,263	206,247	1,526,862
Charges on loan losses		-	-	-	-
Depreciation and repairs of Bank's assets	32	290,095,965	294,479,871	99,512,713	99,585,117
Other expenses	33	888,594,583	752,935,809	318,535,433	262,669,339
<b>Total operating expenses (b)</b>		<b>3,310,471,061</b>	<b>2,955,580,239</b>	<b>1,226,769,958</b>	<b>1,015,463,939</b>
<b>Profit before provision (c = a-b)</b>		<b>3,657,245,644</b>	<b>2,925,427,871</b>	<b>1,345,124,174</b>	<b>1,037,250,089</b>
Provision against loans and advances	34	1,196,700,000	661,800,000	106,880,231	160,000,000
Provision for diminution in value of investments	35	417,900,000	305,169,934	338,900,000	303,265,832
Other provisions	36	106,236,487	50,000,000	5,032,085	-
<b>Total provision (d)</b>		<b>1,720,836,487</b>	<b>1,016,969,934</b>	<b>450,812,316</b>	<b>463,265,832</b>
<b>Profit before taxation (c-d)</b>		<b>1,936,409,157</b>	<b>1,908,457,937</b>	<b>894,311,858</b>	<b>573,984,257</b>
Provision for taxation		1,517,800,624	1,200,000,000	747,803,686	378,282,436
Current tax		1,515,327,114	1,175,462,866	743,976,766	370,103,391
Deferred tax		2,473,510	24,537,134	3,826,920	8,179,045
<b>Net profit after taxation</b>		<b>418,608,533</b>	<b>708,457,937</b>	<b>146,508,172</b>	<b>195,701,821</b>
<b>Appropriations</b>					
Statutory reserve		15,498,183	31,470,678	-	1,385,771
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		<b>15,498,183</b>	<b>31,470,678</b>	<b>-</b>	<b>1,385,771</b>
<b>Retained surplus</b>		<b>403,110,350</b>	<b>676,987,259</b>	<b>146,508,172</b>	<b>194,316,050</b>
<b>Earnings Per Share (EPS)</b>	37	<b>0.84</b>	<b>1.42</b>	<b>0.29</b>	<b>0.39</b>

-Sd-

**Mahadev Sarker FCA**  
 Chief Financial Officer

-Sd-

**Shamim A. Chaudhury**  
 Managing Director (Current Charge)

Dated, 28 October 2013

**AB Bank Limited****Cash Flow Statement for the period ended 30 September 2013**

Amounts in Taka

	Jan'13- Sept'13	Jan'12-Sept'12
<b>Cash Flows from Operating Activities</b>		
Interest receipts	12,300,906,024	11,542,908,304
Interest payments	(9,469,515,862)	(9,384,979,175)
Dividend receipts	72,486,025	29,708,633
Fee and commission receipts	1,551,270,893	1,210,436,513
Recoveries on loans previously written off	3,409,397	20,207,029
Payments to employees	(1,551,781,327)	(1,371,199,320)
Payments to suppliers	(120,376,104)	(129,923,874)
Income taxes paid	(1,094,083,284)	(1,274,702,316)
Receipts from other operating activities	2,626,352,757	2,462,726,805
Payments for other operating activities	(1,400,580,078)	(1,206,354,964)
<b>Operating profit before changes in operating assets &amp; liabilities</b>	<b>2,918,088,441</b>	<b>1,898,827,636</b>
<b>Increase/decrease in operating assets and liabilities</b>		
Loans and advances to customers	(20,052,215,642)	(10,898,978,145)
Other assets	936,168,739	749,578,229
Deposits from other banks	1,168,000,598	(121,762,378)
Deposits from customers	15,272,106,642	13,730,392,263
Trading liabilities (short-term borrowings)	3,907,144,088	(3,265,359,125)
Other liabilities	369,289,101	567,955,008
	<b>1,600,493,526</b>	<b>761,825,852</b>
<b>Net cash flow from operating activities (a)</b>	<b>4,518,581,967</b>	<b>2,660,653,488</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of government securities	(5,128,315,252)	(909,792,233)
Purchase of trading securities, shares, bonds, etc.	7,577,245	(394,843,671)
Purchase of property, plant and equipment	(123,496,649)	(431,362,169)
<b>Net cash used in investing activities (b)</b>	<b>(5,244,234,657)</b>	<b>(1,735,998,073)</b>
<b>Cash Flows from Financing Activities</b>		
Increase/(decrease) of long-term borrowings	6,821,033	7,690,534
Dividend paid	(700,182)	(263,666,992)
<b>Net cash flow from financing activities (c)</b>	<b>6,120,850</b>	<b>(255,976,457)</b>
Net increase in cash (a+b+c)	(719,531,839)	668,678,958
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	22,176,723,886	18,194,922,545
<b>Cash and cash equivalents at end of the period (*)</b>	<b>21,457,192,047</b>	<b>18,863,601,503</b>
(*) Cash and cash equivalents:		
Cash	1,099,325,843	1,166,603,702
Prize bonds	2,871,800	5,526,600
Money at call and on short notice	1,698,992,000	967,980,000
Balance with Bangladesh Bank and its agent bank(s)	9,897,929,698	8,643,917,637
Balance with other banks and financial institutions	8,758,072,702	8,079,573,564
	<b>21,457,192,043</b>	<b>18,863,601,503</b>
Net operating cash flow per share	9.08	5.35

-Sd-

**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-

**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013

**AB Bank Limited**

**Statement of Changes in Equity for the period ended 30 September 2013**

**Amounts in Taka**

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Foreign Exchange revaluation reserve on investment in foreign operation	Investment revaluation reserve	Retained earnings	Total
Balance at 01 January 2013	4,423,336,680	5,005,314,801	42,199,200	1,326,815,807	60,392,031	16,846,523	5,158,900,828	16,033,805,870
Adjustment	-	-	-	-	-	-	-	-
<b>Bonus for 2012:</b>								
12.5% Stock Dividend	552,917,080	-	-	-	-	-	(552,917,080)	-
Mumbai retained earnings	-	-	-	-	-	-	-	-
<b>Restated Opening Balance</b>	<b>4,976,253,760</b>	<b>5,005,314,801</b>	<b>42,199,200</b>	<b>1,326,815,807</b>	<b>60,392,031</b>	<b>16,846,523</b>	<b>4,605,983,748</b>	<b>16,033,805,870</b>
Net profit after taxation for the period ended	-	-	-	-	-	-	418,608,533	418,608,533
Addition/Adjustment made during the period	-	24,841,664	-	-	-	(8,006,895)	(14,757,745)	2,077,024
Foreign Exchange Fluctuation	-	(26,569,986)	-	-	(79,252,984)	(1,737,544)	(60,770,873)	(168,331,387)
<b>Balance at 30 September 2013</b>	<b>4,976,253,760</b>	<b>5,003,586,479</b>	<b>42,199,200</b>	<b>1,326,815,807</b>	<b>(18,860,953)</b>	<b>7,102,084</b>	<b>4,949,063,663</b>	<b>16,286,160,040</b>
<b>Balance at 30 September 2012</b>	<b>4,423,336,680</b>	<b>4,421,419,371</b>	<b>42,199,200</b>	<b>1,326,815,807</b>	<b>91,457,129</b>	<b>12,573,781</b>	<b>5,046,478,933</b>	<b>15,364,280,902</b>

-Sd-

**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-

**Shamim A. Chaudhury**  
Managing Director (Current Charge)

Dated, 28 October 2013

## **AB Bank Limited**

### **Selective Notes to the Financial Statements as on 30 September 2013**

#### **1. Accounting Policies:**

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

#### **2. Provision:**

##### **a) Loans & Advances**

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

##### **b) Investment**

Provisions for diminution in value of investment is made for loss arising on diminution value of investment in quoted shares and is given effect in the accounts on properly as per Bangladesh Bank Guidelines.

##### **c) Taxation**

Provision for income tax has been made on taxable income after necessary add back in accordance with the provisions of Finance Act 2013, the Income Tax Ordinance 1984 and other relevant legislation as applicable.

##### **d) Others**

Figures relating to previous year/period included in this report have been rearranged, where ever considered necessary.

-Sd-

**Mahadev Sarker FCA**  
Chief Financial Officer

Dated, 28 October 2013

-Sd-

**Shamim A. Chaudhury**  
Managing Director (Current Charge)

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

**Balance Sheet**

**3. Cash**

Cash in hand (Note: 3.1)  
 Balance with Bangladesh Bank and its agent bank(s) (Note: 3.2)

Amounts in Taka	
At 30 September 2013	At 31 December 2012
1,099,325,842	1,231,674,876
9,897,929,698	8,391,165,655
<b>10,997,255,540</b>	<b>9,622,840,530</b>

**3(a) Consolidated Cash**

AB Bank Limited  
 AB Investments Limited  
 AB International Finance Limited  
 AB Securities Limited  
 Cash Link Bangladesh Limited (CBL)  
 AB Exchange (UK) Ltd.

10,997,255,540	9,622,840,530
25,000	25,000
-	-
35,000	13,727
26,653	7,155
2,678,737	-
<b>11,000,020,930</b>	<b>9,622,886,412</b>

**3.1 Cash in hand**

In local currency  
 In foreign currency

1,081,118,813	1,209,413,399
18,207,029	22,261,477
<b>1,099,325,842</b>	<b>1,231,674,876</b>

**3.1(a) Consolidated Cash in hand**

AB Bank Limited  
 AB Investments Limited  
 AB International Finance Limited  
 AB Securities Limited  
 Cash Link Bangladesh Limited (CBL)  
 AB Exchange (UK) Ltd.

1,099,325,842	1,231,674,876
25,000	25,000
-	-
35,000	13,727
26,653	7,155
2,678,737	-
<b>1,102,091,232</b>	<b>1,231,720,758</b>

**3.2 Balance with Bangladesh Bank and its agent bank(s)**

Balance with Bangladesh Bank

In local currency  
 In foreign currency

9,252,236,651	7,688,919,749
427,820,119	324,610,156
9,680,056,770	8,013,529,905

Sonali Bank Limited  
 (as an agent bank of Bangladesh Bank) - local currency

217,872,928	377,635,750
<b>9,897,929,698</b>	<b>8,391,165,655</b>

**3.2(a) Consolidated Balance with Bangladesh Bank and its agent bank(s)**

AB Bank Limited  
 AB Investments Limited  
 AB International Finance Limited  
 AB Securities Limited  
 Cash Link Bangladesh Limited (CBL)  
 AB Exchange (UK) Ltd.

9,897,929,698	8,391,165,655
-	-
-	-
-	-
-	-
-	-
<b>9,897,929,698</b>	<b>8,391,165,655</b>

**AB Bank Limited**

**Notes to financial statements for the period ended 30 September 2013**

		<u>Amounts in Taka</u>	
		At 30 September 2013	At 31 December 2012
<b>4. Balance with other banks and financial institutions</b>			
In Bangladesh		4,646,958,190	5,616,079,788
Outside Bangladesh		4,111,114,512	3,260,994,166
		<b>8,758,072,702</b>	<b>8,877,073,955</b>
<b>4(a) Consolidated balance with other banks and financial institutions</b>			
In Bangladesh (note: 4.1(a))		4,650,152,713	5,621,794,562
Outside Bangladesh (Nostro Accounts) (note 4.2(a))		2,528,393,965	1,851,770,306
		<b>7,178,546,678</b>	<b>7,473,564,867</b>
<b>4.1(a) Consolidated In Bangladesh</b>			
AB Bank Limited		4,646,958,190	5,616,079,789
AB Investments Limited		589,904	586,494
AB International Finance Limited		-	-
AB Securities Limited		109,430,984	117,287,732
Cash Link Bangladesh Limited (CBL)		14,085,916	5,662,854
AB Exchange (UK) Ltd.		-	-
		<b>4,771,064,994</b>	<b>5,739,616,869</b>
<b>Less: Inter company transaction</b>		120,912,281	117,822,307
		<b>4,650,152,713</b>	<b>5,621,794,562</b>
<b>4.2(a) Consolidated Outside Bangladesh (Nostro Accounts)</b>			
AB Bank Limited		4,111,114,512	3,260,994,166
AB Investments Limited		-	-
AB International Finance Limited		259,488,285	41,332,012
AB Securities Limited		-	-
Cash Link Bangladesh Limited (CBL)		-	-
AB Exchange (UK) Ltd.		6,829,701	4,397,182
		4,377,432,498	3,306,723,360
<b>Less: Inter company transactions</b>		1,849,038,534	1,454,953,055
		<b>2,528,393,965</b>	<b>1,851,770,306</b>

**AB Bank Limited**
**Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At	At
	30 September 2013	31 December 2012
<b>5. Money at call and on short notice</b>		
In Bangladesh	1,500,000,000	3,300,000,000
Outside Bangladesh	198,992,000	371,790,000
	<b>1,698,992,000</b>	<b>3,671,790,000</b>
<b>5(a) Consolidated money at call and on short notice</b>		
AB Bank Limited	1,698,992,000	3,671,790,000
AB Investments Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>1,698,992,000</b>	<b>3,671,790,000</b>
<b>6. Investments</b>		
Government securities (Note: 6.1)	24,869,622,525	19,743,454,873
Other investments (Note: 6.2)	6,363,755,529	6,371,332,773
	<b>31,233,378,054</b>	<b>26,114,787,647</b>
<b>6 (a) Consolidated investments</b>		
AB Bank Limited	31,233,378,054	26,114,787,647
AB International Finance Limited	-	-
AB Investment Limited	756,101,205	740,381,828
AB Securities Limited	112,573,912	67,495,079
Cashlink Bangladesh Limited (CBL)	26,932,725	26,932,725
AB Exchange (UK) Ltd.	-	-
	32,128,985,896	26,949,597,279
Less: Inter-group transaction	-	-
	<b>32,128,985,896</b>	<b>26,949,597,279</b>
<b>6.1 Government securities</b>		
Treasury bills	4,512,364,972	758,517,571
30 days Bangladesh Bank bills	1,217,326,894	1,217,326,894
Treasury bonds	18,935,058,859	17,637,791,008
Debentures - Bangladesh House Building Finance Corporation (Maturity date: 14 March 2015, interest rate: 5.50%)	10,000,000	15,000,000
Bangladesh Bank Islami Investment bonds	192,000,000	109,800,000
Prize bonds	2,871,800	5,019,400
	<b>24,869,622,525</b>	<b>19,743,454,873</b>
<b>6.1(a) Consolidated Government securities</b>		
AB Bank Limited	24,869,622,525	19,743,454,873
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>24,869,622,525</b>	<b>19,743,454,873</b>
<b>6.2 Other investments</b>		
Shares (Note: 6.2.1)	5,851,800,391	5,791,995,148
Bond	140,000,000	140,000,000
	<b>5,991,800,391</b>	<b>5,931,995,148</b>
<b>Investments -ABBL, Mumbai branch</b>		
Treasury bills	336,758,427	374,529,525
Debentures and bonds	35,196,710	64,808,100
	<b>371,955,137</b>	<b>439,337,625</b>
<b>Total Other investments</b>	<b>6,363,755,529</b>	<b>6,371,332,773</b>

**AB Bank Limited****Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At 30 September 2013	At 31 December 2012
<b>6.2 (a) Consolidated other investments</b>		
AB Bank Limited	6,363,755,529	6,371,332,773
AB Investment Limited	756,101,205	740,381,828
AB International Finance Limited	-	-
AB Securities Limited	112,573,912	67,495,079
Cashlink Bangladesh Limited (CBL)	26,932,725	26,932,725
AB Exchange (UK) Ltd.	-	-
	7,259,363,371	7,206,142,406
Less: Inter- group transactions	-	-
	<b>7,259,363,371</b>	<b>7,206,142,406</b>
<b>6.2.1 Investments in shares</b>		
Quoted (Publicly Traded)	4,553,793,547	4,988,920,181
Unquoted	1,298,006,845	803,074,967
	<b>5,851,800,391</b>	<b>5,791,995,148</b>



**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At 30 September 2013	At 31 December 2012
<b>7. Loans, advances and lease/investments</b>	<b>126,945,530,404</b>	<b>106,065,758,923</b>
<b>7.1 Broad category-wise breakup</b>		
<b>In Bangladesh</b>		
Loans	107,626,996,029	88,019,786,261
Overdrafts	18,129,200,524	17,025,203,384
Cash credits	-	-
	<b>125,756,196,553</b>	<b>105,044,989,644</b>
<b>Outside Bangladesh: ABBL, Mumbai Branch</b>		
Loans	180,659,092	277,279,676
Overdrafts	18,166,247	4,057,448
Cash credits	10,861,440	47,458,232
	209,686,779	328,795,356
	<b>125,965,883,332</b>	<b>105,373,785,000</b>
<b>7.2 Classification of loans, advances and lease/investments</b>		
<b>In Bangladesh</b>		
<u>Unclassified</u>		
Standard	119,783,230,599	101,542,166,762
Special Mention Account	555,400,772	505,004,000
	120,338,631,371	102,047,170,762
<u>Classified</u>		
Substandard	1,587,600,000	437,063,154
Doubtful	1,520,900,000	524,890,000
Bad/Loss	2,853,300,737	2,475,800,546
	5,961,800,737	3,437,753,700
	<b>126,300,432,108</b>	<b>105,484,924,462</b>
<b>Outside Bangladesh-Mumbai Branch</b>		
Unclassified Loan	573,770,228	496,321,614
Classified Loan	71,328,067	84,512,846
	<b>645,098,296</b>	<b>580,834,460</b>
	<b>126,945,530,404</b>	<b>106,065,758,922</b>
<b>7(a) Consolidated Loans, advances and lease/investments</b>		
AB Bank Limited	125,965,883,332	105,373,785,000
AB Investment Limited	7,079,761,495	7,585,189,288
AB International Finance Limited	-	-
AB Securities Limited	1,014,524,704	1,073,788,194
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>134,060,169,532</b>	<b>114,032,762,482</b>
Less: Inter company transaction	2,650,603,750	2,721,036,520
	<b>131,409,565,782</b>	<b>111,311,725,962</b>
<b>8. Bills purchased and discounted</b>		
In Bangladesh	544,235,555	439,934,818
Outside Bangladesh - ABBL, Mumbai Branch	435,411,517	252,039,105
	<b>979,647,072</b>	<b>691,973,923</b>

**AB Bank Limited**

**Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At 30 September 2013	At 31 December 2012
<b>8(a) Consolidated Bills purchased and discounted</b>		
AB Bank Limited	979,647,072	691,973,923
AB Investment Limited	-	-
AB International Finance Limited	1,809,240,344	1,659,285,813
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>2,788,887,415</b>	<b>2,351,259,736</b>
<b>9. Fixed assets including premises, furniture and fixtures</b>		
<b>Cost:</b>		
Land and Building	3,127,671,411	3,111,940,206
Furniture and fixtures	205,494,412	202,789,081
Office appliances	61,070,234	61,663,735
Electrical appliances	1,411,747,585	1,353,846,742
Motor vehicles	479,455,768	479,583,052
Intangible Assets	249,255,099	218,879,331
	5,534,694,508	5,428,702,146
Less: Accumulated depreciation and amortization	1,423,237,660	1,199,181,586
	<b>4,111,456,848</b>	<b>4,229,520,560</b>
<b>9(a) Consolidated Fixed assets including premises, furniture and fixtures</b>		
<b>Cost:</b>		
AB Bank Limited	5,534,694,508	5,428,702,146
AB Investments Limited	574,374,720	571,076,609
AB International Finance Limited	9,078,575	9,273,255
AB Securities Limited	28,819,670	28,777,170
Cashlink Bangladesh Limited (CBL)	250,270,883	268,419,630
AB Exchange (UK) Ltd.	15,443,255	15,837,740
	6,412,681,611	6,322,086,549
<b>Accumulated depreciation:</b>		
AB Bank Limited	1,423,237,660	1,199,181,586
AB Investments Limited	31,188,327	19,128,664
AB International Finance Limited	8,732,513	8,770,016
AB Securities Limited	15,220,637	11,193,635
Cashlink Bangladesh Limited (CBL)	231,546,964	209,896,835
AB Exchange (UK) Ltd.	7,656,452	5,265,911
	1,717,582,554	1,453,436,647
	<b>4,695,099,057</b>	<b>4,868,649,902</b>
<b>10. Other assets</b>		
<b>Income generating-Equity Investment</b>		
In Bangladesh:		
AB Investment Limited (99.99% owned subsidiary company of ABBL)	99,899,000	99,899,000
AB Securities Limited (99.71% owned subsidiary company of ABBL)	34,898,000	34,898,000
Cashlink Bangladesh Limited (CBL) (90% owned subsidiary company of ABBL)	212,581,228	212,581,228
Outside Bangladesh:		
AB International Finance Ltd., Hong Kong (wholly owned subsidiary company of ABBL)	5,203,944	5,203,944
AB Exchange (UK) Limited (wholly owned subsidiary company of ABBL)	31,376,025	32,280,000
	383,958,197	384,862,172

**AB Bank Limited**
**Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At 30 September 2013	At 31 December 2012
<b>Non-income generating</b>		
Inter-branch adjustment	-	4,191,700
Advance corporate income tax (note: 10.1)	6,666,652,013	5,673,148,042
Arab Bangladesh Bank Foundation (99.60% owned subsidiary company of ABBL)	19,920,000	19,920,000
Share Money Deposits - AB Investment Limited	4,900,100,000	4,900,100,000
Share Money Deposits - AB Securities Limited	165,000,000	165,000,000
Accounts receivable	707,656,844	1,232,257,570
Preliminary, formation, organisational, renovation, development, prepaid expenses and others	1,071,867,426	1,033,615,467
Exchange for clearing	492,726,715	703,078,129
Interest accrued on investment but not collected, and debentures, and other income receivables	599,087,109	686,226,038
Security deposits	216,732,811	267,435,160
Local drafts paid without advice	-	-
Advance rent and advertisement	135,943,764	156,275,414
Stationery, stamps, printing materials, etc.	31,732,282	34,546,476
	15,007,418,965	14,875,793,996
	<b>15,391,377,165</b>	<b>15,260,656,170</b>
<b>10(a) Consolidated Other assets</b>		
AB Bank Limited	15,391,377,165	15,260,656,170
AB Investment Limited	427,282,928	235,544,527
AB International Finance Limited	8,422,459	9,249,425
AB Securities Limited	78,910,988	107,900,318
Cashlink Bangladesh Limited (CBL)	26,194,017	23,287,654
AB Exchange (UK) Ltd.	921,218	1,350,208
	<b>15,933,108,774</b>	<b>15,637,988,302</b>
Less: Inter-group transaction	6,008,593,632	6,370,150,451
	<b>9,924,515,142</b>	<b>9,267,837,851</b>
<b>10.1 Advance corporate income tax</b>		
In Bangladesh:		
Balance at 01 January	5,514,493,945	4,066,825,904
<u>Add:</u> Paid during the period	750,000,000	1,325,524,111
<u>Add:</u> Tax withheld during the period	287,306,842	122,143,930
	1,037,306,842	1,447,668,041
<u>Less:</u> Settlement/Adjustment during the period	-	-
Balance at 30 September	6,551,800,787	5,514,493,945
Advance tax paid by ABBL, Mumbai Branch	114,851,226	158,654,097
	<b>6,666,652,013</b>	<b>5,673,148,042</b>
<b>11. Borrowings from other banks, financial institutions and agents</b>		
In Bangladesh	4,089,991,157	3,262,748,341
Outside Bangladesh	3,473,235,747	386,513,441
	<b>7,563,226,903</b>	<b>3,649,261,782</b>
<b>11(a) Consolidated Borrowings from other banks, financial institutions and agents</b>		
AB Bank Limited	7,563,226,903	3,649,261,782
AB Investment Limited	2,390,763,567	2,565,203,769
AB International Finance Limited	1,595,014,285	1,455,596,448
AB Securities Limited	299,445,296	247,970,830
Cashlink Bangladesh Limited (CBL)	293,241,029	343,241,029
AB Exchange (UK) Ltd.	-	-
	12,141,691,080	8,261,273,858
Less: Intercompany transactions	4,167,420,127	4,144,291,698
	<b>7,974,270,953</b>	<b>4,116,982,161</b>

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

		Amounts in Taka	
		At	At
		30 September 2013	31 December 2012
<b>12. Deposit and other accounts</b>			
Inter-bank deposits		3,617,359,672	2,449,359,073
Other deposits		153,793,449,828	137,576,594,818
		<b>157,410,809,500</b>	<b>140,025,953,891</b>
<b>12(a) Consolidated Deposit and other accounts</b>			
AB Bank Limited		157,410,809,500	140,025,953,891
AB Investment Limited		-	-
AB International Finance Limited		-	-
AB Securities Limited		-	-
Cashlink Bangladesh Limited (CBL)		-	-
AB Exchange (UK) Ltd.		-	-
		157,410,809,500	140,025,953,891
Less: Inter-group transaction		379,186,276	117,910,184
		<b>157,031,623,225</b>	<b>139,908,043,707</b>
<b>12.1 Demand and time deposits</b>			
<b>a) Demand Deposits</b>		<b>21,205,475,086</b>	<b>16,440,888,883</b>
Current accounts and other accounts		15,092,974,623	13,487,687,930
Savings Deposits (9%)		1,480,778,629	1,486,053,943
Bills Payable		4,631,721,834	1,467,147,010
<b>b) Time Deposits</b>		<b>136,205,334,414</b>	<b>123,585,065,008</b>
Savings Deposits (91%)		14,972,317,250	13,374,485,484
Short Notice Deposits		20,034,037,151	21,160,436,286
Fixed Deposits		89,072,584,808	80,452,713,916
Non Resident Foreign Currency Deposits A/C		261,549,677	287,062,440
Other Deposits		11,864,845,528	8,310,366,882
		<b>157,410,809,500</b>	<b>140,025,953,891</b>
<b>13. Other liabilities</b>			
Accumulated provision against loans and advances (Note 13.1)		3,509,613,487	2,318,340,873
Inter-branch adjustment		130,199,955	-
Provision for current tax (Note: 13.2)		9,190,721,634	7,772,599,103
Deferred tax liabilities (Note: 13.3)		114,836,565	112,104,056
Interest suspense account		1,440,383,978	879,992,653
Provision against other assets (Note 13.4)		288,472,077	282,197,228
Provision for outstanding debit entries in NOSTRO accounts		200,000	200,000
Accounts payable - Bangladesh Bank		107,953,734	66,308,878
Accrued expenses		67,634,057	62,205,113
Provision for off balance sheet items		680,000,000	580,000,000
Provision against investments (Note 13.5)		2,015,053,000	1,597,153,000
Others (*)		330,797,780	462,305,337
		<b>17,875,866,269</b>	<b>14,133,406,241</b>
(*) Others includes provision for audit fee, excise duty, income tax and VAT deducted at source, unclaimed dividend, accounts payable for safe keeping, earnest and security money, etc.			
<b>13.1 Accumulated provision against loans and advances</b>			
<u>The movement in specific provision for bad and doubtful debts</u>			
Balance at 01 January		1,015,379,159	1,030,514,450
Fully provided debts written off during the period	(-)		800,135,291
Recovery of amounts previously written off	(+)	-	-
Specific provision made for the year	(+)	848,300,000	711,800,000
Transferred from other assets provisions	(+)		60,000,000
Transfer from general provision	(+)		13,200,000
Recoveries and provision no longer required	(-)	-	-
Net charge to Profit and Loss Statement	(+)		-
		848,300,000	(15,135,291)
Balance at 31 December		1,863,679,159	1,015,379,159
Provision made by ABBL, Mumbai Branch		28,542,915	33,327,401
<b>Total provision on classified loans and advances</b>		<b>1,892,222,074</b>	<b>1,048,706,560</b>

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

		Amounts in Taka	
		At	At
		30 September 2013	31 December 2012
<u>On unclassified loans</u>			
Balance at 01 January		1,265,260,313	1,278,460,313
Recoveries and provision no longer required	(-)	-	-
Transfer to specific provision during the period	(-)	-	13,200,000
General provision made for the period	(+)	348,400,000	-
		348,400,000	(13,200,000)
Balance at 30 September		1,613,660,313	1,265,260,313
Provision made by ABBL, Mumbai Branch		3,731,100	4,374,000
<b>Total provision on un-classified loans and advances</b>		<b>1,617,391,413</b>	<b>1,269,634,313</b>
<b>Total provision on loans and advances</b>		<b>3,509,613,487</b>	<b>2,318,340,873</b>
		<b>3,509,613,487</b>	<b>2,318,340,873</b>
<u>Provision for</u>	<u>Required</u>	<u>Maintained</u>	<u>Excess</u>
Un-classified loans and advances	1,225,031,100	1,617,391,413	392,360,313
Classified loans and advances	1,891,542,915	1,892,222,074	679,159
	<b>3,116,574,015</b>	<b>3,509,613,487</b>	<b>393,039,472</b>

**13.1.1 Details of provision for loans and advances**

	Provision	
	Required	Maintained
<b>General Provision :</b>	<b>1,225,031,100</b>	<b>1,617,391,413</b>
Standard	1,216,031,100	1,608,391,413
Special Mention Account	9,000,000	9,000,000
<b>Specific Provision:</b>	<b>1,891,542,915</b>	<b>1,892,222,074</b>
Substandard	218,842,915	218,842,915
Doubtful	525,000,000	525,000,000
Bad/Loss	1,147,700,000	1,148,379,159
<b>Excess provision maintained at September 30, 2013</b>		<b>393,039,472</b>

**13.2 Provision for current tax**

Balance at 01 January	7,618,313,733	5,981,196,923
Add: Provision made during the period	1,454,933,634	1,637,116,810
Less: Adjustment during the period	-	-
Balance at 30 September 2013	9,073,247,367	7,618,313,733
Provision held by ABBL, Mumbai Branch	117,474,268	154,285,370
	<b>9,190,721,635</b>	<b>7,772,599,103</b>

Corporate income tax assessment of the Bank is completed up to the income year ended 31 December 2008 (assessment year 2009-2010). Corporate income tax assessment for income years 2009, 2010 and 2011 are under process. Tax assessments for income years 1995, 1996 and 1997 were completed but these were referred to the Hon'ble High Court on the application made by the Bank for some disputed points.

**13.3 Deferred tax liabilities**

Balance at 01 January	112,104,056	68,532,913
Add/(less): Provision made during the period	2,473,510	43,456,854
Add/(Less): Adjustment during the period	258,999	114,289
Balance at 30 September 2013	<b>114,836,565</b>	<b>112,104,056</b>

**13.4 Provision against other assets**

<u>Provision for</u>		
Prepaid legal expenses	59,130,000	54,500,000
Protested bills	22,565,610	22,413,201
Balance with BCCI, London	-	-
London Representative Office	1,708,494	1,708,494
Myanmar Representative Office	1,112,430	1,112,430
Others	203,955,543	202,463,103
	<b>288,472,077</b>	<b>282,197,228</b>

Provision against other assets was made as per BRPD Circular # 14 dated 25 June 2001 issued by Bangladesh Bank.

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At 30 September 2013	At 31 December 2012
<b>13.5 Provision against investments</b>		
Balance at 01 January	1,597,153,000	1,220,753,000
Add: Provision made during the period	417,900,000	376,400,000
Less: Adjustment during the period	-	-
	<b>2,015,053,000</b>	<b>1,597,153,000</b>
Provision for Mumbai Branch	-	-
	<b>2,015,053,000</b>	<b>1,597,153,000</b>
<b>13(a) Consolidated Other liabilities</b>		
AB Bank Limited	17,875,866,269	14,133,406,241
AB Investment Limited	925,596,143	891,700,012
AB International Finance Limited	286,818,040	65,932,526
AB Securities Limited	667,540,874	727,117,384
Cashlink Bangladesh Limited (CBL)	11,546,089	18,581,007
AB Exchange (UK) Ltd.	19,577,427	13,260,337
	19,786,944,842	15,849,997,507
Less: Inter-group transaction	635,427,210	559,982,513
	<b>19,151,517,632</b>	<b>15,290,014,994</b>
<b>14. Share Capital</b>	<b>4,976,253,760</b>	<b>4,423,336,680</b>
<b>14.1 Authorised Capital</b>		
600,000,000 ordinary shares of Taka 10 each	<b>6,000,000,000</b>	<b>6,000,000,000</b>
<b>14.2 Issued, Subscribed and Paid-up Capital</b>		
15,000,000 ordinary shares of Taka 10 each issued for cash	150,000,000	150,000,000
482,625,376 ordinary shares of Taka 10 each issued as bonus shares	4,826,253,760	4,273,336,680
	<b>4,976,253,760</b>	<b>4,423,336,680</b>
<b>15. Statutory reserve</b>		
<b>In Bangladesh</b>		
Opening balance	4,824,544,671	4,230,234,501
Add: Addition during the period	-	594,310,170
	4,824,544,671	4,824,544,671
<b>Outside Bangladesh - ABBL, Mumbai Branch</b>		
Opening balance	180,770,130	159,962,774
Add: Transferred from retained earnings	14,757,744	29,756,322
Add. Transferred from Investment fluctuation reserve	10,083,919	
Add./ (Less) Adjustment for Foreign Exchange Rate Fluctuation	(26,569,986)	(8,948,966)
	179,041,808	180,770,130
	<b>5,003,586,479</b>	<b>5,005,314,801</b>
<b>16. Other reserve</b>		
General reserve (Note 16.1)	42,199,200	42,199,200
Assets revaluation reserve (Note 16.2)	1,326,815,807	1,326,815,807
Investment revaluation reserve (Note 16.3)	7,102,084	16,846,523
Foreign exchange revaluation for investment in foreign operation	(18,860,953)	60,392,031
	<b>1,357,256,138</b>	<b>1,446,253,561</b>
<b>16.1 General reserve</b>		
Opening balance	42,199,200	42,199,200
Add : Addition during the period	-	-
	<b>42,199,200</b>	<b>42,199,200</b>
<b>16.2 Assets revaluation reserve</b>		
Opening balance	1,326,815,807	1,335,395,306
Add : Addition during the period	-	-
Less : Adjustment during the period	-	8,579,499
	<b>1,326,815,807</b>	<b>1,326,815,807</b>

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

	Amounts in Taka	
	At	At
	30 September 2013	31 December 2012
<b>16.3 Investment revaluation reserve ( Treasury Bills &amp; Treasury Bonds)</b>		
<b><u>In Bangladesh</u></b>		
Revaluation Reserve for:		
Held to Maturity (HTM)	-	1,235,476
Held for Trading (HFT)	7,102,084	3,789,583
	<u>7,102,084</u>	<u>5,025,059</u>
<b><u>Outside Bangladesh</u></b>		
ABBL, Mumbai branch	-	11,821,464
	<u>7,102,084</u>	<u>16,846,523</u>
<b>16(a) Consolidated Other reserve</b>		
AB Bank Limited	1,357,256,138	1,446,253,561
AB Investment Limited	-	-
AB International Finance Limited	82,582,591	85,862,514
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<u>1,439,838,729</u>	<u>1,532,116,076</u>
<b>17. Retained earnings</b>		
Opening balance	5,158,900,828	5,291,115,537
Add: Post-tax profit for the period	418,608,533	1,438,537,814
Less: Transfer to statutory reserve	14,757,744	624,066,492
Cash dividend	-	184,305,695
Bonus shares issued	552,917,080	737,222,780
	<u>5,009,834,536</u>	<u>5,184,058,384</u>
Add/(Less): Retained earnings adjustment of Mumbai Br.	-	(1,384,954)
Add/(Less): Foreign Exchange Translation loss	(60,770,873)	(23,772,601)
	<u>4,949,063,663</u>	<u>5,158,900,828</u>
<b>17(a) Consolidated Retained earnings</b>		
AB Bank Limited	4,949,063,663	5,158,900,828
AB Investment Limited	490,587,207	656,771,295
AB International Finance Limited	109,820,906	100,646,480
AB Securities Limited	162,088,451	208,980,372
Cashlink Bangladesh Limited (CBL)	(461,023,885)	(489,608,852)
AB Exchange (UK) Ltd.	(32,736,994)	(29,221,119)
	5,217,799,349	5,606,469,004
Less: Inter group transaction/Share discounting	1,618,772	393,069,411
Minority Interest	(45,620,475)	(48,334,938)
	<u>5,265,038,595</u>	<u>5,261,734,530</u>
Add: Foreign currency translation gain/(Loss)	-	-
	<u>5,265,038,595</u>	<u>5,261,734,530</u>
<b>17(b) Minority Interest</b>		
AB Investment Limited	5,911	11,948
AB Securities Limited	580,003	717,999
Cashlink Bangladesh Limited	(18,102,389)	(20,960,885)
	<u>(17,516,475)</u>	<u>(20,230,939)</u>
<b>18. Contingent liabilities</b>	<u>74,977,472,559</u>	<u>59,590,452,646</u>
<b>18.1 Letters of guarantee</b>		
Money for which the Bank is in contingently liable in respect of guarantees issued favoring:		
Directors	-	-
Government	-	-
Banks and other financial institutions	316,900,000	290,900,000
Others	16,354,620,891	12,591,432,805
	<u>16,671,520,891</u>	<u>12,882,332,805</u>
<b>18.(a) Consolidated Contingent liabilities</b>	<u>74,227,472,559</u>	<u>59,590,452,646</u>

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

**Profit and Loss Statement**

**19. Profit and loss account**

Income:

Interest, discount and similar income
Dividend income
Fee, commission and brokerage
Gains less losses arising from investment securities
Gains less losses arising from dealing in foreign currencies
Other operating income
Gains less losses arising from dealing securities
Income from non-banking assets
Profit less losses on interest rate changes

Expenses:

Interest, fee and commission
Administrative expenses
Other operating expenses
Depreciation and amortization on banking assets
Losses on loans and advances

**20. Interest income/profit on investments**

Interest on loans and advances:

Loans and advances
Bills purchased and discounted

Interest on:

Calls and placements
Balance with foreign banks
Reverse Repo
Balance with Bangladesh Bank

Profit/(Loss) due to change in interest rate

**20(a). Consolidated Interest income/profit on investments**

AB Bank Limited
AB International Finance Limited
AB Investment Limited
AB Securities Limited
Cashlink Bangladesh Limited (CBL)
AB Exchange (UK) Ltd.

Less Intercompany Transactions

**21. Interest/profit paid on deposits, borrowings, etc.**

Interest on deposits:

Fixed deposits
Savings deposits
Special notice deposits
Other deposits

Interest on borrowings:

Local banks, financial institutions including Bangladesh Bank
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Amounts in Taka

	Jan'13- Sept'13	Jan' 12- Sept' 12
	14,948,551,783	13,150,207,004
	72,486,025	29,708,633
	1,551,270,893	1,210,436,513
	87,161,555	78,819,319
	620,098,792	640,317,076
	84,847,927	98,554,687
	17,563,960	57,944,053
	-	-
	-	-
	17,381,980,935	15,265,987,285
	10,414,264,230	9,384,979,175
	2,184,142,926	1,954,542,349
	888,594,583	752,935,809
	237,733,552	248,102,081
	-	-
	13,724,735,291	12,340,559,414
	<b>3,657,245,644</b>	<b>2,925,427,871</b>
	-	-
	12,275,926,305	10,614,500,102
	305,927,810	293,276,885
	12,581,854,115	10,907,776,987
	535,197,094	623,858,449
	10,867,239	9,006,437
	-	1,554,267
	543,416	712,164
	546,607,749	635,131,318
	-	-
	<b>13,128,461,863</b>	<b>11,542,908,304</b>
	13,128,461,863	11,542,908,304
	80,951,849	62,552,040
	360,613,821	608,649,191
	71,663,644	132,228,104
	-	20,522,424
	-	-
	<b>13,641,691,178</b>	<b>12,366,860,064</b>
	213,104,931	257,971,534
	<b>13,428,586,247</b>	<b>12,108,888,530</b>
	7,447,151,447	6,646,524,437
	489,177,308	399,688,011
	1,156,202,139	800,957,520
	881,072,357	628,544,560
	9,973,603,250	8,475,714,527
	440,660,980	909,264,647
	<b>10,414,264,230</b>	<b>9,384,979,175</b>



**AB Bank Limited**

**Notes to financial statements for the period ended 30 September 2013**

Amounts in Taka

	Jan'13- Sept'13	Jan' 12- Sept' 12
<b>21(a). Consolidated Interest/profit paid on deposits, borrowings, etc.</b>		
AB Bank Limited	10,414,264,230	9,384,979,175
AB Investment Limited	230,321,638	241,127,077
AB International Finance Limited	12,073,573	8,344,977
AB Securities Limited	55,089,998	57,775,800
Cashlink Bangladesh Limited (CBL)	-	17,585,497
AB Exchange (UK) Ltd.	-	-
	<b>10,711,749,440</b>	<b>9,709,812,525</b>
Less Intercompany Transactions	215,294,655	257,971,534
	<b>10,496,454,785</b>	<b>9,451,840,991</b>
<b>22. Investment income</b>		
Capital gain on sale of shares	87,161,555	78,819,319
Interest on treasury bills	398,248,118	120,527,084
Dividend on shares	72,486,025	29,708,633
Interest on debentures	2,887,500	2,887,500
Interest on treasury bonds	1,400,416,287	1,468,669,371
Gain/(Loss) on treasury bills and treasury bonds	17,563,960	57,944,053
Interest on other bonds & others	18,538,014	15,214,745
	<b>1,997,301,460</b>	<b>1,773,770,704</b>
<b>22(a). Consolidated Investment income</b>		
AB Bank Limited	1,997,301,460	1,773,770,704
AB Investment Limited	3,812,620	6,221,038
AB International Finance Limited	-	-
AB Securities Limited	3,354,156	(1,094,403)
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	2,004,468,236	1,778,897,340
Less Intercompany Transactions (*)		
	<b>2,004,468,236</b>	<b>1,778,897,340</b>
(*) Inter-company transactions includes dividend income from AB Investment Limited, AB Securities Limited and AB International Finance Limited.		
<b>23. Commission, exchange and brokerage</b>		
Other fees, commission and service charges	771,016,335	615,385,485
Commission on letters of credit	580,565,424	476,575,439
Commission on letters of guarantee	199,689,133	118,475,589
Exchange gains less losses arising from dealings in foreign currencies	620,098,792	640,317,076
	<b>2,171,369,685</b>	<b>1,850,753,589</b>
<b>23(a). Consolidated Commission, exchange and brokerage</b>		
AB Bank Limited	2,171,369,685	1,850,753,589
AB Investment Limited	27,448,793	100,037,546
AB International Finance Limited	33,849,890	19,865,630
AB Securities Limited	32,534,301	43,038,112
Cashlink Bangladesh Limited (CBL)	74,284,900	11,776,414
AB Exchange (UK) Ltd.	4,612,521	2,232,089
	<b>2,344,100,090</b>	<b>2,027,703,380</b>
Less Intercompany Transactions	72,163,672	-
	<b>2,271,936,418</b>	<b>2,027,703,380</b>

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

Amounts in Taka

	Jan'13- Sept'13	Jan' 12- Sept' 12
<b>24. Other income</b>		
Locker rent, insurance claim and others	3,348,374	4,569,574
Recoveries on loans previously written off	3,409,397	20,207,029
Recoveries on telex, telephone, fax, etc.	59,881,463	46,405,314
Recoveries on courier, postage, stamp, etc.	17,696,157	15,306,958
Gain on sale of Bank property	-	-
Non-operating income (*)	512,536	12,065,811
	<b>84,847,927</b>	<b>98,554,687</b>

(\*) Non-operating income includes sale of vehicles, old tyres, tubes, newspapers, furniture, fixtures, etc.

**24(a). Consolidated other income**

AB Bank Limited	84,847,927	98,554,687
AB Investment Limited	6,193,362	5,590,745
AB International Finance Limited	36,858,966	38,782,826
AB Securities Limited	2,163,583	1,583,402
Cashlink Bangladesh Limited (CBL)	810,858	20,851,708
AB Exchange (UK) Ltd.	-	-
	<b>130,874,696</b>	<b>165,363,369</b>
Less: Inter company transactions	6,110,664	3,563,328
	<b>124,764,032</b>	<b>161,800,041</b>

**25. Salary and allowances**

Basic salary, provident fund contribution and all other allowances	1,410,922,307	1,250,349,911
Festival and incentive bonus	132,555,394	115,011,925
	<b>1,543,477,701</b>	<b>1,365,361,836</b>

**25(a). Consolidated salary and allowances**

AB Bank Limited	1,543,477,701	1,365,361,836
AB Investment Limited	10,388,828	11,988,103
AB International Finance Limited	17,142,997	16,664,274
AB Securities Limited	16,592,335	16,477,540
Cashlink Bangladesh Limited (CBL)	98,930	11,268,823
AB Exchange (UK) Ltd.	3,260,101	5,259,441
	<b>1,590,960,892</b>	<b>1,427,020,017</b>

**26. Rent, taxes, insurance, electricity, etc.**

Rent, rates and taxes	202,621,758	183,603,239
Electricity, gas, water, etc.	58,101,941	49,689,282
Insurance	82,047,161	62,576,513
	<b>342,770,860</b>	<b>295,869,034</b>

**26(a). Consolidated Rent, taxes, insurance, electricity, etc.**

AB Bank Limited	342,770,860	295,869,034
AB Investment Limited	1,187,774	1,800,252
AB International Finance Limited	4,356,891	4,571,279
AB Securities Limited	5,679,049	5,494,799
Cashlink Bangladesh Limited (CBL)	1,530,844	4,089,803
AB Exchange (UK) Ltd.	1,686,476	3,589,632
	<b>357,211,894</b>	<b>315,414,799</b>
Less: Inter company transactions	3,920,940	3,557,106
	<b>353,290,954</b>	<b>311,857,693</b>

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

		Amounts in Taka	
		Jan'13- Sept'13	Jan' 12- Sept' 12
<b>27. Legal expenses</b>			
	Legal expenses	<b>10,103,554</b>	<b>4,329,748</b>
<b>27(a). Consolidated Legal expenses</b>			
	AB Bank Limited	10,103,554	4,329,748
	AB Investment Limited	40,200	-
	AB International Finance Limited	-	-
	AB Securities Limited	5,000	-
	Cashlink Bangladesh Limited (CBL)	120,750	460,625
	AB Exchange (UK) Ltd.	43,396	6,502
		<b>10,312,900</b>	<b>4,796,876</b>
<b>28. Postage, stamp, telecommunication, etc.</b>			
	Telex, fax, internet, wireless link, SWIFT, etc.	71,740,472	76,244,296
	Telephone	9,210,079	9,324,737
	Postage, stamp and shipping	22,480,138	19,621,784
		<b>103,430,690</b>	<b>105,190,817</b>
<b>28(a). Consolidated Postage, stamp, telecommunication, etc.</b>			
	AB Bank Limited	103,430,690	105,190,817
	AB Investment Limited	640,471	697,262
	AB International Finance Limited	4,923,551	4,012,770
	AB Securities Limited	1,119,771	1,156,832
	Cashlink Bangladesh Limited (CBL)	290,934	560,232
	AB Exchange (UK) Ltd.	244,258	241,789
		<b>110,649,675</b>	<b>111,859,702</b>
	Less: Inter company transactions	8,920,557	-
		<b>101,729,118</b>	<b>111,859,702</b>
<b>29. Stationery, printing, advertisements, etc.</b>			
	Printing and stationery	96,067,160	92,868,542
	Publicity, advertisement, etc.	24,308,944	34,038,069
		<b>120,376,104</b>	<b>126,906,611</b>
<b>29(a). Consolidated Stationery, printing, advertisements, etc.</b>			
	AB Bank Limited	120,376,104	126,906,611
	AB Investment Limited	506,242	377,156
	AB International Finance Limited	140,859	115,410
	AB Securities Limited	376,843	446,698
	Cashlink Bangladesh Limited (CBL)	13,110	84,197
	AB Exchange (UK) Ltd.	24,266	15,380
		<b>121,437,423</b>	<b>127,945,452</b>
<b>30. Directors' fees</b>			
	Directors' fees	1,338,600	1,263,850
	Meeting expenses	528,511	387,915
		<b>1,867,111</b>	<b>1,651,765</b>

Directors' fees includes fees for attending the meeting of the Board, Executive Committee, Audit Committee and Shariah Council. Each director was remunerated @ Tk.5,000 per meeting.

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

		Amounts in Taka	
		Jan'13- Sept'13	Jan' 12- Sept' 12
<b>30(a). Consolidated Directors' fees</b>			
AB Bank Limited	1,867,111	1,651,765	
AB Investment Limited	46,000	69,000	
AB International Finance Limited	-	-	
AB Securities Limited	138,000	161,000	
Cashlink Bangladesh Limited (CBL)	15,000	38,500	
AB Exchange (UK) Ltd.	-	-	
	<b>2,066,111</b>	<b>1,920,265</b>	
<b>31. Auditors' fees</b>			
Statutory (*)	271,865	529,457	
Others	1,179,002	2,487,806	
	<b>1,450,866</b>	<b>3,017,263</b>	
<b>31(a). Consolidated Auditors' fees</b>			
AB Bank Limited	1,450,866	3,017,263	
AB Investment Limited	-	-	
AB International Finance Limited	-	-	
AB Securities Limited	-	-	
Cashlink Bangladesh Limited (CBL)	-	-	
AB Exchange (UK) Ltd.	162,735	492,886	
	<b>1,613,601</b>	<b>3,510,149</b>	
<b>32. Depreciation and repairs of Bank's assets</b>			
<u>Depreciation :</u>			
Electrical appliances	132,062,835	126,610,662	
Furniture and fixtures	10,006,925	9,818,323	
Office appliances	2,012,027	2,579,025	
Building	11,117,723	11,288,041	
Motor vehicles	39,596,252	49,795,079	
	194,795,763	200,091,130	
<u>Repairs:</u>			
Motor vehicles	14,571,881	12,566,052	
Electrical appliances	16,443,325	13,888,999	
Office premises and others	16,545,544	16,514,472	
Furniture and fixtures	1,193,386	772,936	
Office appliances	3,608,278	2,635,331	
	52,362,414	46,377,790	
	<b>247,158,176</b>	<b>246,468,920</b>	
<b>Amortization of Intangible Assets</b>	<b>42,937,789</b>	<b>48,010,952</b>	
	<b>290,095,965</b>	<b>294,479,871</b>	
<b>32(a). Consolidated Depreciation and repairs of Bank's assets</b>			
AB Bank Limited	290,095,965	294,479,871	
AB Investment Limited	12,334,585	12,235,501	
AB International Finance Limited	2,833,930	359,295	
AB Securities Limited	4,530,113	4,593,115	
Cashlink Bangladesh Limited (CBL)	37,765,259	41,315,993	
AB Exchange (UK) Ltd.	2,390,542	2,588,428	
	<b>349,950,394</b>	<b>355,572,202</b>	

**AB Bank Limited**  
**Notes to financial statements for the period ended 30 September 2013**

Amounts in Taka

	Jan'13- Sept'13	Jan' 12- Sept' 12
<b>33. Other expenses</b>		
Contractual service	271,983,945	176,637,657
Amortization of deferred revenue expenses	159,868,030	189,014,570
Petrol, oil and lubricant	53,026,668	48,284,766
Software expenses	91,057,328	32,574,620
Entertainment	50,803,368	50,126,639
Travelling	33,283,056	29,101,296
Subscription, membership and sponsorship	17,273,473	21,380,635
Training, seminar and workshop	8,883,841	4,715,518
Local conveyance	7,540,801	6,111,242
Professional charges	26,230,333	20,689,918
Books, newspapers and periodicals	1,594,426	894,841
Branch opening expenses	46,097	180,724
Bank Charges	17,328,747	5,388,869
Sundry expenses (*)	149,674,470	167,834,515
	<b>888,594,583</b>	<b>752,935,809</b>

(\*) Sundry expenses includes corporate expenses, business promotion, expenses on managers' conferences and annual general meeting, loss on sale of assets, non-operating expenses and other miscellaneous expenses.

**33(a). Consolidated other expenses**

AB Bank Limited	888,594,583	752,935,809
AB Investment Limited	8,497,398	8,618,598
AB International Finance Limited	302,417	2,630,843
AB Securities Limited	14,492,690	8,788,305
Cashlink Bangladesh Limited (CBL)	6,300,484	39,067,690
AB Exchange (UK) Ltd.	963,683	1,172,784
	<b>919,151,254</b>	<b>813,214,029</b>
Less: Inter company transactions	63,243,115	6,222
	<b>855,908,139</b>	<b>813,207,807</b>

**34. Provision against loans and advances**

On un-classified loans	348,400,000	(53,200,000)
On classified loans	848,300,000	715,000,000
	<b>1,196,700,000</b>	<b>661,800,000</b>

**34(a). Consolidated provision against loans and advances**

AB Bank Limited	1,196,700,000	661,800,000
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>1,196,700,000</b>	<b>661,800,000</b>

**35. Provisions for diminution in value of investments**

In quoted shares	<b>417,900,000</b>	<b>305,169,934</b>
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**AB Bank Limited****Notes to financial statements for the period ended 30 September 2013**

Amounts in Taka

	Jan'13- Sept'13	Jan' 12- Sept' 12
<b>35(a). Consolidated provisions for diminution in value of investments</b>		
AB Bank Limited	417,900,000	305,169,934
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>417,900,000</b>	<b>305,169,934</b>

**36. Other provision**

Provision for off balance sheet items	100,000,000	40,000,000
Provision for Other assets	6,236,487	10,000,000
	<b>106,236,487</b>	<b>50,000,000</b>

Provision for prepaid legal expenses and protested bills has been made as per Bangladesh Bank BRPD Circular # 14 dated 25 June 2001.

**36(a). Consolidated other provisions**

AB Bank Limited	106,236,487	50,000,000
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>106,236,487</b>	<b>50,000,000</b>

**37. Earnings per share**

Profit after taxation	418,608,533	708,457,937
Number of ordinary shares outstanding	497,625,377	497,625,377
Earnings per share	<b>0.84</b>	<b>1.42</b>

**37. (a) Consolidated Earnings per share**

Net Profit attributable to the shareholders of parent company	619,052,588	1,041,983,507
Number of ordinary shares outstanding	497,625,377	497,625,377
Earnings per share	<b>1.24</b>	<b>2.09</b>

Earnings per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares at the reporting date in terms of Bangladesh Accounting Standard (BAS)-33. According to BAS-33, EPS for the period ended 30 September 2012 was restated for the issues of bonus share in 2012.