

**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 half year ended 30 June 2015

**AB Bank Limited & its Subsidiaries**  
**Consolidated Balance Sheet**  
**As at 30 June 2015**

<b><u>PROPERTY AND ASSETS</u></b>	<b>Notes</b>	<b>30.06.2015 Taka</b>	<b>31.12.2014 Taka</b>
<b>Cash</b>	3(a)	<b>15,423,307,368</b>	<b>13,950,476,378</b>
In hand (including foreign currencies)	3.1(a)	1,321,595,787	1,140,708,758
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2(a)	14,101,711,582	12,809,767,620
<b>Balance with other banks and financial institutions</b>	4(a)	<b>7,127,786,771</b>	<b>6,555,722,116</b>
In Bangladesh	4.1(a)	3,748,142,442	4,214,889,208
Outside Bangladesh	4.2(a)	3,379,644,328	2,340,832,909
<b>Money at call and on short notice</b>	5(a)	<b>3,076,013,463</b>	<b>2,456,985,298</b>
<b>Investments</b>	6(a)	<b>31,504,512,651</b>	<b>31,717,883,909</b>
Government	6.1(a)	25,193,774,901	25,305,839,814
Others	6.2(a)	6,310,737,750	6,412,044,095
<b>Loans, advances and lease/investments</b>		<b>197,439,461,139</b>	<b>184,737,891,930</b>
Loans, cash credits, overdrafts, etc./Investments	7(a)	195,032,705,011	181,936,611,502
Bills purchased and discounted	8(a)	2,406,756,128	2,801,280,428
<b>Fixed assets including premises, furniture and fixtures</b>	9(a)	<b>4,932,015,464</b>	<b>4,940,112,222</b>
<b>Other assets</b>	10(a)	<b>14,840,485,787</b>	<b>12,455,465,235</b>
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b><u>274,343,582,645</u></b>	<b><u>256,814,537,088</u></b>
<b><u>LIABILITIES AND CAPITAL</u></b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and agents</b>	11(a)	<b>18,770,582,827</b>	<b>11,385,667,525</b>
<b>AB Bank Subordinated Bond</b>	12	<b>2,500,000,000</b>	<b>2,500,000,000</b>
<b>Deposits and other accounts</b>	13(a)	<b>203,595,120,966</b>	<b>198,116,757,714</b>
Current account and other accounts		20,786,150,953	17,645,003,388
Bills payable		1,716,636,552	1,195,054,117
Savings bank deposits		20,223,610,410	19,427,515,775
Fixed deposits		118,710,464,691	117,532,923,933
Other deposits		42,158,258,360	42,316,260,501
<b>Other liabilities</b>	14(a)	<b>28,783,072,812</b>	<b>26,062,452,062</b>
<b>Total Liabilities</b>		<b><u>253,648,776,604</u></b>	<b><u>238,064,877,301</u></b>
<b>Capital/Shareholders' Equity</b>			
<b>Equity attributable to equity holders of the parent company</b>		<b>20,700,455,718</b>	<b>18,759,103,871</b>
Paid-up capital	15	5,990,165,460	5,324,591,520
Statutory reserve	16	5,970,882,845	5,582,440,229
Other reserve	17(a)	2,917,638,951	1,817,451,907
Retained earnings	18(a)	5,821,768,461	6,034,620,214
Minority interest	18(b)	(5,649,676)	(9,444,084)
<b>Total Equity</b>		<b><u>20,694,806,042</u></b>	<b><u>18,749,659,787</u></b>
<b>Total Liabilities and Shareholders' Equity</b>		<b><u>274,343,582,645</u></b>	<b><u>256,814,537,088</u></b>

	<b>Notes</b>	<b>30.06.2015 Taka</b>	<b>31.12.2014 Taka</b>
<b>Off-Balance Sheet Items</b>			
<b>Contingent liabilities</b>			
	19	<b>71,805,538,104</b>	<b>77,068,505,153</b>
Acceptances and endorsements		28,423,482,095	27,020,988,453
Letters of guarantee		14,390,830,117	13,845,332,265
Irrevocable letters of credit		18,781,804,935	21,987,317,194
Bills for collection		7,716,297,475	7,738,447,692
Other contingent liabilities		2,493,123,482	6,476,419,550
<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>71,805,538,104</b>	<b>77,068,505,153</b>

-Sd-	-Sd-	-Sd-	-Sd-	-Sd-
<b>Mahadev Sarker FCA</b> Chief Financial Officer	<b>Md. Shahjahan</b> Head of ICCD	<b>Shamim Ahmed Chaudhury</b> President & Managing Director	<b>Shishir Ranjan Bose FCA</b> Director	<b>M. Wahidul Haque</b> Chairman

Dhaka,  
July 28, 2015

**AB Bank Limited and its Subsidiaries**  
**Consolidated Profit and Loss Account**  
**For the period ended 30 June 2015**

	Notes	Jan'15- June'15 Taka	Jan'14- June'14 Taka	April'15-June'15 Taka	April'14-June'14 Taka
<b>OPERATING INCOME</b>					
Interest income/profit on investments	21(a)	10,626,291,521	10,545,976,740	5,277,525,033	5,436,935,161
Interest/profit paid on deposits and borrowings, etc.	22(a)	(8,200,645,976)	(7,768,478,438)	(4,130,237,955)	(3,877,351,001)
<b>Net interest income</b>		<b>2,425,645,545</b>	<b>2,777,498,302</b>	<b>1,147,287,078</b>	<b>1,559,584,161</b>
Investment income	23(a)	1,458,570,850	1,303,751,762	716,331,666	609,622,522
Commission, exchange and brokerage	24(a)	1,585,314,270	1,769,704,516	818,766,648	834,712,668
Other operating income	25(a)	77,087,478	84,945,418	35,169,044	43,179,996
		<b>3,120,972,598</b>	<b>3,158,401,695</b>	<b>1,570,267,359</b>	<b>1,487,515,185</b>
<b>Total operating income (a)</b>		<b>5,546,618,143</b>	<b>5,935,899,997</b>	<b>2,717,554,437</b>	<b>3,047,099,346</b>
<b>OPERATING EXPENSES</b>					
Salary and allowances	26(a)	1,275,427,065	1,097,941,021	723,528,745	562,797,216
Rent, taxes, insurance, electricity, etc.	27(a)	284,080,648	299,093,600	147,969,745	177,846,968
Legal expenses	28(a)	6,873,002	7,540,352	4,018,281	5,917,389
Postage, stamps, telecommunication, etc.	29(a)	70,554,194	72,407,572	34,551,004	38,037,190
Stationery, printing, advertisement, etc.	30(a)	83,253,489	86,968,610	47,519,032	50,138,628
Chief executive's salary and fees		6,000,000	5,243,560	3,000,000	4,000,000
Directors' fees	31(a)	3,180,834	5,877,708	878,599	4,237,438
Auditors' fees	32(a)	2,960,150	770,495	536,524	267,898
Depreciation and repairs of Bank's assets	33(a)	288,059,820	270,297,064	146,353,016	134,378,014
Other expenses	34(a)	662,987,300	574,575,219	342,692,422	310,690,396
<b>Total operating expenses (b)</b>		<b>2,683,376,500</b>	<b>2,420,715,203</b>	<b>1,451,047,368</b>	<b>1,288,311,136</b>
<b>Profit before provision (c = (a-b))</b>		<b>2,863,241,643</b>	<b>3,515,184,794</b>	<b>1,266,507,069</b>	<b>1,758,788,210</b>
Provision against loans and advances	35(a)	667,500,000	892,084,665	217,500,000	462,084,600
Provision for diminution in value of investments	36(a)	25,308,469	36,552,118	13,601,414	13,649,253
Other provisions	37(a)	78,000,000	228,340,385	52,000,000	107,497,400
<b>Total provision (d)</b>		<b>770,808,469</b>	<b>1,156,977,168</b>	<b>283,101,414</b>	<b>583,231,253</b>
<b>Profit before tax (c-d)</b>		<b>2,092,433,174</b>	<b>2,358,207,626</b>	<b>983,405,655</b>	<b>1,175,556,957</b>
<b>Provision for taxation</b>		<b>1,246,675,241</b>	<b>1,545,540,056</b>	<b>716,119,489</b>	<b>777,136,263</b>
<b>Net profit after tax</b>		<b>845,757,933</b>	<b>812,667,570</b>	<b>267,286,166</b>	<b>398,420,694</b>
<b>Appropriations</b>					
Statutory reserve		388,935,078	23,313,573	388,935,078	23,313,573
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		<b>388,935,078</b>	<b>23,313,573</b>	<b>388,935,078</b>	<b>23,313,573</b>
<b>Retained surplus</b>		<b>456,822,855</b>	<b>789,353,997</b>	<b>(121,648,912)</b>	<b>375,107,121</b>
<b>Minority interest</b>		<b>3,804,708</b>	<b>3,113,467</b>	<b>1,934,649</b>	<b>3,338,560</b>
<b>Net Profit attributable to the shareholders of parent company</b>		<b>453,018,146</b>	<b>786,240,530</b>	<b>(123,583,561)</b>	<b>371,768,561</b>
<b>Consolidated Earnings Per Share (EPS)</b>	38(a)	<b>1.41</b>	<b>1.35</b>	<b>0.44</b>	<b>0.66</b>

-Sd-  
**Mahadev Sarker FCA**  
**Chief Financial Officer**

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**Md. Shahjahan**  
**Head of ICCD**

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**Shamim Ahmed Chaudhury**  
**President & Managing Director**

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**Shishir Ranjan Bose FCA**  
**Director**

-Sd-  
**M. Wahidul Haque**  
**Chairman**

Dhaka,  
July 28, 2015

**AB Bank Limited and its Subsidiaries**  
**Consolidated Cash Flow Statement**  
**For the period ended 30 June 2015**

	<b>Jan'15- June'15 Taka</b>	<b>Jan'14- June'14 Taka</b>
<b>Cash Flows from Operating Activities</b>		
Interest receipts	11,284,848,888	11,219,360,527
Interest payments	(8,095,177,833)	(7,399,176,238)
Dividend receipts	12,499,740	40,417,683
Fee and commission receipts	1,055,370,271	1,197,492,094
Recoveries on loans previously written off	148,000	3,416,149
Payments to employees	(1,281,427,065)	(1,103,184,581)
Payments to suppliers	(83,253,489)	(86,968,610)
Income taxes paid	(1,738,112,136)	(1,629,150,637)
Receipts from other operating activities	2,052,954,587	1,917,075,769
Payments for other operating activities	(1,132,898,562)	(1,050,667,363)
<b>Operating profit before changes in operating assets &amp; liabilities</b>	<b>2,074,952,400</b>	<b>3,108,614,792</b>
<b>Increase/decrease in operating assets and liabilities</b>		
Loans and advances to customers	(13,360,126,577)	(19,374,778,852)
Other assets	(746,533,712)	(324,850,953)
Deposits from other banks	(6,780,166,365)	1,064,715,514
Deposits from customers	12,153,061,474	17,705,468,462
Trading liabilities (short-term borrowings)	7,386,261,403	2,375,318,549
Other liabilities	1,755,519,374	686,028,300
	<b>408,015,599</b>	<b>2,131,901,022</b>
<b>Net cash flow from operating activities (a)</b>	<b>2,482,967,999</b>	<b>5,240,515,815</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of government securities	150,932,867	526,510,138
(Purchase)/Sale of trading securities, shares, bonds, etc.	101,306,345	385,754,394
Purchase of property, plant and equipment	(69,222,837)	(111,999,907)
<b>Net cash used in investing activities (b)</b>	<b>183,016,375</b>	<b>800,264,625</b>
<b>Cash Flows from Financing Activities</b>		
Decrease in long-term borrowings	(1,346,102)	(73,500,514)
Dividend paid	(338,560)	(231,037,024)
<b>Net cash used in from financing activities (c)</b>	<b>(1,684,661)</b>	<b>(304,537,538)</b>
Net increase in cash (a+b+c)	2,664,299,712	5,736,242,901
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	22,966,416,693	18,341,599,343
<b>Cash and cash equivalents at end of the period (*)</b>	<b>25,630,716,405</b>	<b>24,077,842,246</b>
(*) Cash and cash equivalents:		
Cash	1,321,595,787	1,293,247,661
Prize bonds	3,608,800	3,571,900
Money at call and on short notice	3,076,013,463	4,986,740,592
Balance with Bangladesh Bank and its agent bank(s)	14,101,711,582	11,931,121,352
Balance with other banks and financial institutions	7,127,786,771	5,863,160,741
	<b>25,630,716,405</b>	<b>24,077,842,246</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>4.15</b>	<b>8.75</b>

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**Mahadev Sarker FCA**  
**Chief Financial Officer**

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**Head of ICCD**

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**President & Managing Director**

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**Director**

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**M. Wahidul Haque**  
**Chairman**

Dhaka,  
July 28, 2015

**AB Bank Limited and its Subsidiaries**  
**Consolidated Statement of Changes in Equity**  
**For the period ended 30 June 2015**

(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 2015	5,324,591,520	5,582,440,229	118,175,719	1,323,567,485	1,281,307	374,427,395	(9,444,084)	6,034,620,214	18,749,659,786
Adjustment:									
<b>Bonus for 2014:</b>									
12.50% Stock Dividend	665,573,940	-	-	-	-	-	-	(665,573,940)	-
<b>Restated Opening Balance</b>	<b>5,990,165,460</b>	<b>5,582,440,229</b>	<b>118,175,719</b>	<b>1,323,567,485</b>	<b>1,281,307</b>	<b>374,427,395</b>	<b>(9,444,084)</b>	<b>5,369,046,274</b>	<b>18,749,659,786</b>
Net profit after taxation for the period ended	-	-	-	-	-	-	3,804,708	841,953,225	845,757,933
Addition/(Adjustment) made during the period	-	388,935,078	1,060,000,000	-	1,782,596	38,492,054	(10,300)	(384,967,347)	1,104,232,082
Foreign Exchange Rate Fluctuation	-	(492,462)	(87,607)	-	-	-	-	(4,263,690)	(4,843,759)
<b>Balance at 30 June 2015</b>	<b>5,990,165,460</b>	<b>5,970,882,845</b>	<b>1,178,088,112</b>	<b>1,323,567,485</b>	<b>3,063,904</b>	<b>412,919,449</b>	<b>(5,649,676)</b>	<b>5,821,768,461</b>	<b>20,694,806,042</b>
<b>Balance at 30 June 2014</b>	<b>5,324,591,520</b>	<b>5,593,569,010</b>	<b>117,932,937</b>	<b>1,323,567,485</b>	<b>6,908,204</b>	<b>237,283,692</b>	<b>(12,526,959)</b>	<b>5,396,926,836</b>	<b>17,988,252,726</b>

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**Mahadev Sarker FCA**  
**Chief Financial Officer**

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**Head of ICCD**

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**President & Managing Director**

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**Director**

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**M. Wahidul Haque**  
**Chairman**

Dhaka,  
July 28, 2015

**AB Bank Limited**  
**Balance Sheet**  
**As at 30 June 2015**

<b><u>PROPERTY AND ASSETS</u></b>	<b>Notes</b>	<b>30.06.2015 Taka</b>	<b>31.12.2014 Taka</b>
<b>Cash</b>	3	<b>15,418,796,410</b>	<b>13,947,708,945</b>
In hand (including foreign currencies)	3.1	1,317,084,828	1,137,941,325
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	14,101,711,582	12,809,767,620
<b>Balance with other banks and financial institutions</b>	4	<b>7,030,733,644</b>	<b>6,488,688,322</b>
In Bangladesh		3,653,911,343	4,171,808,425
Outside Bangladesh		3,376,822,301	2,316,879,897
<b>Money at call and on short notice</b>	5	<b>4,083,680,358</b>	<b>3,862,958,626</b>
<b>Investments</b>	6	<b>30,593,707,197</b>	<b>30,778,575,066</b>
Government	6.1	25,193,774,901	25,305,839,814
Others	6.2	5,399,932,296	5,472,735,252
<b>Loans, advances and lease/investments</b>	7	<b>190,393,522,705</b>	<b>177,570,797,390</b>
Loans, cash credits, overdrafts, etc./Investments	7.1	189,411,698,968	176,387,446,062
Bills purchased and discounted	8	981,823,737	1,183,351,328
<b>Fixed assets including premises, furniture and fixtures</b>	9	<b>4,301,309,289</b>	<b>4,404,994,528</b>
<b>Other assets</b>	10	<b>19,955,362,223</b>	<b>17,614,433,173</b>
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b><u>271,777,111,825</u></b>	<b><u>254,668,156,050</u></b>
<b><u>LIABILITIES AND CAPITAL</u></b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and agents</b>	11	<b>18,362,221,386</b>	<b>10,976,810,430</b>
<b>AB Bank Subordinated Bond</b>	12	<b>2,500,000,000</b>	<b>2,500,000,000</b>
<b>Deposits and other accounts</b>	13	<b>203,678,611,610</b>	<b>198,189,197,221</b>
Current accounts and other accounts		20,787,369,203	17,639,785,113
Bills payable		1,716,636,552	1,195,054,117
Savings bank deposits		20,223,610,410	19,427,515,775
Fixed deposits		118,710,464,691	117,532,923,933
Other deposits		42,240,530,755	42,393,918,283
<b>Other liabilities</b>	14	<b>27,267,107,313</b>	<b>24,845,034,825</b>
<b>Total Liabilities</b>		<b><u>251,807,940,310</u></b>	<b><u>236,511,042,476</u></b>
<b>Capital/Shareholders' Equity</b>			
<b>Total Shareholders' Equity</b>		<b>19,969,171,515</b>	<b>18,157,113,573</b>
Paid-up capital	15	5,990,165,460	5,324,591,520
Statutory reserve	16	5,970,882,845	5,582,440,229
Other reserve	17	2,736,751,209	1,638,259,155
Retained earnings	18	5,271,372,001	5,611,822,670
<b>Total Liabilities and Shareholders' Equity</b>		<b><u>271,777,111,825</u></b>	<b><u>254,668,156,050</u></b>

	<b>Notes</b>	<b>30.06.2015 Taka</b>	<b>31.12.2014 Taka</b>
<b>Off-Balance Sheet Items</b>			
<b>Contingent liabilities</b>			
	19	<b>71,805,538,104</b>	<b>77,068,505,153</b>
Acceptances and endorsements		28,423,482,095	27,020,988,453
Letters of guarantee	19.1	14,390,830,117	13,845,332,265
Irrevocable letters of credit		18,781,804,935	21,987,317,194
Bills for collection		7,716,297,475	7,738,447,692
Other contingent liabilities		2,493,123,482	6,476,419,550
<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><u>71,805,538,104</u></b>	<b><u>77,068,505,153</u></b>

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<b>Mahadev Sarker FCA</b>	<b>Md. Shahjahan</b>	<b>Shamim Ahmed Chaudhury</b>	<b>Shishir Ranjan Bose FCA</b>	<b>M. Wahidul Haque</b>
<b>Chief Financial Officer</b>	<b>Head of ICCD</b>	<b>President &amp; Managing Director</b>	<b>Director</b>	<b>Chairman</b>

Dhaka,  
July 28, 2015



**AB Bank Limited**  
**Profit and Loss Account**  
For the period ended 30 June 2015

Notes	Jan'15- June'15 Taka	Jan'14- June'14 Taka	April'15-June'15 Taka	April'14-June'14 Taka
<b>OPERATING INCOME</b>				
Interest income/profit on investments	21 10,457,086,666	10,297,369,969	5,198,193,744	5,299,414,347
Interest paid/profit on deposits and borrowings, etc.	22 (8,166,008,802)	(7,704,832,510)	(4,113,886,317)	(3,839,052,218)
<b>Net interest income</b>	<b>2,291,077,864</b>	<b>2,592,537,459</b>	<b>1,084,307,427</b>	<b>1,460,362,130</b>
Investment income	23 1,450,731,343	1,291,308,109	710,186,138	610,394,524
Commission, exchange and brokerage	24 1,473,333,621	1,642,993,901	754,055,062	749,304,460
Other operating income	25 58,680,995	62,659,405	28,129,438	34,654,059
	<b>2,982,745,959</b>	<b>2,996,961,416</b>	<b>1,492,370,639</b>	<b>1,394,353,043</b>
<b>Total operating income (a)</b>	<b>5,273,823,822</b>	<b>5,589,498,875</b>	<b>2,576,678,066</b>	<b>2,854,715,172</b>
<b>OPERATING EXPENSES</b>				
Salary and allowances	26 1,243,321,246	1,058,604,492	707,328,960	538,708,650
Rent, taxes, insurance, electricity, etc.	27 277,376,368	292,026,311	144,464,725	174,540,885
Legal expenses	28 6,772,599	7,366,797	3,923,772	5,837,583
Postage, stamps, telecommunication, etc.	29 66,667,297	68,496,114	32,393,088	31,790,724
Stationery, printing, advertisement, etc.	30 82,825,578	86,041,388	47,289,377	49,776,019
Chief executive's salary and fees	6,000,000	5,243,560	3,000,000	4,000,000
Directors' fees	31 2,926,834	5,547,708	729,099	4,017,938
Auditors' fees	32 2,852,894	653,450	482,309	208,999
Depreciation and repairs of Bank's assets	33 274,241,270	248,220,148	139,123,000	126,166,045
Other expenses	34 654,871,510	559,391,303	338,145,357	296,197,203
<b>Total operating expenses (b)</b>	<b>2,617,855,595</b>	<b>2,331,591,270</b>	<b>1,416,879,688</b>	<b>1,231,244,046</b>
<b>Profit before provision (c = (a-b))</b>	<b>2,655,968,228</b>	<b>3,257,907,605</b>	<b>1,159,798,378</b>	<b>1,623,471,127</b>
Provision against loans and advances	35 667,500,000	892,084,665	217,500,000	462,084,600
Provision for diminution in value of investments	36 -	-	-	-
Other provisions	37 78,000,000	228,340,385	52,000,000	107,497,400
<b>Total provision (d)</b>	<b>745,500,000</b>	<b>1,120,425,050</b>	<b>269,500,000</b>	<b>569,582,000</b>
<b>Profit before taxation (c-d)</b>	<b>1,910,468,228</b>	<b>2,137,482,555</b>	<b>890,298,378</b>	<b>1,053,889,127</b>
Provision for taxation	1,190,342,047	1,467,300,571	686,542,047	740,000,001
<b>Net profit after taxation</b>	<b>720,126,180</b>	<b>670,181,984</b>	<b>203,756,331</b>	<b>313,889,126</b>
<b>Appropriations</b>				
Statutory reserve	388,935,078	23,313,573	388,935,078	23,313,573
General reserve	-	-	-	-
Dividends, etc.	-	-	-	-
	<b>388,935,078</b>	<b>23,313,573</b>	<b>388,935,078</b>	<b>23,313,573</b>
<b>Retained surplus</b>	<b>331,191,102</b>	<b>646,868,411</b>	<b>(185,178,747)</b>	<b>290,575,553</b>
<b>Earnings Per Share (EPS)</b>	<b>1.20</b>	<b>1.12</b>	<b>0.34</b>	<b>0.52</b>

-Sd-  
**Mahadev Sarker FCA**  
Chief Financial Officer

-Sd-  
**Md. Shahjahan**  
Head of ICCD

-Sd-  
**Shamim Ahmed Chaudhury**  
President & Managing Director

-Sd-  
**Shishir Ranjan Bose FCA**  
Director

-Sd-  
**M. Wahidul Haque**  
Chairman

Dhaka,  
July 28, 2015

**AB Bank Limited**  
**Cash Flow Statement**  
**For the period ended 30 June 2015**

Notes	Jan'15- June'15 Taka	Jan'14- June'14 Taka
<b>Cash flows from Operating Activities</b>		
Interest receipts	11,115,644,034	10,970,753,756
Interest payments	(8,060,540,660)	(7,335,530,309)
Dividend receipts	6,365,629	34,542,745
Fees and commission receipts	944,503,677	1,065,531,160
Recoveries on loans previously written off	148,000	3,416,149
Payments to employees	(1,249,321,246)	(1,063,848,052)
Payments to suppliers	(82,825,578)	(86,041,388)
Income taxes paid	(1,636,863,112)	(1,595,035,673)
Receipts from other operating activities	2,031,728,653	1,893,471,361
Payments for other operating activities	(1,112,795,868)	(1,032,442,639)
	<b>1,956,043,528</b>	<b>2,854,817,111</b>
<b>Operating profit before changes in operating assets &amp; liabilities</b>		
<b>Increase/decrease in operating assets and liabilities</b>		
Loans and advances to customers	(13,481,282,682)	(19,409,001,788)
Other assets	(777,290,791)	(28,446,612)
Deposits from other banks	(6,780,166,365)	1,064,715,514
Deposits from customers	12,164,112,612	17,491,377,608
Trading liabilities (short-term borrowings)	7,386,757,058	2,364,704,160
Other liabilities	1,613,228,734	679,669,679
	<b>125,358,565</b>	<b>2,163,018,561</b>
	<b>2,081,402,094</b>	<b>5,017,835,672</b>
<b>Net cash flow from operating activities (a)</b>		
<b>Cash Flows from Investing Activities</b>		
Purchase of government securities	150,932,867	526,510,138
(Purchase)/Sale of trading securities, shares, bonds, etc.	72,802,957	404,096,650
Purchase of property, plant and equipment	(69,222,837)	(111,743,394)
	<b>154,512,987</b>	<b>818,863,393</b>
<b>Net cash flow from investing activities (b)</b>		
<b>Cash Flows from Financing Activities</b>		
Decrease in long-term borrowings	(1,346,102)	(73,500,514)
Dividend paid	(338,560)	(231,037,024)
	<b>(1,684,661)</b>	<b>(304,537,538)</b>
	<b>2,234,230,419</b>	<b>5,532,161,527</b>
<b>Net cash flow from financing activities (c)</b>		
<b>Net Increase in cash (a+b+c)</b>		
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	24,302,588,793	19,593,765,610
<b>Cash and cash equivalents at end of the period (*)</b>	<b>26,536,819,212</b>	<b>25,125,927,137</b>
(*) Cash and cash equivalents:		
Cash	1,317,084,828	1,289,595,797
Prize bonds	3,608,800	3,571,900
Money at call and on short notice	4,083,680,358	6,118,197,842
Balance with Bangladesh Bank and its agent bank(s)	14,101,711,582	11,931,121,352
Balance with other banks and financial institutions	7,030,733,644	5,783,440,246
	<b>26,536,819,212</b>	<b>25,125,927,137</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>3.47</b>	<b>8.38</b>

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**Md. Shahjahan**  
**Head of ICCD**

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**President & Managing Director**

-Sd-  
**Shishir Ranjan Bose FCA**  
**Director**

-Sd-  
**M. Wahidul Haque**  
**Chairman**

Dhaka,  
July 28, 2015

**AB Bank Limited**  
**Statement of Changes in Equity**  
**For the period ended 30 June 2015**

(Amounts in Taka)

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Investment revaluation reserve	Retained earnings	Total
Balance at 01 January 2015	5,324,591,520	5,582,440,229	42,199,200	1,323,567,486	272,492,469	5,611,822,670	18,157,113,573
Adjustment:							
<b>Bonus for 2014:</b>							
12.50% Stock Dividend	665,573,940					(665,573,940)	-
<b>Restated Opening Balance</b>	<b>5,990,165,460</b>	<b>5,582,440,229</b>	<b>42,199,200</b>	<b>1,323,567,486</b>	<b>272,492,469</b>	<b>4,946,248,730</b>	<b>18,157,113,573</b>
Net profit after taxation for the period ended	-	-	-	-	-	720,126,180	720,126,180
Addition/(Adjustment) made during the period	-	388,935,078	1,060,000,000	-	38,492,054	(391,983,094)	1,095,444,039
Foreign Exchange Rate Fluctuation	-	(492,462)	-	-	-	(3,019,816)	(3,512,278)
<b>Balance at 30 June 2015</b>	<b>5,990,165,460</b>	<b>5,970,882,845</b>	<b>1,102,199,200</b>	<b>1,323,567,486</b>	<b>310,984,523</b>	<b>5,271,372,001</b>	<b>19,969,171,515</b>
<b>Balance at 30 June 2014</b>	<b>5,324,591,520</b>	<b>5,593,569,010</b>	<b>42,199,200</b>	<b>1,323,567,486</b>	<b>135,259,332</b>	<b>5,062,606,978</b>	<b>17,481,793,526</b>

-Sd-

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-Sd-

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**Director**

-Sd-

**M. Wahidul Haque**  
**Chairman**

Dhaka,  
July 28, 2015

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b> <b>Taka</b>	<b>31.12.2014</b> <b>Taka</b>
<b>3. Cash</b>		
Cash in hand (Note: 3.1)	1,317,084,828	1,137,941,325
Balance with Bangladesh Bank and its agent bank(s) (Note: 3.2)	14,101,711,582	12,809,767,620
	<b><u>15,418,796,410</u></b>	<b><u>13,947,708,945</u></b>
<b>3 (a) Consolidated Cash</b>		
AB Bank Limited	15,418,796,410	13,947,708,945
AB Investments Limited	25,000	25,000
AB International Finance Limited	-	-
AB Securities Limited	20,280	6,190
Cashlink Bangladesh Limited (CBL)	8,355	23,096
AB Exchange (UK) Ltd.	4,457,324	2,713,147
	<b><u>15,423,307,368</u></b>	<b><u>13,950,476,378</u></b>
<b>3.1 Cash in hand</b>		
In local currency	1,282,742,267	1,110,821,477
In foreign currency	34,342,561	27,119,848
	<b><u>1,317,084,828</u></b>	<b><u>1,137,941,325</u></b>
<b>3.1(a) Consolidated Cash in hand</b>		
AB Bank Limited	1,317,084,828	1,137,941,325
AB Investments Limited	25,000	25,000
AB International Finance Limited	-	-
AB Securities Limited	20,280	6,190
Cashlink Bangladesh Limited (CBL)	8,355	23,096
AB Exchange (UK) Ltd.	4,457,324	2,713,147
	<b><u>1,321,595,787</u></b>	<b><u>1,140,708,758</u></b>
<b>3.2 Balance with Bangladesh Bank and its agent bank(s)</b>		
Balance with Bangladesh Bank		
In local currency	13,238,072,494	11,858,151,070
In foreign currency	434,028,544	563,838,581
	13,672,101,037	12,421,989,650
Sonali Bank Limited (as an agent bank of Bangladesh Bank) - local currency	429,610,544	387,777,970
	<b><u>14,101,711,582</u></b>	<b><u>12,809,767,620</u></b>
<b>3.2(a) Consolidated Balance with Bangladesh Bank and its agent bank(s)</b>		
AB Bank Limited	14,101,711,582	12,809,767,620
AB Investments Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b><u>14,101,711,582</u></b>	<b><u>12,809,767,620</u></b>
<b>4. Balance with other banks and financial institutions</b>		
In Bangladesh	3,653,911,343	4,171,808,425
Outside Bangladesh	3,376,822,301	2,316,879,897
	<b><u>7,030,733,644</u></b>	<b><u>6,488,688,322</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>4 (a) Consolidated balance with other banks and financial institutions</b>		
In Bangladesh	(Note: 4.1.a) 3,748,142,442	4,214,889,208
Outside Bangladesh (Nostro Accounts)	(Note: 4.2.a) 3,379,644,328	2,340,832,909
	<b><u>7,127,786,771</u></b>	<b><u>6,555,722,116</u></b>
<b>4.1 (a) Consolidated In Bangladesh</b>		
AB Bank Limited	3,653,911,343	4,171,808,425
AB Investment Limited	3,926,017	544,019
AB International Finance Limited	-	-
AB Securities Limited	164,544,944	114,444,709
Cashlink Bangladesh Limited (CBL)	8,666,036	6,384,834
AB Exchange (UK) Ltd.	-	-
	<b><u>3,831,048,339</u></b>	<b><u>4,293,181,988</u></b>
Less: Inter company transaction	82,905,897	78,292,780
	<b><u>3,748,142,442</u></b>	<b><u>4,214,889,208</u></b>
<b>4.2 (a) Consolidated Outside Bangladesh (Nostro Accounts)</b>		
AB Bank Limited	3,376,822,301	2,316,879,897
AB Investment Limited	-	-
AB International Finance Limited	2,043,714	20,114,404
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	1,362,880	4,003,394
	3,380,228,896	2,340,997,695
Less: Inter company transactions	584,568	164,787
	<b><u>3,379,644,328</u></b>	<b><u>2,340,832,909</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>5. Money at call and on short notice</b>		
In Bangladesh	(Note: 5.1) 1,150,000,000	600,000,000
Outside Bangladesh	(Note: 5.2) 2,933,680,358	3,262,958,626
	<b>4,083,680,358</b>	<b>3,862,958,626</b>
<b>5 (a) Consolidated money at call and on short notice</b>		
AB Bank Limited	4,083,680,358	3,862,958,626
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Limited	-	-
	<b>4,083,680,358</b>	<b>3,862,958,626</b>
Less: Inter-group transaction	(1,007,666,895)	(1,405,973,328)
	<b>3,076,013,463</b>	<b>2,456,985,298</b>
<b>6. Investments</b>		
Government securities	(Note: 6.1) 25,193,774,901	25,305,839,814
Other investments	(Note: 6.2) 5,399,932,296	5,472,735,252
	<b>30,593,707,197</b>	<b>30,778,575,066</b>
<b>6 (a) Consolidated investments</b>		
AB Bank Limited	30,593,707,197	30,778,575,066
AB International Finance Limited	-	-
AB Investment Limited	718,381,097	746,884,485
AB Securities Limited	168,307,740	168,307,740
Cashlink Bangladesh Limited (CBL)	24,116,618	24,116,618
AB Exchange (UK) Ltd.	-	-
	<b>31,504,512,651</b>	<b>31,717,883,909</b>
<b>6.1 Government securities</b>		
Treasury bills	2,646,020,665	2,612,978,291
30 days Bangladesh Bank bills	-	-
Treasury bonds	22,295,645,436	22,488,628,622
Debentures - Bangladesh House Building Finance Corporation (Maturity date: 14 March 2015, interest rate: 5.50%)	-	5,000,000
Bangladesh Bank Islami Investment bonds	248,500,000	196,000,000
Prize bonds	3,608,800	3,232,900
	<b>25,193,774,901</b>	<b>25,305,839,814</b>
<b>6.1(a) Consolidated Government securities</b>		
AB Bank Limited	25,193,774,901	25,305,839,814
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>25,193,774,901</b>	<b>25,305,839,814</b>

**AB Bank Limited**  
**Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>6.2 Other investments</b>		
Shares	(Note 6.2.1) 4,842,917,974	4,972,939,056
Bond	(Note 6.2.2) 130,000,000	130,000,000
	<b>4,972,917,974</b>	<b>5,102,939,056</b>
<b>Investments -ABBL, Mumbai Branch</b>		
Treasury bills	392,455,495	335,151,337
Debentures and Bonds	34,558,826	34,644,860
	<b>427,014,322</b>	<b>369,796,197</b>
<b>Total Other investments</b>	<b>5,399,932,296</b>	<b>5,472,735,252</b>
<b>6.2 (a) Consolidated other investments</b>		
AB Bank Limited	5,399,932,296	5,472,735,252
AB Investment Limited	718,381,097	746,884,485
AB International Finance Limited	-	-
AB Securities Limited	168,307,740	168,307,740
Cashlink Bangladesh Limited (CBL)	24,116,618	24,116,618
AB Exchange (UK) Ltd.	-	-
	<b>6,310,737,750</b>	<b>6,412,044,095</b>
<b>6.2.1 Investments in shares</b>		
Quoted (Publicly Traded)	3,944,911,129	4,074,932,211
Unquoted	898,006,845	898,006,845
	<b>4,842,917,974</b>	<b>4,972,939,056</b>
<b>6.2.2 Investment in subordinated bonds</b>		
Prime Bank Limited	90,000,000	90,000,000
Trust Bank Limited	40,000,000	40,000,000
	<b>130,000,000</b>	<b>130,000,000</b>
<b>7. Loans, advances and lease/investments</b>	<b>190,393,522,705</b>	<b>177,570,797,390</b>
<b>7.1 Broad category-wise breakup</b>		
<b>In Bangladesh</b>		
Loans	167,018,230,838	151,973,642,894
Overdrafts	22,233,520,251	24,257,058,709
Cash credits	-	-
	<b>189,251,751,089</b>	<b>176,230,701,603</b>
<b>Outside Bangladesh: ABBL, Mumbai Branch</b>		
Loans	124,372,582	118,290,492
Overdrafts	35,575,297	173,447
Cash credits	-	38,280,520
	159,947,879	156,744,459
	<b>189,411,698,968</b>	<b>176,387,446,062</b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b> <b>Taka</b>	<b>31.12.2014</b> <b>Taka</b>
<b>7.2 Product wise Loans and Advances</b>		
Overdraft	22,441,089,986	24,258,189,159
Cash Credit	-	37,995,893
Time loan	53,504,068,481	54,883,861,279
Term loan	93,998,260,285	76,409,640,764
Bills under LC	286,465,293	597,494,835
Trust Receipt	11,727,486,900	12,033,291,210
Packing credit	323,310,607	469,070,866
Loan against accepted bills	4,765,040,686	5,659,662,347
Consumer Loan	1,337,213,743	1,315,552,111
Staff Loan	1,028,762,987	722,687,599
Bills Purchased & Discounted	981,823,736	1,183,351,328
	<b>190,393,522,705</b>	<b>177,570,797,390</b>
<b>7.3 Net loans, advances and lease/investments</b>		
Gross loans and advances	190,393,522,705	177,570,797,390
Less:		
Interest suspense	4,625,510,989	2,889,551,303
Provision for loans and advances	4,661,081,363	4,853,671,957
	9,286,592,352	7,743,223,260
	<b>181,106,930,353</b>	<b>169,827,574,130</b>
<b>7.4 Classification of loans, advances and lease/investments In Bangladesh</b>		
<u>Unclassified</u>		
Standard	182,308,407,810	169,504,238,421
Special Mention Account	877,017,057	418,500,342
	183,185,424,867	169,922,738,763
<u>Classified</u>		
Sub-Standard	259,600,000	691,700,000
Doubtful	301,000,000	331,100,000
Bad/Loss	5,928,594,649	5,731,787,357
	6,489,194,649	6,754,587,357
	<b>189,674,619,516</b>	<b>176,677,326,120</b>
<b>Outside Bangladesh-Mumbai Branch</b>		
Unclassified Loan	613,816,245	792,109,246
Classified Loan	105,086,943	101,362,024
	<b>718,903,189</b>	<b>893,471,270</b>
	<b>190,393,522,705</b>	<b>177,570,797,390</b>
<b>7(a) Consolidated Loans, advances and lease/investments</b>		
AB Bank Limited	189,411,698,968	176,387,446,062
AB Investment Limited	6,908,051,679	7,107,095,221
AB International Finance Limited	-	-
AB Securities Limited	1,011,280,140	1,046,831,154
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>197,331,030,787</b>	<b>184,541,372,437</b>
Less: Inter company transaction	2,298,325,775	2,604,760,935
	<b>195,032,705,011</b>	<b>181,936,611,502</b>
<b>8 Bills purchased and discounted</b>		
In Bangladesh	422,868,427	446,624,517
Outside Bangladesh - ABBL, Mumbai Branch	558,955,310	736,726,811
	<b>981,823,737</b>	<b>1,183,351,328</b>



**AB Bank Limited****Notes to the financial statements for the period ended 30 June 201**

<b>8 (a) Consolidated Bills purchased and discounted</b>	<b>30.06.2015</b> <b>Taka</b>	<b>31.12.2014</b> <b>Taka</b>
AB Bank Limited	981,823,737	1,183,351,328
AB Investment Limited	-	-
AB International Finance Limited	1,424,932,391	1,617,929,100
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b><u>2,406,756,128</u></b>	<b><u>2,801,280,428</u></b>
<b>9. Fixed assets including premises, furniture and fixtures</b>		
<b>Cost:</b>		
Land and Building	3,341,682,082	3,341,682,082
Furniture and fixtures	221,964,727	218,512,340
Office appliances	62,502,070	62,061,284
Electrical appliances	1,457,504,688	1,443,497,994
Motor vehicles	581,095,903	567,752,028
Intangible Assets	567,652,980	571,032,453
	6,232,402,451	6,204,538,180
Less: Accumulated depreciation and amortization	1,931,093,162	1,799,543,653
	<b><u>4,301,309,289</u></b>	<b><u>4,404,994,528</u></b>
<b>9(a) Consolidated Fixed assets including premises, furniture and fixtures</b>		
<b>Cost:</b>		
AB Bank Limited	6,232,402,451	6,204,538,180
AB Investments Limited	682,564,941	574,374,720
AB International Finance Limited	7,614,805	7,623,595
AB Securities Limited	28,706,347	29,069,045
Cashlink Bangladesh Limited (CBL)	250,270,879	250,270,879
AB Exchange (UK) Ltd.	15,370,202	15,359,298
	<b><u>7,216,929,625</u></b>	<b><u>7,081,235,717</u></b>
<b>Accumulated depreciation:</b>		
AB Bank Limited	1,931,093,162	1,799,543,653
AB Investments Limited	59,703,882	50,853,564
AB International Finance Limited	7,516,208	7,452,313
AB Securities Limited	23,646,968	21,667,677
Cashlink Bangladesh Limited (CBL)	250,057,345	250,021,004
AB Exchange (UK) Ltd.	12,896,597	11,585,284
	2,284,914,161	2,141,123,495
	<b><u>4,932,015,464</u></b>	<b><u>4,940,112,222</u></b>
<b>10. Other assets</b>		
<b>Income generating-Equity Investment</b>		
<b>In Bangladesh:</b>		
AB Investment Limited (99.99% owned subsidiary company of ABBL)	99,899,000	99,899,000
AB Securities Limited (99.91% owned subsidiary company of ABBL)	199,898,000	199,898,000
Cashlink Bangladesh Limited (CBL) (90% owned subsidiary company of ABBL)	212,581,228	212,581,228
	<b><u>512,378,228</u></b>	<b><u>512,378,228</u></b>
<b>Outside Bangladesh:</b>		
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)	50,423,392	50,423,392
	55,627,337	55,627,337
	<b><u>568,005,565</u></b>	<b><u>568,005,565</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b> <b>Taka</b>	<b>31.12.2014</b> <b>Taka</b>
<b>Non-income generating</b>		
Advance corporate income tax (note: 10.1)	10,921,079,022	9,357,440,764
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
Accounts receivable	864,310,612	730,277,969
Preliminary, formation, organisational, renovation, development, prepaid expenses and others	468,969,737	507,327,670
Exchange for clearing	1,127,788,986	459,660,909
Interest accrued on investment but not collected, commission and brokerage receivable on shares and debentures, and other income receivables	672,916,629	695,096,286
Security deposits	172,577,185	175,578,647
Advance rent and advertisement	207,243,372	171,597,362
Stationery, stamps, printing materials, etc.	28,778,216	29,273,384
Inter-branch adjustment	3,672,899	154,618
	<b>19,387,356,658</b>	<b>17,046,427,609</b>
	<b>19,955,362,223</b>	<b>17,614,433,173</b>

**10 (a) Consolidated Other assets**

AB Bank Limited	19,955,362,223	17,614,433,173
AB Investment Limited	395,834,993	461,991,430
AB International Finance Limited	10,240,288	13,749,068
AB Securities Limited	64,118,315	97,885,973
Cashlink Bangladesh Limited (CBL)	30,137,732	28,405,366
AB Exchange (UK) Ltd.	1,182,440	1,319,511
	<b>20,456,875,990</b>	<b>18,217,784,520</b>
Less: Inter-group transaction	5,616,390,203	5,762,319,285
	<b>14,840,485,787</b>	<b>12,455,465,235</b>

**11. Borrowings from other banks, financial institutions and agents**

In Bangladesh	(Note: 11.1)	12,929,409,644	7,313,322,021
Outside Bangladesh	(Note: 11.2)	5,432,811,742	3,663,488,409
		<b>18,362,221,386</b>	<b>10,976,810,430</b>

**11.1 In Bangladesh:****11.1.1 Bangladesh Bank**

ADB loan	10,888,500	17,107,125
Islamic Investment Bonds	1,504,071,552	500,000,000
Refinance against IPFF	351,527,787	105,176,850
Refinance against Women Ent., Small Enterprise, ETP & Others	131,505,820	126,633,297
	<b>1,997,993,659</b>	<b>748,917,272</b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b> <b>Taka</b>	<b>31.12.2014</b> <b>Taka</b>
<b>11.1.2 Call &amp; Term Borrowing from</b>		
Basic Bank Limited	1,650,000,000	950,000,000
Citibank NA	230,000,000	-
Dutch Bangla Bank Limited	3,860,354,855	1,565,293,240
Sonali Bank Limited	200,000,000	-
IFIC Bank Limited	100,000,000	-
Trust Bank Ltd	1,200,000,000	-
Prime Bank Ltd	600,000,000	-
Habib Bank Ltd	190,000,000	-
Agrani Bank Limited	200,000,000	-
Uttara Bank Ltd	1,000,000,000	-
Janata Bank Limited	750,000,000	-
CITI Bank NA	-	420,000,000
HSBC	-	300,000,000
ICB Islami Bank Limited	50,000,000	470,000,000
Brac Bank Limited	500,000,000	1,000,000,000
United Commercial Bank Limited	-	1,300,000,000
Commercial Bank of Ceylon	389,982,186	390,422,237
Bangladesh Commerce Bank Limited	-	155,957,262
Accrued interest	11,078,944	12,732,010
	<b>10,931,415,985</b>	<b>6,564,404,749</b>
	<b>12,929,409,644</b>	<b>7,313,322,021</b>
<b>11.2 Outside Bangladesh</b>		
Sonali Bank UK	600,323,666	616,893,327
ICICI BK LTD, HK	1,791,948,308	-
International Finance Corporation	2,727,264,698	2,732,718,832
Banca UBAE	313,275,070	313,876,251
	<b>5,432,811,742</b>	<b>3,663,488,409</b>
<b>11 (a) Consolidated Borrowings from other banks, financial institutions and agents</b>		
AB Bank Limited	18,362,221,386	10,976,810,430
AB Investment Limited	2,123,561,385	2,406,573,816
AB International Finance Limited	1,012,138,604	1,407,722,530
AB Securities Limited	299,307,960	299,693,825
Cashlink Bangladesh Limited (CBL)	149,241,029	183,241,029
AB Exchange (UK) Ltd.	-	-
	21,946,470,364	15,274,041,630
Less: Intercompany transactions	3,175,887,537	3,888,374,105
	<b>18,770,582,827</b>	<b>11,385,667,525</b>
<b>12 AB Bank Subordinated Bond</b>		
<b>Subordinated Bond</b>	<b>2,500,000,000</b>	<b>2,500,000,000</b>

The Board of Directors of AB Bank Limited in its 546<sup>th</sup> meeting held on March 12, 2014 approved the 7 years Non-Convertible Subordinated Bond BDT 250 crore for enhancing the Bank capital strength and subsequently approved by the shareholders in an Extra-ordinary General Meeting on April 21, 2014.

Accordingly, Bangladesh Securities and Exchange Commission vide their letter # BSEC/CI/DS – 12/2014/471 dated July 01, 2014 and Bangladesh Bank vide their letter # BRPD (BIC) 661/14B(P)/2014-4724 dated July 21, 2014 gave consent to raise capital of AB Bank Limited through issuance of Non-convertible Subordinated Bond.

**AB Bank Limited**  
**Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>13. Deposit and other accounts</b>		
Inter-bank deposits	3,227,572,502	10,007,738,867
Other deposits	200,451,039,108	188,181,458,354
	<b>203,678,611,611</b>	<b>198,189,197,221</b>
<b>13 (a) Consolidated Deposit and other accounts</b>		
AB Bank Limited	203,678,611,611	198,189,197,221
AB Investment Limited	-	-
AB International Finance Limited	-	6,018,236
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	203,678,611,611	198,195,215,457
Less: Inter-group transaction	83,490,645	78,457,744
	<b>203,595,120,966</b>	<b>198,116,757,714</b>
<b>13.1 Demand and time deposits</b>		
<b>a) Demand Deposits</b>		
Current accounts and other accounts	20,787,369,203	17,639,785,113
Savings Deposits (9%)	1,820,124,937	1,748,476,420
Bills Payable	1,716,636,552	1,195,054,117
	<b>24,324,130,692</b>	<b>20,583,315,650</b>
<b>b) Time Deposits</b>		
Savings Deposits (91%)	18,403,485,473	17,679,039,355
Short Notice Deposits	26,219,748,210	27,253,775,501
Fixed Deposits	118,710,464,691	117,532,923,933
Other Deposits	16,020,782,545	15,140,142,782
	<b>179,354,480,918</b>	<b>177,605,881,571</b>
<b>Total Demand and Time Deposits</b>	<b>203,678,611,610</b>	<b>198,189,197,221</b>
<b>14. Other liabilities</b>		
Accumulated provision against loans and advances (Note 14.1)	4,661,081,363	4,853,671,957
Provision for current tax (Note 14.2)	13,488,918,315	12,339,190,786
Deferred tax liabilities (Note 14.3)	133,513,077	136,219,062
Interest suspense account	4,625,510,989	2,889,551,303
Provision against other assets (Note 14.4)	691,998,969	614,228,969
Provision for outstanding debit entries in NOSTRO accounts	200,000	200,000
Accounts payable - Bangladesh Bank	384,442,963	163,907,636
Accrued expenses	152,456,418	361,528,702
Provision for off balance sheet items (Note 14.5)	810,000,000	1,010,000,000
Provision against investments (Note 14.6)	1,995,053,000	1,995,053,000
Others (*)	323,932,220	481,483,411
	<b>27,267,107,313</b>	<b>24,845,034,825</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.

**AB Bank Limited**

**Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>14.1 Accumulated provision against loans and advances</b>		
<u>The movement in specific provision for bad and doubtful debts</u>		
Balance at 01 January	2,891,323,484	2,244,104,159
Fully provided debts written off during the period (-)	-	1,412,080,675
Recovery of amounts previously written off (+)	-	-
Specific provision made during the period (+)	-	2,059,300,000
Transferred to general provision (+)	(70,000,000)	-
Transfer from general provision (+)	-	-
Recoveries and provision no longer required (-)	-	-
Net charge to Profit and Loss Account (+)	-	-
	<u>(70,000,000)</u>	<u>647,219,325</u>
Balance at 31 March	<b>2,821,323,484</b>	<b>2,891,323,484</b>
Provision made by ABBL, Mumbai Branch	32,727,086	32,808,560
<b>Total provision on classified loans and advances</b>	<b><u>2,854,050,571</u></b>	<b><u>2,924,132,044</u></b>
<u>On unclassified loans</u>		
Balance at 01 January	1,925,867,313	1,703,660,313
Transfer from specific provisions (-)	70,000,000	-
Transfer to general reserve during the period (-)	(860,000,000)	-
General provision made during the period (+)	667,500,000	222,207,000
	<u>(122,500,000)</u>	<u>222,207,000</u>
Balance at the period ended	1,803,367,313	1,925,867,313
Provision made by ABBL, Mumbai Branch	3,663,480	3,672,600
<b>Total provision on un-classified loans and advances</b>	<b>1,807,030,793</b>	<b>1,929,539,913</b>
<b>Total provision on loans and advances</b>	<b><u>4,661,081,363</u></b>	<b><u>4,853,671,957</u></b>

<b>Provision for</b>	<b>Required</b>	<b>30.06.2015</b>	
		<b>Maintained</b>	<b>Excess</b>
Un-classified loans and advances	1,795,663,480	1,807,030,793	11,367,313
Classified loans and advances	2,849,727,086	2,854,050,570	4,323,484
	<b><u>4,645,390,566</u></b>	<b><u>4,661,081,363</u></b>	<b><u>15,690,797</u></b>

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

	<b>30.06.2015</b>	
	<b>Required</b>	<b>Maintained</b>
<b>General Provision</b>	<b>1,795,663,480</b>	<b>1,807,030,793</b>
Standard	1,719,063,480	1,730,430,793
Special Mention Account	76,600,000	76,600,000
<b>Specific Provision</b>	<b>2,849,727,086</b>	<b>2,854,050,571</b>
Substandard	64,227,086	64,227,086
Doubtful	68,800,000	68,800,000
Bad/Loss	2,716,700,000	2,721,023,484
<b>Excess provision maintained at 30 June 2015</b>		<b><u>15,690,797</u></b>

**14.2 Provision for current tax**

Balance at 01 January	12,133,437,043	9,519,523,785
Add: Provision made during the year	1,138,546,120	2,613,913,258
Balance at the year ended	13,271,983,163	12,133,437,043
Provision held by ABBL, Mumbai Branch	216,935,152	205,753,743
	<b><u>13,488,918,316</u></b>	<b><u>12,339,190,786</u></b>

Corporate income tax assessment of the Bank is completed up to the income year ended 31 December 2012 (Assessment Year 2013-14). Corporate income tax return for the year 2013 submitted under section 82BB corresponding to Assessment Year 2014-15. Tax assessment for income years 2010, 2011 and 2012 are under appeal. Tax assessments for income years 1995,1996,1997,2007 and 2009 were completed but these were referred to the Hon'ble High Court on the application made by the Bank for some disputed points.

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>14.3 Deferred tax liabilities</b>		
Balance at 01 January	136,219,062	109,050,939
Add/(less): Provision made during the period	(2,705,985)	27,091,990
Add/(Less): Adjustment/Rate Fluctuation during the period		76,133
	<b>133,513,077</b>	<b>136,219,062</b>

**14.4 Provision against other assets**Provision for

Prepaid legal expenses  
 Protested bills  
 Others

69,030,000	66,030,000
26,065,610	26,065,610
596,903,359	522,133,359
<b>691,998,969</b>	<b>614,228,969</b>

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

**14.4.1 Calculation of Provision against other assets**

	<b>Outstanding amount</b>	<b>Base for Provision</b>	<b>Rate</b>	<b>Provisions Requirement</b>	<b>Provisions Maintained</b>
Prepaid legal expenses	69,025,978	69,025,978	50% & 100%	33,639,380	69,030,000
Protested bills	23,143,989	23,143,989	100%	23,143,989	26,065,610
Others	80,000,000	80,000,000	100%	80,000,000	596,903,359
<b>Required provision for other assets</b>				<b>136,783,370</b>	<b>691,998,969</b>
Total provision requirement					136,783,370
Total provision maintained					691,998,969
<b>Excess provision maintained at 30 June 2015</b>					<b>555,215,599</b>

**14.5 Provision for off balance sheet items**

Balance at 01 January  
 Less. Transferred to general reserve  
 Add: Provision made during the period

1,010,000,000	810,000,000
(200,000,000)	-
-	200,000,000
<b>810,000,000</b>	<b>1,010,000,000</b>

**14.5.1 Particulars of required provision for Off-Balance Sheet Items**

	<b>Base for Provision</b>	<b>Rate (%)</b>	<b>30.06.2015</b>	<b>31.12.2014</b>
Acceptances and endorsements	28,230,490,946	1%	282,304,909	267,879,526
Letters of guarantee	14,390,830,117	1%	143,908,301	138,453,323
Irrevocable letters of credit	18,781,804,935	1%	187,818,049	219,873,172
Bills for collection	5,715,374,481	1%	57,153,745	60,588,983
Others	2,493,123,482	1%	24,931,235	64,764,196
<b>Total Off Balance Sheet Items &amp; required provision</b>	<b>69,611,623,961</b>		696,116,240	751,559,199
Total provision maintained			810,000,000	1,010,000,000
<b>Excess provision at 30 June 2015</b>			<b>113,883,760</b>	<b>258,440,801</b>

No provision has been maintained against Off Balance Sheet items of Mumbai Branch amounting Tk. 2,193,914,143 as per Reserve Bank of India (RBI) guidelines.

**14.6 Provision against investments**

Balance at 01 January  
 Add: Provision made during the period

1,995,053,000	1,995,053,000
-	-
<b>1,995,053,000</b>	<b>1,995,053,000</b>

**AB Bank Limited**  
**Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>14(a) Consolidated Other liabilities</b>		
AB Bank Limited	27,267,107,313	24,845,034,825
AB Investment Limited	861,662,756	814,831,811
AB International Finance Limited	282,518,545	58,743,830
AB Securities Limited	644,604,151	656,127,920
Cashlink Bangladesh Limited (CBL)	12,389,359	12,450,906
AB Exchange (UK) Ltd.	4,619,501	2,959,224
	29,072,901,626	26,390,148,516
Less: Inter-group transaction	289,828,814	327,696,455
	<b>28,783,072,812</b>	<b>26,062,452,062</b>
<b>15. Share Capital</b>	<b>5,990,165,460</b>	<b>5,324,591,520</b>
<b>15.1 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>15.2 Issued, Subscribed and Paid-up Capital</b>		
10,000,000 ordinary shares of Taka 10 each issued for cash	100,000,000	100,000,000
5,000,000 ordinary shares of Taka 10 each issued for rights	50,000,000	50,000,000
584,016,546 ordinary shares of Taka 10 each issued as bonus shares	5,840,165,460	5,174,591,520
	<b>5,990,165,460</b>	<b>5,324,591,520</b>
<b>16. Statutory reserve</b>		
<b>In Bangladesh</b>		
Opening balance	5,384,130,846	5,384,130,846
Add: Addition during the period	356,613,417	-
	5,740,744,263	5,384,130,846
<b>Outside Bangladesh - ABBL, Mumbai Branch</b>		
Opening balance	198,309,382	180,668,545
Add: Addition during the period	32,321,661	22,074,774
Add: Transferred from Investment fluctuation reserve	-	-
Add/(Less): Adjustment for Foreign Exchange Rate Fluctuation	(492,462)	(4,433,937)
	230,138,582	198,309,382
	<b>5,970,882,845</b>	<b>5,582,440,229</b>
<b>17. Other reserve</b>		
General reserve (Note 17.1)	1,102,199,200	42,199,200
Assets revaluation reserve	1,323,567,486	1,323,567,486
Investment revaluation reserve	310,984,523	272,492,469
	<b>2,736,751,209</b>	<b>1,638,259,155</b>
<b>17.1 General reserve</b>	<b>42,199,200</b>	<b>42,199,200</b>
Opening balance	42,199,200	42,199,200
Add: Transferred from general provision of loans and advances	860,000,000	-
Add: Transferred from off balance sheet provisions	200,000,000	-
Add: Addition during the year	-	-
	<b>1,102,199,200</b>	<b>42,199,200</b>

**AB Bank Limited**  
**Notes to the financial statements for the period ended 30 June 2015**

	<b>30.06.2015</b>	<b>31.12.2014</b>
	<b>Taka</b>	<b>Taka</b>
<b>17(a) Consolidated Other reserve</b>		
AB Bank Limited	2,736,751,209	1,638,259,155
AB Investment Limited	-	-
AB International Finance Limited	78,952,816	77,257,827
AB Securities Limited	101,934,926	101,934,926
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b><u>2,917,638,951</u></b>	<b><u>1,817,451,907</u></b>
<b>18. Retained earnings</b>		
Opening balance	5,611,822,670	4,986,366,647
Add: Post-tax profit for the period	720,126,180	1,260,033,729
Less: Transfer to statutory reserve	388,935,078	22,074,774
Cash dividend	-	248,812,688
Bonus shares issued	665,573,940	348,337,760
	<b><u>5,277,439,832</u></b>	<b><u>5,627,175,154</u></b>
Add/(Less): Retained earnings adjustment	(3,048,015)	-
Add: Foreign Exchange Translation gain/(loss)	(3,019,816)	(15,352,484)
	<b><u>5,271,372,001</u></b>	<b><u>5,611,822,670</u></b>
<b>18(a) Consolidated Retained earnings</b>		
AB Bank Limited	5,271,372,001	5,611,822,670
AB Investment Limited	489,030,704	443,830,684
AB International Finance Limited	56,733,314	93,455,537
AB Securities Limited	132,394,326	142,031,030
Cashlink Bangladesh Limited (CBL)	(340,688,114)	(378,712,146)
AB Exchange (UK) Ltd.	(44,110,652)	(39,518,318)
	5,564,731,580	5,872,909,457
Less: Adjustment made during the period	(223,089,022)	(123,968,489)
Minority Interest	(33,947,860)	(37,742,268)
	<b><u>5,821,768,461</u></b>	<b><u>6,034,620,214</u></b>
<b>18(b) Minority Interest</b>		
AB Investment Limited	7,645	7,193
AB Securities Limited	411,490	419,938
Cashlink Bangladesh Limited	(6,068,811)	(9,871,215)
	<b><u>(5,649,676)</u></b>	<b><u>(9,444,084)</u></b>
<b>19. Contingent liabilities</b>	<b><u>71,805,538,104</u></b>	<b><u>77,068,505,153</u></b>
<b>19.1 Letters of guarantee</b>		
Money for which the Bank is contingently liable in respect of guarantees issued favoring:		
Directors	-	-
Government	-	-
Banks and other financial institutions	239,500,000	258,800,000
Others	14,151,330,117	13,586,532,265
	<b><u>14,390,830,117</u></b>	<b><u>13,845,332,265</u></b>



**AB Bank Limited**  
**Notes to the financial statements for the period ended 30 June 2015**

	<b>Jan'15- June'15 Taka</b>	<b>Jan'14- June'14 Taka</b>
<b>20. Profit and loss account</b>		
<u>Income:</u>		
Interest, discount and similar income	11,747,247,984	11,443,644,819
Dividend income	6,365,629	34,542,745
Fee, commission and brokerage	944,503,677	1,065,531,160
Gains less losses arising from investment securities	(22,357,027)	8,028,876
Gains less losses arising from dealing in foreign currencies	528,829,944	577,462,741
Other operating income	58,680,995	62,659,405
Gains less losses arising from dealing securities	176,561,424	102,461,638
Income from non-banking assets	-	-
Profit less losses on interest rate changes	-	-
	<u>13,439,832,625</u>	<u>13,294,331,384</u>
<u>Expenses:</u>		
Interest, fee and commission	8,166,008,802	7,704,832,510
Administrative expenses	1,790,073,154	1,613,715,044
Other operating expenses	654,871,510	559,391,303
Depreciation and amortization on banking assets	172,910,931	158,484,922
Losses on loans and advances	-	-
	<u>10,783,864,397</u>	<u>10,036,423,779</u>
	<b><u>2,655,968,228</u></b>	<b><u>3,257,907,605</u></b>
<b>21. Interest income/profit on investments</b>		
<b>Interest on loans and advances:</b>		
Loans and advances	10,076,501,060	9,632,330,472
Bills purchased and discounted	164,359,213	347,576,661
	<u>10,240,860,273</u>	<u>9,979,907,133</u>
<b>Interest on:</b>		
Calls and placements	213,372,628	311,464,702
Balance with foreign banks	1,001,528	5,753,508
Reverse Repo	1,498,647	-
Balance with Bangladesh Bank	353,590	244,626
	<u>216,226,393</u>	<u>317,462,836</u>
	<b><u>10,457,086,666</u></b>	<b><u>10,297,369,969</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>Jan'15- June'15</b> <b>Taka</b>	<b>Jan'14- June'14</b> <b>Taka</b>
<b>21 (a). Consolidated Interest income/profit on investments</b>		
AB Bank Limited	10,457,086,666	10,297,369,969
AB International Finance Limited	30,299,206	41,153,015
AB Investment Limited	201,477,507	275,765,876
AB Securities Limited	42,197,325	46,875,769
Cashlink Bangladesh Limited (CBL)	168,739	-
AB Exchange (UK) Ltd.	-	-
	10,731,229,444	10,661,164,629
Less: Intercompany Transactions	104,937,923	115,187,889
	<b>10,626,291,521</b>	<b>10,545,976,740</b>
<b>22. Interest/profit paid on deposits, borrowings, etc.</b>		
Interest on deposits:		
Fixed deposits	5,596,887,110	5,342,456,665
Savings deposits	337,527,785	382,460,844
Special notice deposits	799,752,575	864,610,045
Other deposits	842,936,558	817,342,695
	7,577,104,028	7,406,870,249
Interest on borrowings:		
Local banks, financial institutions including Bangladesh Bank	432,882,857	297,962,260
Subordinated Bond	156,021,918	-
	<b>8,166,008,802</b>	<b>7,704,832,510</b>
<b>22 (a). Consolidated Interest/profit paid on deposits, borrowings, etc.</b>		
AB Bank Limited	8,166,008,802	7,704,832,510
AB Investment Limited	109,295,911	141,818,888
AB International Finance Limited	1,185,413	3,011,826
AB Securities Limited	33,002,855	35,454,898
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>8,309,492,981</b>	<b>7,885,118,122</b>
Less: Intercompany Transactions	108,847,006	116,639,684
	<b>8,200,645,976</b>	<b>7,768,478,438</b>
<b>23. Investment income</b>		
Capital gain on sale of shares	(22,357,027)	8,028,876
Interest on treasury bills	156,640,896	164,117,691
Dividend on shares	6,365,629	34,542,745
Interest on debentures	641,671	2,887,500
Interest on treasury bonds	1,122,182,042	967,373,043
Gain/(Loss) on treasury bills and treasury bonds	176,561,424	102,461,638
Interest on other bonds & others	10,696,708	11,896,617
	<b>1,450,731,343</b>	<b>1,291,308,109</b>
<b>23 (a). Consolidated Investment income</b>		
AB Bank Limited	1,450,731,343	1,291,308,109
AB Investment Limited	6,664,470	9,514,464
AB International Finance Limited	-	-
AB Securities Limited	1,175,037	2,929,189
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>1,458,570,850</b>	<b>1,303,751,762</b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>Jan'15- June'15 Taka</b>	<b>Jan'14- June'14 Taka</b>
<b>24. Commission, exchange and brokerage</b>		
Other fees, commission and service charges	511,457,271	550,110,492
Commission on letters of credit	358,224,487	426,791,820
Commission on letters of guarantee	74,821,919	88,628,848
Exchange gains less losses arising from dealings in foreign currencies	528,829,944	577,462,741
	<b><u>1,473,333,621</u></b>	<b><u>1,642,993,901</u></b>
<b>24 (a). Consolidated Commission, exchange and brokerage</b>		
AB Bank Limited	1,473,333,621	1,642,993,901
AB Investment Limited	29,089,673	32,157,753
AB International Finance Limited	22,493,499	19,206,169
AB Securities Limited	22,253,326	33,014,936
Cashlink Bangladesh Limited (CBL)	38,264,408	40,245,713
AB Exchange (UK) Ltd.	1,447,768	2,086,043
	1,586,882,295	<b>1,769,704,516</b>
Less: Intercompany Transactions	1,568,025	-
	<b><u>1,585,314,270</u></b>	<b><u>1,769,704,516</u></b>
<b>25. Other income</b>		
Locker rent, insurance claim and others	2,220,939	2,233,263
Recoveries on loans previously written off	148,000	3,416,149
Recoveries on telex, telephone, fax, etc.	41,166,192	41,584,200
Recoveries on courier, postage, stamp, etc.	12,555,081	13,823,591
Gain on sale of Bank property	-	-
Non-operating income (*)	2,590,783	1,602,202
	<b><u>58,680,995</u></b>	<b><u>62,659,405</u></b>
(*) Non-operating income includes sale of scrap items.		
<b>25 (a). Consolidated other income</b>		
AB Bank Limited	58,680,995	62,659,405
AB Investment Limited	4,211,337	4,389,674
AB International Finance Limited	20,497,706	22,354,756
AB Securities Limited	364,783	734,389
Cashlink Bangladesh Limited (CBL)	-	404,760
AB Exchange (UK) Ltd.	-	-
	83,754,821	90,542,985
Less: Inter company transactions	6,667,343	5,597,567
	<b><u>77,087,478</u></b>	<b><u>84,945,418</u></b>
<b>26. Salary and allowances</b>		
Basic salary, provident fund contribution and all other allowances	1,241,588,452	1,036,615,472
Festival and incentive bonus	1,732,794	21,989,020
	<b><u>1,243,321,246</u></b>	<b><u>1,058,604,492</u></b>
<b>26 (a). Consolidated salary and allowances</b>		
AB Bank Limited	1,243,321,246	1,058,604,492
AB Investment Limited	6,698,181	8,175,985
AB International Finance Limited	11,824,887	15,550,530
AB Securities Limited	11,382,441	13,368,331
Cashlink Bangladesh Limited (CBL)	109,602	85,908
AB Exchange (UK) Ltd.	2,090,708	2,155,775
	<b><u>1,275,427,065</u></b>	<b><u>1,097,941,021</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>Jan'15- June'15</b> <b>Taka</b>	<b>Jan'14- June'14</b> <b>Taka</b>
<b>27. Rent, taxes, insurance, electricity, etc.</b>		
Rent, rates and taxes	165,343,098	191,494,959
Electricity, gas, water, etc.	71,613,780	39,930,406
Insurance	40,419,490	60,600,946
	<b>277,376,368</b>	<b>292,026,311</b>
<b>27 (a). Consolidated Rent, taxes, insurance, electricity, etc.</b>		
AB Bank Limited	277,376,368	292,026,311
AB Investment Limited	1,051,514	1,369,315
AB International Finance Limited	3,410,252	3,323,573
AB Securities Limited	3,887,658	3,927,382
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	1,113,115	1,205,279
	286,838,908	301,851,860
Less: Inter company transactions	2,758,260	2,758,260
	<b>284,080,648</b>	<b>299,093,600</b>
<b>28. Legal expenses</b>		
Legal expenses	<b>6,772,599</b>	<b>7,366,797</b>
<b>28 (a). Consolidated Legal expenses</b>		
AB Bank Limited	6,772,599	7,366,797
AB Investment Limited	-	159,250
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	57,500	-
AB Exchange (UK) Ltd.	42,903	14,306
	<b>6,873,002</b>	<b>7,540,352</b>
<b>29. Postage, stamp, telecommunication, etc.</b>		
Telex, fax, internet, wireless link, SWIFT, etc.	46,042,067	47,116,693
Telephone	5,924,104	6,202,694
Postage, stamp and shipping	14,701,126	15,176,727
	<b>66,667,297</b>	<b>68,496,114</b>
<b>29 (a). Consolidated Postage, stamp, telecommunication, etc.</b>		
AB Bank Limited	66,667,297	68,496,114
AB Investment Limited	393,889	395,402
AB International Finance Limited	2,528,497	2,452,071
AB Securities Limited	781,584	796,103
Cashlink Bangladesh Limited (CBL)	4,606	78,580
AB Exchange (UK) Ltd.	178,321	189,303
	<b>70,554,194</b>	<b>72,407,572</b>
<b>30. Stationery, printing, advertisements, etc.</b>		
Printing and stationery	64,494,083	65,704,754
Publicity, advertisement, etc.	18,331,495	20,336,634
	<b>82,825,578</b>	<b>86,041,388</b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	Jan'15- June'15 Taka	Jan'14- June'14 Taka
<b>30 (a). Consolidated Stationery, printing, advertisements, etc.</b>		
AB Bank Limited	82,825,578	86,041,388
AB Investment Limited	80,347	226,357
AB International Finance Limited	20,131	210,848
AB Securities Limited	327,433	488,949
Cashlink Bangladesh Limited (CBL)	-	1,068
AB Exchange (UK) Ltd.	-	-
	<b>83,253,489</b>	<b>86,968,610</b>

**31. Directors' fees**

Directors' fees	867,550	1,127,000
Meeting expenses	2,059,284	4,420,708
	<b>2,926,834</b>	<b>5,547,708</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.

**31 (a). Consolidated Directors' fees**

AB Bank Limited	2,926,834	5,547,708
AB Investment Limited	69,000	80,500
AB International Finance Limited	-	-
AB Securities Limited	115,000	149,500
Cashlink Bangladesh Limited (CBL)	70,000	100,000
AB Exchange (UK) Ltd.	-	-
	<b>3,180,834</b>	<b>5,877,708</b>

**32. Auditors' fees**

Statutory	-	-
Others	2,852,894	653,450
	<b>2,852,894</b>	<b>653,450</b>

**32 (a). Consolidated Auditors' fees**

AB Bank Limited	2,852,894	653,450
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	107,257	117,045
	<b>2,960,150</b>	<b>770,495</b>

**33. Depreciation and repairs of Bank's assets**Depreciation :

Electrical appliances	73,656,315	83,214,934
Furniture and fixtures	6,264,930	6,322,263
Office appliances	1,164,448	1,227,423
Building	9,772,502	9,009,737
Motor vehicles	28,652,266	24,914,345
	<b>119,510,462</b>	<b>124,688,701</b>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>Jan'15- June'15 Taka</b>	<b>Jan'14- June'14 Taka</b>
<u>Repairs:</u>		
Motor vehicles	13,620,760	12,323,314
Electrical appliances	39,589,831	34,834,570
Office premises and others	44,323,143	39,379,794
Furniture and fixtures	1,571,798	915,540
Office appliances	2,224,808	2,282,007
	<u>101,330,339</u>	<u>89,735,225</u>
	<b>220,840,801</b>	<b>214,423,927</b>
<b>Amortization of Intangible Assets</b>	<u>53,400,469</u>	<u>33,796,221</u>
	<b>274,241,270</b>	<b>248,220,148</b>
<b>33 (a). Consolidated Depreciation and repairs of Bank's assets</b>		
AB Bank Limited	274,241,270	248,220,148
AB Investment Limited	9,299,234	8,035,257
AB International Finance Limited	155,421	186,965
AB Securities Limited	3,016,241	2,990,358
Cashlink Bangladesh Limited (CBL)	36,341	9,144,965
AB Exchange (UK) Ltd.	1,311,313	1,719,372
	<u>288,059,820</u>	<u>270,297,064</u>
<b>34. Other expenses</b>		
Contractual service	229,598,622	198,269,198
Amortization of deferred revenue expenses	23,421,895	37,191,933
Petrol, oil and lubricant	33,853,833	32,916,031
Software expenses	71,617,819	59,521,281
Entertainment	29,204,357	32,489,131
Travelling	14,299,612	21,657,332
Subscription, membership and sponsorship	67,916,548	27,782,104
Training, seminar and workshop	29,138,368	14,724,178
Local conveyance	4,836,968	5,032,291
Professional charges	14,921,184	4,464,859
Books, newspapers and periodicals	878,460	726,242
Branch opening expenses	115,850	-
Bank Charges	9,264,736	23,903,149
Sundry expenses (*)	125,803,258	100,713,576
	<u>654,871,510</u>	<u>559,391,303</u>
	<b>654,871,510</b>	<b>559,391,303</b>
(*) Sundry expenses includes business promotion, rebate to foreign correspondents, donation & dress employees etc.		
<b>34 (a). Consolidated other expenses</b>		
AB Bank Limited	654,871,510	559,391,303
AB Investment Limited	3,119,267	5,903,954
AB International Finance Limited	1,119,203	2,358,753
AB Securities Limited	4,830,126	7,609,263
Cashlink Bangladesh Limited (CBL)	16,273	115,333
AB Exchange (UK) Ltd.	598,946	584,125
	<u>664,555,325</u>	<u>575,962,731</u>
Less: Inter company transactions	<u>1,568,025</u>	<u>1,387,512</u>
	<b>662,987,300</b>	<b>574,575,219</b>
<b>35. Provision against loans and advances</b>		
On un-classified loans	667,500,000	669,307,000
On classified loans	-	222,777,665
	<u>667,500,000</u>	<u>892,084,665</u>

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015**

	<b>Jan'15- June'15 Taka</b>	<b>Jan'14- June'14 Taka</b>
<b>35 (a). Consolidated provision against loans and advances</b>		
AB Bank Limited	667,500,000	892,084,665
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>667,500,000</b>	<b>892,084,665</b>
<b>36. Provisions for diminution in value of investments</b>		
In quoted shares	-	-
<b>36 (a). Consolidated provisions for diminution in value of investments</b>		
AB Bank Limited	-	-
AB Investment Limited	24,447,258	35,304,527
AB International Finance Limited	-	-
AB Securities Limited	861,211	1,247,591
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>25,308,469</b>	<b>36,552,118</b>
<b>37. Other provision</b>		
Provision for off balance sheet items	-	80,000,000
Provision for Other assets	78,000,000	148,340,385
	<b>78,000,000</b>	<b>228,340,385</b>
Provision for other assets included prepaid legal expenses, protested bills and others has been made as per Bangladesh Bank BRPD Circular # 14 dated 25 June 2001.		
<b>37 (a). Consolidated other provisions</b>		
AB Bank Limited	78,000,000	228,340,385
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>78,000,000</b>	<b>228,340,385</b>
<b>38. Earnings Per Share (EPS)</b>		
Profit after taxation	720,126,180	670,181,984
Number of ordinary shares outstanding	599,016,546	599,016,546
Earnings Per Share	<b>1.20</b>	<b>1.12</b>
<b>38 (a). Consolidated Earnings Per Share</b>		
Net Profit attributable to the shareholders of parent company	841,953,225	809,554,103
Number of ordinary shares outstanding	599,016,546	599,016,546
Earnings Per Share	<b>1.41</b>	<b>1.35</b>

Earnings Per Share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 30 June 2015 in terms of Bangladesh Accounting Standard (BAS)-33. According to BAS-33, EPS for the period ended 30 June 2014 was restated for the issues of bonus share in 2015.

**AB Bank Limited****Notes to the financial statements for the period ended 30 June 2015****39. Receipts from other operating activities**

	<b>Jan'15- June'15</b> <b>Taka</b>	<b>Jan'14- June'14</b> <b>Taka</b>
Interest on treasury bills, bonds, debenture and others	1,444,365,714	1,256,765,364
Exchange earnings	528,829,944	577,462,741
Recoveries on telex, telephone, fax, etc.	41,166,192	41,584,200
Recoveries on courier, postage, stamp, etc.	12,555,081	13,823,591
Gain on sale of Bank properties	-	-
Non-operating income	2,590,783	1,602,202
Others	2,220,939	2,233,263
	<b>2,031,728,653</b>	<b>1,893,471,361</b>

**40. Payments for other operating activities**

Rent, taxes, insurance, electricity, etc.	277,376,368	292,026,311
Postage, stamps, telecommunication, etc.	66,667,297	68,496,114
Repairs of Bank's assets	101,328,367	89,735,225
Legal expenses	6,772,599	7,366,797
Auditor's fees	2,852,894	653,450
Directors' fees	2,926,834	5,547,708
Other Expenses	654,871,510	568,617,034
	<b>1,112,795,868</b>	<b>1,032,442,639</b>

**41. Conversion Rates**

Assets and liabilities as at 31 March 2015 denominated in foreign currencies have been converted to local currency Bangladesh Taka (BDT) at the following exchange rates:

<b><u>Currency</u></b>	<b><u>Abbreviation</u></b>	<b><u>Unit</u></b>	<b><u>Equivalent to BDT</u></b>
British Pound Sterling	GBP	1.00	115.1051
European Currency	EURO	1.00	84.2107
Indian Rupee	INR	1.00	1.2448
Japanese Yen	JPY	1.00	0.6476
US Dollar	USD	1.00	77.8
Honkong Dollar	HKD	1.00	10.03
U.A.E Dirham	DIRHAM	1.00	21.18