

**AB Bank Limited**

BCIC Bhaban

30-31 Dilkusha Commercial Area

Dhaka 1000

**Un-Audited**

**AB Bank Limited and Its Subsidiaries**

Consolidated and Separate Financial Statements  
for the period ended March 31, 2016

**AB Bank Limited & its Subsidiaries**  
**Consolidated Balance Sheet**  
**As at 31 March 2016**

	Notes	31.03.2016 Taka	31.12.2015 Taka
<b><u>PROPERTY AND ASSETS</u></b>			
<b>Cash</b>	3(a)	<b>15,925,964,000</b>	<b>17,034,569,843</b>
In hand (including foreign currencies)	3.1(a)	1,267,738,733	1,205,441,602
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2(a)	14,658,225,268	15,829,128,241
<b>Balance with other banks and financial institutions</b>	4(a)	<b>5,106,568,975</b>	<b>4,752,701,128</b>
In Bangladesh	4.1(a)	2,859,131,984	2,196,851,448
Outside Bangladesh	4.2(a)	2,247,436,991	2,555,849,680
<b>Money at call and on short notice</b>	5(a)	<b>7,572,919,043</b>	<b>4,566,844,263</b>
<b>Investments</b>	6(a)	<b>39,851,154,427</b>	<b>34,054,553,461</b>
Government	6.1(a)	33,759,701,488	27,900,211,389
Others	6.2(a)	6,091,452,939	6,154,342,072
<b>Loans, advances and lease/investments</b>		<b>223,466,742,444</b>	<b>216,364,880,127</b>
Loans, cash credits, overdrafts, etc./Investments	7(a)	221,449,468,801	214,291,708,326
Bills purchased and discounted	8(a)	2,017,273,643	2,073,171,801
<b>Fixed assets including premises, furniture and fixtures</b>	9(a)	<b>4,751,136,356</b>	<b>4,819,543,816</b>
<b>Other assets</b>	10(a)	<b>4,548,656,567</b>	<b>5,345,737,331</b>
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b>301,223,141,813</b>	<b>286,938,829,969</b>
<b><u>LIABILITIES AND CAPITAL</u></b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and agents</b>	11(a)	<b>16,102,867,107</b>	<b>24,098,598,784</b>
<b>AB Bank Subordinated Bond</b>	12	<b>6,500,000,000</b>	<b>6,500,000,000</b>
<b>Deposits and other accounts</b>	13(a)	<b>233,508,976,200</b>	<b>213,671,723,838</b>
Current account and other accounts		21,400,607,543	20,050,332,586
Bills payable		1,645,394,557	3,699,973,387
Savings bank deposits		23,542,322,941	22,573,067,458
Fixed deposits		124,216,541,681	111,741,032,463
Other deposits		62,704,109,477	55,607,317,944
<b>Other liabilities</b>	14(a)	<b>20,628,062,460</b>	<b>19,094,756,031</b>
<b>Total Liabilities</b>		<b>276,739,905,766</b>	<b>263,365,078,652</b>
<b>Capital/Shareholders' Equity</b>			
<b>Equity attributable to equity holders of the parent company</b>		<b>24,482,339,743</b>	<b>23,575,987,130</b>
Paid-up capital	15	5,990,165,460	5,990,165,460
Statutory reserve	16	6,111,310,516	6,111,203,545
Other reserve	17(a)	4,283,271,357	4,039,376,532
Retained earnings	18(a)	8,097,592,410	7,435,241,593
Minority interest	18(b)	896,304	(2,235,814)
<b>Total Equity</b>		<b>24,483,236,047</b>	<b>23,573,751,317</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>301,223,141,813</b>	<b>286,938,829,969</b>

**Off-Balance Sheet Items****Contingent liabilities**

Acceptances and endorsements  
Letters of guarantee  
Irrevocable letters of credit  
Bills for collection  
Other contingent liabilities

Notes	31.03.2016 Taka	31.12.2015 Taka
19	<b>69,578,755,285</b>	<b>68,649,158,866</b>
19.1	28,032,453,293	24,351,049,686
	12,506,440,659	12,327,410,154
	18,746,901,291	23,650,724,184
	8,307,007,605	8,319,974,842
	1,985,952,438	-
	-	-
	-	-
	-	-
	-	-
<b>Total</b>	<b>69,578,755,285</b>	<b>68,649,158,866</b>

**Other commitments**

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

-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

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

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

Dhaka,  
April 26, 2016

**AB Bank Limited and its Subsidiaries**  
**Consolidated Profit and Loss Account**  
**For the period ended 31 March 2016**

	Notes	Jan'16- Mar'16 Taka	Jan'15- Mar'15 Taka
<b>OPERATING INCOME</b>			
Interest income/profit on investments	21(a)	5,315,578,585	5,348,766,488
Interest/profit paid on deposits and borrowings, etc.	22(a)	(3,888,510,609)	(4,070,408,021)
<b>Net interest income</b>		<b>1,427,067,977</b>	<b>1,278,358,467</b>
Investment income	23(a)	741,555,344	742,239,184
Commission, exchange and brokerage	24(a)	705,081,856	766,547,622
Other operating income	25(a)	43,060,643	41,918,434
		<b>1,489,697,842</b>	<b>1,550,705,239</b>
<b>Total operating income (a)</b>		<b>2,916,765,819</b>	<b>2,829,063,707</b>
<b>OPERATING EXPENSES</b>			
Salary and allowances	26(a)	635,139,755	551,898,320
Rent, taxes, insurance, electricity, etc.	27(a)	159,606,616	136,110,903
Legal expenses	28(a)	13,937,386	2,854,720
Postage, stamps, telecommunication, etc.	29(a)	37,281,413	36,003,189
Stationery, printing, advertisement, etc.	30(a)	38,537,834	35,734,457
Chief executive's salary and fees		3,000,000	3,000,000
Directors' fees	31(a)	1,064,312	2,302,235
Auditors' fees	32(a)	1,050,713	2,423,626
Depreciation and repairs of Bank's assets	33(a)	140,483,425	144,747,511
Other expenses	34(a)	316,398,674	317,254,171
		<b>1,346,500,128</b>	<b>1,232,329,133</b>
<b>Total operating expenses (b)</b>		<b>1,570,265,691</b>	<b>1,596,734,574</b>
<b>Profit before provision (c = (a-b))</b>			
Provision against loans and advances	35(a)	362,802,260	450,000,000
Provision for diminution in value of investments	36(a)	1,586,000	11,707,055
Other provisions	37(a)	2,000,000	26,000,000
		<b>366,388,260</b>	<b>487,707,055</b>
<b>Total provision (d)</b>		<b>1,203,877,431</b>	<b>1,109,027,519</b>
<b>Profit before tax (c-d)</b>			
<b>Provision for taxation</b>		<b>556,376,612</b>	<b>530,555,752</b>
Current tax		621,451,262	532,817,220
Deferred tax		(65,074,650)	(2,261,468)
		<b>647,500,819</b>	<b>578,471,767</b>
<b>Net profit after tax</b>			
<b>Appropriations</b>			
Statutory reserve		-	-
General reserve		-	-
Dividends, etc.		-	-
		<b>647,500,819</b>	<b>578,471,767</b>
<b>Retained surplus</b>		<b>3,132,117</b>	<b>1,870,059</b>
<b>Minority interest</b>			
<b>Net Profit attributable to the shareholders of parent company</b>		<b>644,368,702</b>	<b>576,601,707</b>
<b>Consolidated Earnings Per Share (EPS)</b>	38(a)	<b>1.08</b>	<b>0.96</b>

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Dhaka,  
April 26, 2016

**AB Bank Limited and its Subsidiaries**  
**Consolidated Cash Flow Statement**  
**For the period ended 31 March 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>Cash Flows from Operating Activities</b>		
Interest receipts	5,298,168,366	5,268,651,649
Interest payments	(3,483,948,287)	(3,307,232,717)
Dividend receipts	47,599,607	10,249,800
Fee and commission receipts	496,322,134	453,967,240
Recoveries on loans previously written off	474,005	148,000
Payments to employees	(638,139,755)	(554,898,320)
Payments to suppliers	(38,537,834)	(35,734,457)
Income taxes paid	(357,683,118)	(498,880,064)
Receipts from other operating activities	945,302,096	1,086,340,199
Payments for other operating activities	(583,906,500)	(548,790,169)
<b>Operating profit before changes in operating assets &amp; liabilities</b>	<b>1,685,650,715</b>	<b>1,873,821,160</b>
<b>Increase/decrease in operating assets and liabilities</b>		
Loans and advances to customers	(7,084,452,099)	(5,937,129,598)
Other assets	862,703,579	(156,150,622)
Deposits from other banks	5,543,577,326	(1,763,109,019)
Deposits from customers	13,889,112,714	6,439,463,656
Trading liabilities (short-term borrowings)	(8,036,894,825)	893,883,947
Other liabilities	918,309,582	1,075,463,256
	<b>6,092,356,278</b>	<b>552,421,620</b>
<b>Net cash flow from operating activities (a)</b>	<b>7,778,006,993</b>	<b>2,426,242,781</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of government securities	(5,613,886,920)	(965,398,982)
(Purchase)/Sale of trading securities, shares, bonds, etc.	62,889,134	(49,661,631)
Purchase of property, plant and equipment	(16,807,005)	(28,612,122)
<b>Net cash flow from investing activities (b)</b>	<b>(5,567,804,791)</b>	<b>(1,043,672,735)</b>
<b>Cash Flows from Financing Activities</b>		
Increase/(decrease) of long-term borrowings	41,163,148	12,620,105
Dividend paid	(125,164)	-
<b>Net cash flow from financing activities (c)</b>	<b>41,037,984</b>	<b>12,620,105</b>
Net (decrease)/increase in cash (a+b+c)	2,251,240,186	1,395,190,151
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	26,357,133,035	22,966,416,693
<b>Cash and cash equivalents at end of the period (*)</b>	<b>28,608,373,221</b>	<b>24,361,606,844</b>
(*) Cash and cash equivalents:		
Cash	1,267,738,733	1,389,749,249
Prize bonds	2,921,200	3,537,600
Money at call and on short notice	7,572,919,043	4,359,773,696
Balance with Bangladesh Bank and its agent bank(s)	14,658,225,268	13,454,507,909
Balance with other banks and financial institutions	5,106,568,976	5,154,038,389
	<b>28,608,373,221</b>	<b>24,361,606,844</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>12.98</b>	<b>4.05</b>

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**AB Bank Limited and its Subsidiaries**  
**Consolidated Statement of Changes in Equity**  
**For the period ended 31 March 2016**

(Amount 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 2016	5,990,165,460	6,111,203,545	1,298,786,918	1,305,535,181	944,469	1,434,109,963	(2,235,813)	7,435,241,593	20,311,008,779
Prior year adjustment for ABIFL								15,334,229	15,334,229
Net profit after taxation for the period	-	-	-	-	-	-	3,132,117	644,368,702	647,500,819
Transferred during the year								-	-
Addition/(Adjustment) made during the period	-	-	-	-	-	245,699,780		242,156	245,941,935
Foreign Exchange Rate Fluctuation	-	106,971	(122,520)	-	(1,682,434)	-	-	2,405,731	707,747
<b>Balance at 31 March 2016</b>	<b>5,990,165,460</b>	<b>6,111,310,516</b>	<b>1,298,664,398</b>	<b>1,305,535,181</b>	<b>(737,966)</b>	<b>1,679,809,743</b>	<b>896,304</b>	<b>8,097,592,411</b>	<b>21,220,493,510</b>
<b>Balance at 31 March 2015</b>	<b>5,324,591,520</b>	<b>5,585,777,244</b>	<b>118,045,654</b>	<b>1,323,567,485</b>	<b>(384,584)</b>	<b>384,996,062</b>	<b>(7,574,025)</b>	<b>6,626,470,121</b>	<b>19,355,489,478</b>

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Dhaka,  
April 26, 2016

**AB Bank Limited**  
**Balance Sheet**  
**As at 31 March 2016**

	Notes	31.03.2016 Taka	31.12.2015 Taka
<b><u>PROPERTY AND ASSETS</u></b>			
<b>Cash</b>	3	<b>15,925,904,716</b>	<b>17,033,284,356</b>
In hand (including foreign currencies)	3.1	1,267,679,448	1,204,156,116
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	14,658,225,268	15,829,128,241
<b>Balance with other banks and financial institutions</b>	4	<b>5,058,583,698</b>	<b>4,711,003,257</b>
In Bangladesh		2,819,282,251	2,159,121,205
Outside Bangladesh		2,239,301,447	2,551,882,052
<b>Money at call and on short notice</b>	5	<b>8,307,527,043</b>	<b>5,284,337,005</b>
<b>Investments</b>	6	<b>38,971,030,201</b>	<b>33,175,877,479</b>
Government	6.1	33,759,701,488	27,900,211,389
Others	6.2	5,211,328,713	5,275,666,091
<b>Loans, advances and lease/investments</b>	7	<b>216,680,264,257</b>	<b>209,725,203,267</b>
Loans, cash credits, overdrafts, etc./Investments	7.1	215,609,666,834	208,565,121,079
Bills purchased and discounted	8	1,070,597,423	1,160,082,188
<b>Fixed assets including premises, furniture and fixtures</b>	9	<b>4,137,866,570</b>	<b>4,200,872,767</b>
<b>Other assets</b>	10	<b>9,991,571,887</b>	<b>10,879,676,588</b>
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b>299,072,748,372</b>	<b>285,010,254,720</b>
<b><u>LIABILITIES AND CAPITAL</u></b>			
<b>Liabilities</b>			
<b>Borrowings from other banks, financial institutions and</b>	11	<b>15,698,045,857</b>	<b>23,693,344,309</b>
<b>AB Bank Subordinated Bond</b>	12	<b>6,500,000,000</b>	<b>6,500,000,000</b>
<b>Deposits and other accounts</b>	13	<b>233,660,144,167</b>	<b>213,818,905,499</b>
Current accounts and other accounts		21,403,152,813	20,067,587,921
Bills payable		1,645,394,557	3,699,973,387
Savings bank deposits		23,542,322,941	22,573,067,458
Fixed deposits		124,216,541,681	111,741,032,463
Other deposits		62,852,732,174	55,737,244,271
<b>Other liabilities</b>	14	<b>19,645,155,393</b>	<b>18,205,779,567</b>
<b>Total Liabilities</b>		<b>275,503,345,417</b>	<b>262,218,029,375</b>
<b>Capital/Shareholders' Equity</b>			
<b>Total Shareholders' Equity</b>		<b>23,569,402,954</b>	<b>22,792,225,345</b>
Paid-up capital	15	5,990,165,460	5,990,165,460
Statutory reserve	16	6,111,310,516	6,111,203,545
Other reserve	17	4,105,609,198	3,859,909,419
Retained earnings	18	7,362,317,780	6,830,946,921
<b>Total Liabilities and Shareholders' Equity</b>		<b>299,072,748,372</b>	<b>285,010,254,720</b>

## Off-Balance Sheet Items

### Contingent liabilities

Acceptances and endorsements  
Letters of guarantee  
Irrevocable letters of credit  
Bills for collection  
Other contingent liabilities

Notes	31.03.2016 Taka	31.12.2015 Taka
19	<b>69,578,755,285</b>	<b>68,649,158,866</b>
19.1	28,032,453,293	24,351,049,686
	12,506,440,659	12,327,410,154
	18,746,901,291	23,650,724,184
	8,307,007,605	8,319,974,842
	1,985,952,438	-
	-	-
	-	-
	-	-
	-	-
<b>Total</b>	<b>69,578,755,285</b>	<b>68,649,158,866</b>

### Other commitments

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

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Chairman

Dhaka,  
April 26, 2016



**AB Bank Limited**  
**Profit and Loss Account**  
**For the period ended 31 March 2016**

	Notes	Jan'16- Mar'16 Taka	Jan'15- Mar'15 Taka
<b>OPERATING INCOME</b>			
Interest income/profit on investments	21	5,187,118,283	5,258,892,923
Interest paid/profit on deposits and borrowings, etc.	22	(3,872,575,079)	(4,052,122,486)
<b>Net interest income</b>		<b>1,314,543,204</b>	<b>1,206,770,437</b>
Investment income	23	737,826,715	740,545,205
Commission, exchange and brokerage	24	671,543,010	719,278,558
Other operating income	25	30,290,333	30,551,557
		<b>1,439,660,059</b>	<b>1,490,375,320</b>
<b>Total operating income (a)</b>		<b>2,754,203,262</b>	<b>2,697,145,757</b>
<b>OPERATING EXPENSES</b>			
Salary and allowances	26	619,144,907	535,992,285
Rent, taxes, insurance, electricity, etc.	27	156,557,654	132,911,643
Legal expenses	28	13,931,436	2,848,827
Postage, stamps, telecommunication, etc.	29	36,663,488	34,274,209
Stationery, printing, advertisement, etc.	30	38,283,657	35,536,201
Chief executive's salary and fees		3,000,000	3,000,000
Directors' fees	31	837,642	2,197,735
Auditors' fees	32	1,050,713	2,370,585
Depreciation and repairs of Bank's assets	33	134,543,403	138,158,977
Other expenses	34	340,782,405	313,685,446
<b>Total operating expenses (b)</b>		<b>1,344,795,305</b>	<b>1,200,975,907</b>
<b>Profit before provision (c = (a-b))</b>		<b>1,409,407,957</b>	<b>1,496,169,850</b>
Provision against loans and advances	35	362,802,260	450,000,000
Provision for diminution in value of investments	36	-	-
Other provisions	37	2,000,000	26,000,000
<b>Total provision (d)</b>		<b>364,802,260</b>	<b>476,000,000</b>
<b>Profit before taxation (c-d)</b>		<b>1,044,605,697</b>	<b>1,020,169,850</b>
Provision for taxation		514,028,442	503,800,000
Current tax		579,651,257	506,505,985
Deferred tax		(65,622,815)	(2,705,985)
<b>Net profit after taxation</b>		<b>530,577,256</b>	<b>516,369,850</b>
<b>Appropriations</b>			
Statutory reserve		-	-
General reserve		-	-
Dividends, etc.		-	-
		-	-
<b>Retained surplus</b>		<b>530,577,256</b>	<b>516,369,850</b>
<b>Earnings Per Share (EPS)</b>	38	<b>0.89</b>	<b>0.86</b>

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Dhaka,  
April 26, 2016

**AB Bank Limited**  
**Cash Flow Statement**  
**For the period ended 31 March 2016**

	Notes	Jan'16- Mar'16 Taka	Jan'15- Mar'15 Taka
<b>Cash flows from Operating Activities</b>			
Interest receipts		5,169,708,064	5,178,778,083
Interest payments		(3,468,012,757)	(3,288,947,182)
Dividend receipts		43,467,937	6,208,399
Fees and commission receipts		463,334,081	444,021,221
Recoveries on loans previously written off		474,005	148,000
Payments to employees		(622,144,907)	(538,992,285)
Payments to suppliers		(38,283,657)	(35,536,201)
Income taxes paid		(322,748,532)	(443,367,548)
Receipts from other operating activities	39	932,384,036	1,039,997,699
Payments for other operating activities	40	(603,959,453)	(539,867,074)
<b>Operating profit before changes in operating assets &amp; liabilities</b>		<b>1,554,218,816</b>	<b>1,822,443,112</b>
<b>Increase/decrease in operating assets and liabilities</b>			
Loans and advances to customers		(6,937,650,771)	(6,199,751,489)
Other assets		953,727,516	(61,123,430)
Deposits from other banks		5,543,577,326	(1,763,109,019)
Deposits from customers		13,893,099,019	6,440,362,095
Trading liabilities (short-term borrowings)		(8,036,461,599)	885,650,245
Other liabilities		818,102,494	840,015,282
		<b>6,234,393,985</b>	<b>142,043,685</b>
<b>Net cash flow from operating activities (a)</b>		<b>7,788,612,802</b>	<b>1,964,486,797</b>
<b>Cash Flows from Investing Activities</b>			
Purchase of government securities		(5,613,886,920)	(965,398,982)
(Purchase)/Sale of trading securities, shares, bonds, etc.		64,337,378	(69,144,406)
Purchase of property, plant and equipment		(16,807,005)	(28,612,122)
<b>Net cash flow from investing activities (b)</b>		<b>(5,566,356,547)</b>	<b>(1,063,155,510)</b>
<b>Cash Flows from Financing Activities</b>			
Increase/(decrease) of long-term borrowings		41,163,148	12,620,105
Dividend paid		(125,164)	(57,997)
<b>Net cash flow from financing activities (c)</b>		<b>41,037,984</b>	<b>12,562,108</b>
<b>Net Increase/(decrease) in cash (a+b+c)</b>		<b>2,263,294,239</b>	<b>913,893,395</b>
Effects of exchange rate changes on cash and cash equivalents		-	-
Cash and cash equivalents at beginning of the year		27,031,642,418	24,302,588,793
<b>Cash and cash equivalents at end of the period (*)</b>		<b>29,294,936,657</b>	<b>25,216,482,188</b>
(*) Cash and cash equivalents:			
Cash		1,267,679,448	1,387,005,554
Prize bonds		2,921,200	3,537,600
Money at call and on short notice		8,307,527,043	5,316,091,296
Balance with Bangladesh Bank and its agent bank(s)		14,658,225,268	13,454,507,909
Balance with other banks and financial institutions		5,058,583,698	5,055,339,829
		<b>29,294,936,657</b>	<b>25,216,482,188</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>		<b>13.00</b>	<b>3.28</b>
<div style="display: flex; justify-content: space-between; align-items: flex-end;"> <div style="text-align: center;">             -Sd-  <b>Mahadev Sarker FCA</b>              Chief Financial Officer           </div> <div style="text-align: center;">             -Sd-  <b>Md. Shahjahan</b>              Head of ICCD           </div> <div style="text-align: center;">             -Sd-  <b>Shamim Ahmed Chaudhury</b>              President &amp; Managing Director           </div> </div>			
<div style="display: flex; justify-content: space-between; align-items: flex-end;"> <div style="text-align: center;">             -Sd-  <b>Shishir Ranjan Bose FCA</b>              Independent Director           </div> <div style="text-align: center;">             -Sd-  <b>M. Wahidul Haque</b>              Chairman           </div> </div>			

Dhaka,  
 April 26, 2016

**AB Bank Limited**  
**Statement of Changes in Equity**  
**For the period ended 31 March 2016**

(Amount in Taka)

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Investment revaluation reserve	Retained earnings	Total
Balance at 01 January 2016	5,990,165,460	6,111,203,545	1,222,199,200	1,305,535,182	1,332,175,037	6,830,946,921	22,792,225,345
Net profit after taxation for the period	-	-	-	-	-	530,577,256	530,577,256
Transferred during the year	-	-	-	-	-	-	-
Addition/(Adjustment) made during the period	-	-	-	-	245,699,780	-	245,699,780
Foreign Exchange Rate Fluctuation	-	106,971	-	-	-	793,603	900,574
<b>Balance at 31 March 2016</b>	<b>5,990,165,460</b>	<b>6,111,310,516</b>	<b>1,222,199,200</b>	<b>1,305,535,182</b>	<b>1,577,874,817</b>	<b>7,362,317,780</b>	<b>23,569,402,955</b>
<b>Balance at 31 March 2015</b>	<b>5,324,591,520</b>	<b>5,585,777,244</b>	<b>42,199,200</b>	<b>1,323,567,486</b>	<b>283,061,136</b>	<b>6,135,159,781</b>	<b>18,694,356,366</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**  
Independent Director

-Sd-

**M. Wahidul Haque**  
Chairman

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Dhaka,  
April 26, 2016

## **AB Bank Limited**

### **Selective Notes to the Financial Statements as on March 31, 2016**

#### **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) Investments:**

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 2015, 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.

Dhaka,  
April 26, 2016

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

		<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
<b>3. Cash</b>			
Cash in hand	(Note: 3.1)	1,267,679,448	1,204,156,116
Balance with Bangladesh Bank and its agent bank(s)	(Note: 3.2)	14,658,225,268	15,829,128,241
		<b>15,925,904,716</b>	<b>17,033,284,356</b>
<b>3(a) Consolidated Cash</b>			
AB Bank Limited		15,925,904,716	17,033,284,356
AB Investments Limited		25,000	25,000
AB International Finance Limited		-	-
AB Securities Limited		20,917	2,410
Cashlink Bangladesh Limited (CBL)		6,370	6,445
AB Exchange (UK) Ltd.		6,998	1,251,631
		<b>15,925,964,000</b>	<b>17,034,569,843</b>
<b>3.1 Cash in hand</b>			
In local currency		1,235,795,347	1,174,908,808
In foreign currency		31,884,101	29,247,308
		<b>1,267,679,448</b>	<b>1,204,156,116</b>
<b>3.1(a) Consolidated Cash in hand</b>			
AB Bank Limited		1,267,679,448	1,204,156,116
AB Investments Limited		25,000	25,000
AB International Finance Limited		-	-
AB Securities Limited		20,917	2,410
Cashlink Bangladesh Limited (CBL)		6,370	6,445
AB Exchange (UK) Ltd.		6,998	1,251,631
		<b>1,267,738,733</b>	<b>1,205,441,602</b>
<b>3.2 Balance with Bangladesh Bank and its agent bank(s)</b>			
Balance with Bangladesh Bank			
In local currency		13,898,532,050	14,828,917,268
In foreign currency		492,347,273	636,067,309
		14,390,879,322	15,464,984,577
Sonali Bank Limited			
(as an agent bank of Bangladesh Bank) - local currency		267,345,945	364,143,664
		<b>14,658,225,268</b>	<b>15,829,128,241</b>
<b>3.2(a) Consolidated Balance with Bangladesh Bank and its agent bank(s)</b>			
AB Bank Limited		14,658,225,268	15,829,128,241
AB Investments Limited		-	-
AB International Finance Limited		-	-
AB Securities Limited		-	-
Cashlink Bangladesh Limited (CBL)		-	-
AB Exchange (UK) Ltd.		-	-
		<b>14,658,225,268</b>	<b>15,829,128,241</b>
<b>4. Balance with other banks and financial institutions</b>			
In Bangladesh		2,819,282,251	2,159,121,205
Outside Bangladesh		2,239,301,447	2,551,882,052
		<b>5,058,583,698</b>	<b>4,711,003,257</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
<b>4(a) Consolidated balance with other banks and financial institutions</b>		
In Bangladesh	2,859,131,984	2,196,851,448
Outside Bangladesh (Nostro Accounts)	2,247,436,991	2,555,849,680
	<b>5,106,568,975</b>	<b>4,752,701,128</b>
<b>4.1.a Consolidated In Bangladesh</b>		
AB Bank Limited	2,819,282,251	2,159,121,205
AB Investment Limited	1,187,319	407,792
AB International Finance Limited	-	-
AB Securities Limited	155,610,325	165,337,954
Cashlink Bangladesh Limited (CBL)	32,304,993	2,541,951
AB Exchange (UK) Ltd.	-	-
	<b>3,008,384,888</b>	<b>2,327,408,902</b>
Less: Inter company transaction	149,252,904	130,557,454
	<b>2,859,131,984</b>	<b>2,196,851,448</b>
<b>4.2.a Consolidated Outside Bangladesh (Nostro Accounts)</b>		
AB Bank Limited	2,239,301,447	2,551,882,052
AB Investment Limited	-	-
AB International Finance Limited	10,049,792	20,473,829
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	116,291
	2,249,351,240	2,572,472,172
Less: Inter company transactions	1,914,248	16,622,492
	<b>2,247,436,991</b>	<b>2,555,849,680</b>
<b>5. Money at call and on short notice</b>		
In Bangladesh	7,632,507,500	2,712,507,500
Outside Bangladesh	675,019,543	2,571,829,505
	<b>8,307,527,043</b>	<b>5,284,337,005</b>
<b>5(a) Consolidated money at call and on short notice</b>		
AB Bank Limited	8,307,527,043	5,284,337,005
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Limited	-	-
	<b>8,307,527,043</b>	<b>5,284,337,005</b>
Less: Inter-group transaction	(734,608,000)	(717,492,742)
	<b>7,572,919,043</b>	<b>4,566,844,263</b>
<b>6. Investments</b>	<b>38,971,030,201</b>	<b>33,175,877,479</b>
<b>Claim wise:</b>		
Government securities	(Note: 6.1) 33,759,701,488	27,900,211,389
Other investments	(Note: 6.2) 5,211,328,713	5,275,666,091
	<b>38,971,030,201</b>	<b>33,175,877,479</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
<b>6 (a) Consolidated investments</b>		
AB Bank Limited	38,971,030,201	33,175,877,479
AB International Finance Limited	-	-
AB Investment Limited	684,589,126	686,571,505
AB Securities Limited	172,028,825	168,598,202
Cashlink Bangladesh Limited (CBL)	23,506,275	23,506,275
AB Exchange (UK) Ltd.	-	-
	<b>39,851,154,427</b>	<b>34,054,553,461</b>
<b>6.1 Government securities</b>		
Treasury bills	4,446,282,217	-
T.Bill-Local-RE.REPO	272,861,758	-
Treasury bonds	28,794,136,313	27,657,193,589
Bangladesh Bank Islami Investment bonds	243,500,000	240,000,000
Prize bonds	2,921,200	3,017,800
	<b>33,759,701,488</b>	<b>27,900,211,389</b>
<b>6.1(a) Consolidated Government securities</b>		
AB Bank Limited	33,759,701,488	27,900,211,389
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>33,759,701,488</b>	<b>27,900,211,389</b>
<b>6.2 Other investments</b>		
Shares	4,786,991,967	4,748,878,849
Bond	75,000,000	120,000,000
	<b>4,861,991,967</b>	<b>4,868,878,849</b>
<b>Investments -ABBL, Mumbai Branch</b>		
Treasury bills	349,336,746	406,787,241
Debentures and Bonds	-	-
	<b>349,336,746</b>	<b>406,787,241</b>
<b>Total Other investments</b>	<b>5,211,328,713</b>	<b>5,275,666,091</b>
<b>6.2 (a) Consolidated other investments</b>		
AB Bank Limited	5,211,328,713	5,275,666,091
AB Investment Limited	684,589,126	686,571,505
AB International Finance Limited	-	-
AB Securities Limited	172,028,825	168,598,202
Cashlink Bangladesh Limited (CBL)	23,506,275	23,506,275
AB Exchange (UK) Ltd.	-	-
	<b>6,091,452,939</b>	<b>6,154,342,072</b>
<b>6.2.1 Investments in shares</b>		
Quoted (Publicly Traded)	3,938,985,122	3,900,872,005
Unquoted	848,006,845	848,006,845
	<b>4,786,991,967</b>	<b>4,748,878,849</b>
<b>7. Loans, advances and lease/investments</b>	<b>216,680,264,257</b>	<b>209,725,203,267</b>

**AB Bank Limited**  
**Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b>	<b>31.12.2015</b>
	<b>Taka</b>	<b>Taka</b>
<b>7.1 Broad category-wise breakup</b>		
<b>In Bangladesh</b>		
Loans	193,085,613,107	186,497,250,636
Overdrafts	22,392,997,185	21,933,481,587
Cash credits	-	-
	<b>215,478,610,292</b>	<b>208,430,732,223</b>
<b>Outside Bangladesh: ABBL, Mumbai Branch</b>		
Loans	120,996,914	118,274,428
Overdrafts	476,918	172,003
Cash credits	9,582,711	15,942,426
	131,056,542	134,388,856
	<b>215,609,666,834</b>	<b>208,565,121,079</b>
<b>7.2 Product wise Loans and Advances</b>		
Overdraft	22,393,474,103	21,933,653,590
Cash Credit	9,582,711	15,942,426
Time loan	61,794,863,342	62,722,556,379
Term loan	110,119,019,425	105,476,350,097
Bills under LC	168,851,634	238,473,847
Trust Receipt	9,924,895,405	10,158,011,199
Packing credit	370,838,773	436,274,437
Loan against accepted bills	4,859,743,960	4,924,495,085
Loan-EDF	3,237,466,440	-
Consumer Loan	1,404,734,671	1,370,222,178
Staff Loan	1,326,196,370	1,289,141,842
Bills Purchased & Discounted	1,070,597,423	1,160,082,188
	<b>216,680,264,257</b>	<b>209,725,203,267</b>
<b>7.3 Net loans, advances and lease/investments</b>		
Gross loans and advances	216,680,264,257	209,725,203,267
Less:		
Interest suspense	7,094,350,222	6,071,639,588
Provision for loans and advances	5,077,597,628	4,714,778,454
	12,171,947,851	10,786,418,042
	<b>204,508,316,407</b>	<b>198,938,785,225</b>
<b>7.4 Geographical location-wise (division) distribution</b>		
<b>In Bangladesh</b>		
<b>Urban Branches</b>		
Dhaka	146,730,859,255	138,170,897,293
Chittagong	52,341,403,415	53,176,711,427
Khulna	4,990,806,235	5,155,594,729
Sylhet	2,256,761,461	2,288,244,147
Barisal	280,319,113	291,274,020
Rajshahi	3,822,980,123	4,055,184,742
Rangpur	3,598,505,973	3,807,632,601
	<b>214,021,635,575</b>	<b>206,945,538,959</b>
<b>Rural Branches</b>		
Dhaka	1,330,018,085	1,435,259,973
Chittagong	477,508,391	480,644,102
Khulna	-	-
Sylhet	58,902,018	66,005,026
Barisal	-	-
Rajshahi	-	-
Rangpur	-	-
	1,866,428,493	1,981,909,101
<b>Outside Bangladesh</b>		
ABBL, Mumbai Branch	792,200,189	797,755,207
	<b>216,680,264,257</b>	<b>209,725,203,268</b>



**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
<b>7.5 Classification of loans, advances and lease/investments</b>		
<b>In Bangladesh</b>		
<u>Unclassified</u>		
Standard	194,209,238,418	194,703,648,060
Special Mention Account	10,681,617,718	7,715,500,000
	<b>204,890,856,137</b>	<b>202,419,148,060</b>
<u>Classified</u>		
Sub-Standard	1,438,504,211	266,500,000
Doubtful	287,547,960	241,200,000
Bad/Loss	6,097,010,726	6,000,600,000
	7,823,062,897	6,508,300,000
	<b>212,713,919,034</b>	<b>208,927,448,060</b>
<b>Outside Bangladesh-Mumbai Branch</b>		
Unclassified Loan	3,852,301,407	686,976,757
Classified Loan	114,043,817	110,778,451
	<b>3,966,345,224</b>	<b>797,755,207</b>
	<b>216,680,264,258</b>	<b>209,725,203,267</b>
<b>7(a) Consolidated Loans, advances and lease/investments</b>		
AB Bank Limited	215,609,666,834	208,565,121,079
AB Investment Limited	7,071,445,933	6,990,517,740
AB International Finance Limited	-	-
AB Securities Limited	1,010,322,069	990,300,833
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>223,691,434,836</b>	<b>216,545,939,652</b>
Less: Inter company transaction	2,241,966,036	2,254,231,326
	<b>221,449,468,801</b>	<b>214,291,708,326</b>
<b>8 Bills purchased and discounted</b>		
In Bangladesh	409,453,776	496,715,837
Outside Bangladesh - ABBL, Mumbai Branch	661,143,647	663,366,351
	<b>1,070,597,423</b>	<b>1,160,082,188</b>
<b>8 (a) Consolidated Bills purchased and discounted</b>		
AB Bank Limited	1,070,597,423	1,160,082,188
AB Investment Limited	-	-
AB International Finance Limited	946,676,220	913,089,613
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>2,017,273,643</b>	<b>2,073,171,801</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	234,380,866	230,635,936
Office appliances	63,028,235	62,729,842
Electrical appliances	1,516,555,298	1,489,025,807
Motor vehicles	581,026,308	581,049,757
Intangible Assets	554,556,157	571,059,066
	6,291,228,948	6,276,182,491
Less: Accumulated depreciation and amortization	2,153,362,378	2,075,309,724
	<b>4,137,866,570</b>	<b>4,200,872,767</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b>	<b>31.12.2015</b>
	<b>Taka</b>	<b>Taka</b>
<b>9(a) Consolidated Fixed assets including premises, furniture and fixtures</b>		
<b>Cost:</b>		
AB Bank Limited	6,291,228,948	6,276,182,491
AB Investments Limited	682,564,941	682,564,941
AB International Finance Limited	7,784,047	7,717,176
AB Securities Limited	28,778,347	29,343,095
Cashlink Bangladesh Limited (CBL)	250,270,880	250,270,880
AB Exchange (UK) Ltd.	15,232,934	15,274,525
	<u>7,275,860,096</u>	<u>7,261,353,108</u>
<b>Accumulated depreciation:</b>		
AB Bank Limited	2,153,362,378	2,075,309,724
AB Investments Limited	73,234,585	68,747,827
AB International Finance Limited	7,631,070	7,626,814
AB Securities Limited	25,568,119	25,826,906
Cashlink Bangladesh Limited (CBL)	250,111,860	250,093,692
AB Exchange (UK) Ltd.	14,815,729	14,204,328
	<u>2,524,723,741</u>	<u>2,441,809,292</u>
	<b><u>4,751,136,356</u></b>	<b><u>4,819,543,816</u></b>
<b>10 Other Assets:</b>		
<b>Income generating-Equity Investment</b>		
<b>In Bangladesh:</b>		
AB Investment Limited	2,800,000,000	2,800,000,000
(99.99% owned subsidiary company of ABBL)		
AB Securities Limited	199,898,000	199,898,000
(99.91% owned subsidiary company of ABBL)		
Cashlink Bangladesh Limited (CBL)	212,581,228	212,581,228
(90% owned subsidiary company of ABBL)		
	<u>3,212,479,228</u>	<u>3,212,479,228</u>
<b>Outside Bangladesh:</b>		
AB International Finance Ltd., Hong Kong	5,203,944	5,203,944
(wholly owned subsidiary company of ABBL)		
AB Exchange (UK) Limited	50,423,392	50,423,392
(wholly owned subsidiary company of ABBL)		
	<u>55,627,337</u>	<u>55,627,337</u>
	<b><u>3,268,106,565</u></b>	<b><u>3,268,106,565</u></b>
<b>Non-income generating</b>		
Arab Bangladesh Bank Foundation	19,920,000	19,920,000
(99.60% owned subsidiary company of ABBL)		
Share Money Deposits - AB Investment Limited	2,199,999,000	2,199,999,000
Deferred Tax	1,493,875,547	1,428,252,732
Accounts receivable	816,674,547	1,058,534,763
Preliminary, formation, organisational, renovation, development, prepaid expenses and others	591,592,476	644,563,195
Exchange for clearing	395,188,019	1,044,718,906
Interest accrued on investment but not collected, commission and brokerage receivable on shares and debentures, and other income receivables	757,568,960	791,115,465
Security deposits	165,615,298	166,089,818
Advance rent and advertisement	229,692,539	233,138,317
Stationery, stamps, printing materials, etc.	29,837,995	25,237,828
Inter-branch adjustment	23,500,943	-
	<u>6,723,465,322</u>	<u>7,611,570,024</u>
	<b><u>9,991,571,887</u></b>	<b><u>10,879,676,588</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
<b>10(a) Consolidated Other assets</b>		
AB Bank Limited	9,991,571,887	10,879,676,588
AB Investment Limited	50,982,975	34,254,324
AB International Finance Limited	33,428,324	4,603,844
AB Securities Limited	13,934,731	14,920,190
Cashlink Bangladesh Limited (CBL)	31,744,348	30,222,875
AB Exchange (UK) Ltd.	2,092,035	2,158,232
	<b>10,123,754,300</b>	<b>10,965,836,053</b>
Less: Inter-group transaction	5,575,097,735	5,620,098,722
	<b>4,548,656,567</b>	<b>5,345,737,331</b>
<b>10.01 Deferred Tax Assets</b>		
<b>a) Deferred tax liabilities against Property, Plant &amp; Equipment</b>		
Balance at 01 January	133,096,262	136,219,062
Add/(less): Provision made during the year	(5,622,815)	(3,382,036)
Add/(Less): Adjustment for Rate Fluctuation during the year	-	259,236
	<b>127,473,447</b>	<b>133,096,262</b>
<b>b) Deferred tax assets for specific provisions of loans and advances</b>		
Specific provision of loans and advances	2,714,529,261	2,564,529,261
Add. Loan written off during the year	1,338,843,223	1,338,843,223
<b>Total Temporary Difference</b>	<b>4,053,372,484</b>	<b>3,903,372,484</b>
Effective Tax Rate	<b>40%</b>	<b>40%</b>
<b>Closing Deferred Tax Assets</b>	<b>1,621,348,994</b>	<b>1,561,348,994</b>
Opening Deferred Tax (Assets)/Liabilities	1,561,348,994	1,156,529,394
<b>Deferred Tax Income/(Expense)</b>	<b>60,000,000</b>	<b>404,819,600</b>
<b>Net Deferred Tax Assets (b-a)</b>	<b>1,493,875,547</b>	<b>1,428,252,732</b>
<b>Deferred Tax Income/(Expense)</b>	<b>65,622,815</b>	<b>407,942,400</b>
<b>11. Borrowings from other banks, financial institutions and agents</b>		
In Bangladesh	7,074,045,857	14,281,704,120
Outside Bangladesh	8,624,000,000	9,411,640,189
	<b>15,698,045,857</b>	<b>23,693,344,309</b>
<b>11(a) Consolidated Borrowings from other banks, financial institutions and agents</b>		
AB Bank Limited	15,698,045,857	23,693,344,309
AB Investment Limited	2,125,391,010	2,132,209,626
AB International Finance Limited	735,672,138	717,810,985
AB Securities Limited	275,303,426	284,303,246
Cashlink Bangladesh Limited (CBL)	106,741,029	106,741,029
AB Exchange (UK) Ltd.	-	-
	18,941,153,460	26,934,409,195
Less: Intercompany transactions	2,838,286,353	2,835,810,411
	<b>16,102,867,107</b>	<b>24,098,598,784</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>31.03.2016</b>	<b>31.12.2015</b>
	<b>Taka</b>	<b>Taka</b>
<b>12 AB Bank Subordinated Bond</b>		
AB Bank Subordinated Bond-I	2,500,000,000	2,500,000,000
AB Bank Subordinated Bond-II	4,000,000,000	4,000,000,000
	<b>6,500,000,000</b>	<b>6,500,000,000</b>
<b>AB Bank Subordinated Bonds</b>		
Bank has issued 7 years Sub-Ordinated bonds in two phases, namely- AB Bank Subordinated Bond-I for BDT 250 crore in August 2014 and AB Bank Subordinated Bond-II for BDT 400 crore in September 2015 under Private Placement of Debt Securities Rules, 2012. These bonds are non-convertible, unsecured in nature and approved by the Central Bank for inclusion in Tier-II capital of the Bank.		
BRAC	1,000,000,000	1,000,000,000
Sonali Bank Limited	1,500,000,000	1,500,000,000
Agrani Bank Limited	1,000,000,000	1,000,000,000
Midland Bank Limited	200,000,000	200,000,000
BRAC Bank Limited	400,000,000	400,000,000
NRB Commercial Bank Limited	100,000,000	100,000,000
Mutual Trust Bank Limited	80,000,000	80,000,000
Grameen Capital Management Limited	20,000,000	20,000,000
Rupali Bank Limited	1,000,000,000	1,000,000,000
Janata Bank Limited	500,000,000	500,000,000
NRB Commercial Bank Limited	300,000,000	300,000,000
Uttara Bank Limited	300,000,000	300,000,000
National Life Insurance Co. Ltd.	100,000,000	100,000,000
	<b>6,500,000,000</b>	<b>6,500,000,000</b>
<b>13. Deposit and other accounts</b>		
Inter-bank deposits	9,262,143,813	3,718,566,487
Other deposits	224,398,000,353	210,100,339,012
	<b>233,660,144,167</b>	<b>213,818,905,499</b>
<b>13(a) Consolidated Deposit and other accounts</b>		
AB Bank Limited	233,660,144,167	213,818,905,500
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	233,660,144,167	213,818,905,500
Less: Inter-group transaction	151,167,967	147,181,662
	<b>233,508,976,200</b>	<b>213,671,723,838</b>
<b>14. Other liabilities</b>		
Accumulated provision against loans and advances (Note 14.1)	5,077,597,628	4,714,778,454
Inter-branch adjustment	-	366,832
Provision for current tax (net of advance tax) (Note 14.2)	2,996,692,668	2,739,993,532
Interest suspense account	7,094,350,222	6,071,639,588
Provision against other assets (Note 14.3)	766,251,969	764,251,969
Provision for outstanding debit entries in NOSTRO accounts	200,000	200,000
Accounts payable - Bangladesh Bank	331,154,150	186,568,806
Accrued expenses	184,201,744	341,172,292
Provision for off balance sheet items (Note 14.4)	860,000,000	860,000,000
Provision against investments (Note 14.5)	1,875,053,000	1,875,053,000
Others (*)	459,654,011	651,755,094
	<b>19,645,155,393</b>	<b>18,205,779,567</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 March 31, 2016**
**14.1 Accumulated provision against loans and advances**
The movement in specific provision for bad and doubtful debts

		<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
Balance at 01 January		2,564,529,261	2,891,323,484
Fully provided debts written off during the period	(-)	-	(1,338,843,223)
Recovery of amounts previously written off	(+)	-	-
Specific provision made during the period	(+)	150,000,000	1,012,049,000
Transferred to general provision of loans and advances	(-)	-	-
Transfer from general reserve	(+)	-	-
Recoveries and provision no longer required	(-)	-	-
Net charge to Profit and Loss Account	(+)	-	-
		<u>150,000,000</u>	<u>(326,794,223)</u>
Balance at 31 March		<b>2,714,529,261</b>	<b>2,564,529,261</b>
Provision made by ABBL, Mumbai Branch		44,057,552	31,640,080
<b>Total provision on classified loans and advances</b>		<b><u>2,758,586,813</u></b>	<b><u>2,596,169,341</u></b>

On unclassified loans

Balance at 01 January		2,115,067,313	1,925,867,313
Transfer from specific provisions	(+)	-	-
Transfer to general reserve during the period	(-)	-	(860,000,000)
General provision made during the period	(+)	200,400,000	1,049,200,000
		<u>200,400,000</u>	<u>189,200,000</u>
Balance at the period ended		2,315,467,313	2,115,067,313
Provision made by ABBL, Mumbai Branch		3,543,503	3,541,800
<b>Total provision on un-classified loans and advances</b>		<b><u>2,319,010,816</u></b>	<b><u>2,118,609,113</u></b>
<b>Total provision on loans and advances</b>		<b><u>5,077,597,628</u></b>	<b><u>4,714,778,454</u></b>

**Provision for**
**Required**

Un-classified loans and advances	2,017,143,503
Classified loans and advances	2,756,857,552
	<b><u>4,774,001,055</u></b>

**Maintained**
**Excess**

2,319,010,816	301,867,313
2,758,586,813	1,729,261
<b><u>5,077,597,628</u></b>	<b><u>303,596,574</u></b>

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

Standard	1,810,043,503
Special Mention Account	207,100,000

**Specific Provision**

Substandard	192,600,000	192,600,000
Doubtful	99,557,552	99,557,552
Bad/Loss	2,464,700,000	2,466,429,261

**Excess provision maintained at 31 March 2016**
**303,596,574**
**14.2 Provision for current tax (net of advance tax)**

	<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
Current Tax	14,697,667,957	14,117,950,475
Advance Income Tax	11,700,975,288	11,377,956,943
<b>Provision for current tax (net of advance tax)</b>	<b><u>2,996,692,669</u></b>	<b><u>2,739,993,532</u></b>

**14.3 Provision against other assets**
Provision for

Prepaid legal expenses	74,030,000	72,030,000
Protested bills	26,065,610	26,065,610
Others	666,156,359	666,156,359
	<b><u>766,251,969</u></b>	<b><u>764,251,969</u></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 the financial statements for the period ended March 31, 2016**

<b>31.03.2016</b>	<b>31.12.2015</b>
<b>Taka</b>	<b>Taka</b>

**14.3.1 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	73,817,547	73,817,547	50% & 100%	36,908,773	74,030,000
Protested bills	23,643,304	23,643,304	100%	23,643,304	26,065,610
Others	86,451,938	86,451,938	100%	86,451,938	666,156,359
<b>Required provision for other assets</b>				<b>147,004,015</b>	<b>766,251,969</b>

Total provision requirement

147,004,015

Total provision maintained

766,251,969

**Excess provision maintained at 31 March 2016****619,247,953****14.4 Provision for off balance sheet items**

Balance at 01 January

860,000,000

1,010,000,000

Less: Transferred to general reserve

-

(200,000,000)

Add: Provision made during the period

-

50,000,000

Less: Adjustment during the period

-

-

**860,000,000****860,000,000****14.4.1 Particulars of required provision for Off-Balance Sheet Items**

	<b>Base for Provision</b>	<b>Rate (%)</b>	<b>31.03.2016</b>	<b>31.12.2015</b>
Acceptances and endorsements	27,697,923,625	1%	276,979,236	242,564,308
Letters of guarantee	12,506,440,659	1%	125,064,407	123,274,102
Irrevocable letters of credit	18,746,901,291	1%	187,469,013	236,507,242
Bills for collection	6,408,495,926	1%	64,084,959	61,096,751
Others	1,985,952,438	1%	19,859,524	-
<b>Total Off Balance Sheet Items &amp; required provision</b>	<b>67,345,713,938</b>		<b>673,457,139</b>	<b>663,442,402</b>
Total provision maintained			860,000,000	860,000,000
<b>Excess provision at 31 March 2016</b>			<b>186,542,861</b>	<b>196,557,598</b>

No provision has been maintained against Off Balance Sheet items of Mumbai Branch amounting Tk. 1,925,151,730.09 as per Reserve Bank of India (RBI) guidelines.

**14.5 Provision against investments**

Balance at 01 January

1,875,053,000

1,995,053,000

Add: Provision made during the period

-

-

Less: Transferred to General Reserve

-

(120,000,000)

**1,875,053,000****1,875,053,000****14(a) Consolidated Other liabilities**

AB Bank Limited

19,645,155,393

18,205,779,567

AB Investment Limited

499,923,296

460,347,151

AB International Finance Limited

50,877,912

53,011,430

AB Securities Limited

585,467,081

571,452,230

Cashlink Bangladesh Limited (CBL)

14,257,185

14,245,142

AB Exchange (UK) Ltd.

2,983,925

3,388,419

20,798,664,792

19,308,223,938

Less: Inter-group transaction

170,602,332

213,467,908

**20,628,062,460****19,094,756,031**

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016****15. Share Capital****15.1 Authorised Capital**

600,000,000 ordinary shares of Taka 10 each

**15.2 Issued, Subscribed and Paid-up Capital**

10,000,000 ordinary shares of Taka 10 each issued for cash

5,000,000 ordinary shares of Taka 10 each issued for rights

584,016,546 ordinary shares of Taka 10 each issued as bonus shares

**16. Statutory reserve****In Bangladesh**

Opening balance

Add: Addition during the year

Add./less Adjustment for Foreign Exchange Rate Fluctuation

**Outside Bangladesh - ABL, Mumbai Branch**

Opening balance

Add: Addition during the year

Add: Transferred from Investment fluctuation reserve

Add/(Less): Adjustment for Foreign Exchange Rate Fluctuation

**17. Other reserve**

General reserve

Assets revaluation reserve

Investment revaluation reserve

Foreign exchange revaluation for investment in foreign operation

**17(a) Consolidated Other reserve**

AB Bank Limited

AB Investment Limited

AB International Finance Limited

AB Securities Limited

Cashlink Bangladesh Limited (CBL)

AB Exchange (UK) Ltd.

**18. Retained earnings**

Opening balance

Add. Prior year adjustment for Deferred Tax Assets

Add: Post-tax profit for the year

Less: Transfer to statutory reserve

Cash dividend

Bonus shares issued

Add/(Less): Transferred from Assets Revaluation Reserve

Add/(Less): Retained earnings adjustment

Add/(Less): Foreign Exchange Translation gain/(loss)

31.03.2016 Taka	31.12.2015 Taka
<b>5,990,165,460</b>	<b>5,990,165,460</b>
<b>6,000,000,000</b>	<b>6,000,000,000</b>
100,000,000	100,000,000
50,000,000	50,000,000
5,840,165,460	5,840,165,460
<b>5,990,165,460</b>	<b>5,990,165,460</b>
5,888,708,849	5,384,130,846
-	504,578,003
-	-
5,888,708,849	5,888,708,849
222,494,695	198,309,382
-	31,248,121
-	-
106,971	(7,062,808)
222,601,666	222,494,695
<b>6,111,310,516</b>	<b>6,111,203,545</b>
1,222,199,200	1,222,199,200
1,305,535,182	1,305,535,182
1,577,874,817	1,332,175,037
-	-
<b>4,105,609,198</b>	<b>3,859,909,419</b>
4,105,609,198	3,859,909,419
-	-
75,727,233	77,532,187
101,934,926	101,934,926
-	-
-	-
<b>4,283,271,357</b>	<b>4,039,376,532</b>
6,830,946,921	6,768,352,063
-	-
530,577,256	1,270,414,868
-	535,826,124
-	-
-	665,573,940
<b>7,361,524,177</b>	<b>6,837,366,867</b>
-	18,032,304
-	(2,946,778)
793,603	(21,505,472)
<b>7,362,317,780</b>	<b>6,830,946,921</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016****18(a) Consolidated Retained earnings**

	<b>31.03.2016</b> <b>Taka</b>	<b>31.12.2015</b> <b>Taka</b>
AB Bank Limited	7,362,317,780	6,830,946,921
AB Investment Limited	603,679,153	544,469,448
AB International Finance Limited	117,180,243	80,719,490
AB Securities Limited	145,582,228	138,145,940
Cashlink Bangladesh Limited (CBL)	(275,477,206)	(306,731,436)
AB Exchange (UK) Ltd.	(45,557,088)	(45,308,187)
	7,907,725,111	7,242,242,176
Add./(Less): Adjustment made during the year	162,448,989	162,448,989
Minority Interest	27,418,310	30,550,428
	<b>8,097,592,410</b>	<b>7,435,241,593</b>

**18(b) Minority Interest**

AB Investment Limited	10,674	10,498
AB Securities Limited	433,351	426,832
Cashlink Bangladesh Limited	452,279	(2,673,144)
	<b>896,304</b>	<b>(2,235,814)</b>

**19. Contingent liabilities**

<b>69,578,755,285</b>	<b>68,649,158,866</b>
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**19.1 Letters of guarantee**

Money for which the Bank is contingently liable in respect of guarantees issued favoring:

Directors	-	-
Government	-	-
Banks and other financial institutions	87,700,000	118,800,000
Others	12,418,740,659	12,208,610,154
	<b>12,506,440,659</b>	<b>12,327,410,154</b>

<b>Jan'16- Mar'16</b> <b>Taka</b>	<b>Jan'15- Mar'15</b> <b>Taka</b>
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**20. Profit and loss account**Income:

Interest, discount and similar income	5,960,441,943	5,888,444,787
Dividend income	43,467,937	6,208,399
Fee, commission and brokerage	463,334,081	444,021,221
Gains less losses arising from investment securities	39,657,184	188,524
Gains less losses arising from dealing in foreign currencies	208,208,930	275,257,337
Other operating income	30,290,333	30,551,557
Gains less losses arising from dealing securities	(118,622,065)	104,596,418
Income from non-banking assets	-	-
Profit less losses on interest rate changes	-	-
	<b>6,626,778,342</b>	<b>6,749,268,242</b>

Expenses:

Interest, fee and commission	3,872,575,079	4,052,122,486
Administrative expenses	923,607,584	797,671,380
Other operating expenses	340,782,405	316,726,152
Depreciation and amortization on banking assets	80,405,316	86,578,375
Losses on loans and advances	-	-
	<b>5,217,370,384</b>	<b>5,253,098,393</b>
	<b>1,409,407,957</b>	<b>1,496,169,850</b>



**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>21. Interest income/profit on investments</b>		
Interest on loans and advances:		
Loans and advances	4,925,281,382	5,063,596,392
Bills purchased and discounted	170,626,671	85,850,343
	<u>5,095,908,053</u>	<u>5,149,446,735</u>
Interest on:		
Calls and placements	89,365,877	107,779,583
Balance with foreign banks	266,421	724,915
Reverse Repo	1,331,314	796,381
Balance with Bangladesh Bank	246,617	145,308
	<u>91,210,230</u>	<u>109,446,187</u>
	<b><u>5,187,118,283</u></b>	<b><u>5,258,892,923</u></b>
<b>21(a). Consolidated Interest income/profit on investments</b>		
AB Bank Limited	5,187,118,283	5,258,892,923
AB International Finance Limited	12,451,497	14,755,584
AB Investment Limited	99,735,086	107,686,431
AB Securities Limited	17,613,876	21,180,485
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<u>5,316,918,743</u>	<u>5,402,515,422</u>
Less: Intercompany Transactions	<u>1,340,158</u>	<u>53,748,934</u>
	<b><u>5,315,578,585</u></b>	<b><u>5,348,766,488</u></b>
<b>22. Interest/profit paid on deposits, borrowings, etc.</b>		
Interest on deposits:		
Fixed deposits	2,140,016,333	2,819,865,924
Savings deposits	179,491,852	165,470,063
Special notice deposits	610,476,888	355,493,372
Other deposits	484,675,457	415,350,039
	<u>3,414,660,529</u>	<u>3,756,179,399</u>
Interest on borrowings:		
Local banks, financial institutions including Bangladesh Bank	284,476,199	216,915,689
Subordinated Bond	173,438,352	79,027,397
	<u>3,872,575,079</u>	<u>4,052,122,486</u>
<b>22(a). Consolidated Interest/profit paid on deposits, borrowings, etc.</b>		
AB Bank Limited	3,872,575,079	4,052,122,486
AB Investment Limited	9,511,110	55,901,307
AB International Finance Limited	1,420,827	253,815
AB Securities Limited	7,009,630	16,601,234
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<u>3,890,516,646</u>	<u>4,124,878,842</u>
Less: Intercompany Transactions	<u>2,006,038</u>	<u>54,470,821</u>
	<b><u>3,888,510,609</u></b>	<b><u>4,070,408,021</u></b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>23. Investment income</b>		
Capital gain on sale of shares	39,657,184	188,524
Interest on treasury bills	27,734,504	75,793,724
Dividend on shares	43,467,937	6,208,399
Interest on debentures	-	641,671
Interest on treasury bonds	742,580,702	547,654,567
Gain/(Loss) on treasury bills and treasury bonds	(118,622,065)	104,596,418
Interest on other bonds & others	3,008,454	5,461,902
	<b>737,826,715</b>	<b>740,545,205</b>
<b>23(a). Consolidated Investment income</b>		
AB Bank Limited	737,826,715	740,545,205
AB Investment Limited	3,002,793	502,101
AB International Finance Limited	-	-
AB Securities Limited	725,835	1,191,878
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>741,555,344</b>	<b>742,239,184</b>
<b>24. Commission, exchange and brokerage</b>		
Other fees, commission and service charges	257,101,455	230,439,115
Commission on letters of credit	163,490,108	173,695,352
Commission on letters of guarantee	42,742,517	39,886,755
Exchange gains less losses arising from dealings in foreign currencies	208,208,930	275,257,337
	<b>671,543,010</b>	<b>719,278,558</b>
<b>24(a). Consolidated Commission, exchange and brokerage</b>		
AB Bank Limited	671,543,010	719,278,558
AB Investment Limited	9,441,118	9,243,629
AB International Finance Limited	11,143,595	11,846,180
AB Securities Limited	11,002,402	7,274,343
Cashlink Bangladesh Limited (CBL)	31,502,703	18,918,855
AB Exchange (UK) Ltd.	-	766,978
	734,632,829	767,328,544
Less: Intercompany Transactions	29,550,973	780,922
	<b>705,081,856</b>	<b>766,547,622</b>
<b>25. Other income</b>		
Locker rent, insurance claim and others	1,266,019	1,187,155
Recoveries on loans previously written off	474,005	148,000
Recoveries on telex, telephone, fax, etc.	21,488,974	20,561,698
Recoveries on courier, postage, stamp, etc.	6,933,913	6,645,176
Gain on sale of Bank property	-	-
Non-operating income (*)	127,422	2,009,527
	<b>30,290,333</b>	<b>30,551,557</b>

(\*) Non-operating income includes sale of scrap items.

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>25(a). Consolidated other income</b>		
AB Bank Limited	30,290,333	30,551,557
AB Investment Limited	2,316,077	2,102,299
AB International Finance Limited	12,347,791	11,203,557
AB Securities Limited	159,625	162,038
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	45,113,826	44,019,451
Less: Inter company transactions	2,053,183	2,101,017
	<b>43,060,643</b>	<b>41,918,434</b>
<b>26. Salary and allowances</b>		
Basic salary, provident fund contribution and all other allowances	619,144,907	535,700,623
Festival and incentive bonus	-	291,662
	<b>619,144,907</b>	<b>535,992,285</b>
<b>26(a). Consolidated salary and allowances</b>		
AB Bank Limited	619,144,907	535,992,285
AB Investment Limited	3,548,832	3,341,176
AB International Finance Limited	6,307,086	5,909,118
AB Securities Limited	5,852,783	5,690,724
Cashlink Bangladesh Limited (CBL)	54,801	50,625
AB Exchange (UK) Ltd.	231,346	914,392
	<b>635,139,755</b>	<b>551,898,320</b>
<b>27. Rent, taxes, insurance, electricity, etc.</b>		
Rent, rates and taxes	99,296,647	81,119,246
Electricity, gas, water, etc.	37,810,175	35,623,155
Insurance	19,450,832	16,169,242
	<b>156,557,654</b>	<b>132,911,643</b>
<b>27(a). Consolidated Rent, taxes, insurance, electricity, etc.</b>		
AB Bank Limited	156,557,654	132,911,643
AB Investment Limited	458,455	467,320
AB International Finance Limited	1,854,395	1,678,923
AB Securities Limited	1,941,166	1,879,038
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	174,075	553,109
	160,985,746	137,490,033
Less: Inter company transactions	1,379,130	1,379,130
	<b>159,606,616</b>	<b>136,110,903</b>
<b>28. Legal expenses</b>		
Legal expenses	<b>13,931,436</b>	<b>2,848,827</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>28(a). Consolidated Legal expenses</b>		
AB Bank Limited	13,931,436	2,848,827
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	5,950	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	5,893
	<b>13,937,386</b>	<b>2,854,720</b>
<b>29. Postage, stamp, telecommunication, etc.</b>		
Telex, fax, internet, wireless link, SWIFT, etc.	24,764,896	23,868,900
Telephone	2,861,115	2,918,725
Postage, stamp and shipping	9,037,477	7,486,583
	<b>36,663,488</b>	<b>34,274,209</b>
<b>29(a). Consolidated Postage, stamp, telecommunication, etc.</b>		
AB Bank Limited	36,663,488	34,274,209
AB Investment Limited	169,464	173,674
AB International Finance Limited	1,060,929	1,068,225
AB Securities Limited	392,492	395,397
Cashlink Bangladesh Limited (CBL)	75	4,606
AB Exchange (UK) Ltd.	45,938	87,078
	<b>38,332,386</b>	<b>36,003,189</b>
Less: Inter company transactions	(1,050,973)	-
	<b>37,281,413</b>	<b>36,003,189</b>
<b>30. Stationery, printing, advertisements, etc.</b>		
Printing and stationery	28,012,748	27,182,082
Publicity, advertisement, etc.	10,270,909	8,354,120
	<b>38,283,657</b>	<b>35,536,201</b>
<b>30(a). Consolidated Stationery, printing, advertisements, etc.</b>		
AB Bank Limited	38,283,657	35,536,201
AB Investment Limited	85,257	23,403
AB International Finance Limited	3,554	-
AB Securities Limited	165,365	174,853
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>38,537,834</b>	<b>35,734,457</b>
<b>31. Directors' fees</b>		
Directors' fees	602,600	312,800
Meeting expenses	235,042	1,884,935
	<b>837,642</b>	<b>2,197,735</b>

Directors' fees includes fees for attending the meeting of the Board, Executive Committee, Audit Committee and Shariah Council.

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>31(a). Consolidated Directors' fees</b>		
AB Bank Limited	837,642	2,197,735
AB Investment Limited	66,670	34,500
AB International Finance Limited	-	-
AB Securities Limited	80,000	-
Cashlink Bangladesh Limited (CBL)	80,000	70,000
AB Exchange (UK) Ltd.	-	-
	<b>1,064,312</b>	<b>2,302,235</b>
<b>32. Auditors' fees</b>		
Statutory	321,323	263,935
Others	729,391	2,106,650
	<b>1,050,713</b>	<b>2,370,585</b>
<b>32(a). Consolidated Auditors' fees</b>		
AB Bank Limited	1,050,713	2,370,585
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	53,041
	<b>1,050,713</b>	<b>2,423,626</b>
<b>33. Depreciation and repairs of Bank's assets</b>		
<u>Depreciation :</u>		
Electrical appliances	33,790,000	37,052,488
Furniture and fixtures	3,224,275	3,106,608
Office appliances	578,796	571,347
Building	4,767,682	4,882,618
Motor vehicles	11,543,314	14,462,471
	<b>53,904,067</b>	<b>60,075,532</b>
<u>Repairs:</u>		
Motor vehicles	10,744,012	6,668,567
Electrical appliances	18,064,697	17,793,571
Office premises and others	23,904,501	25,686,743
Furniture and fixtures	407,372	506,898
Office appliances	1,017,504	924,823
	<b>54,138,087</b>	<b>51,580,602</b>
	<b>108,042,154</b>	<b>111,656,134</b>
<b>Amortization of Intangible Assets</b>	<b>26,501,249</b>	<b>26,502,844</b>
	<b>134,543,403</b>	<b>138,158,977</b>
<b>33(a). Consolidated Depreciation and repairs of Bank's assets</b>		
AB Bank Limited	134,543,403	138,158,977
AB Investment Limited	4,667,229	4,340,328
AB International Finance Limited	83,901	84,029
AB Securities Limited	559,321	1,497,527
Cashlink Bangladesh Limited (CBL)	18,170	18,171
AB Exchange (UK) Ltd.	611,401	648,479
	<b>140,483,425</b>	<b>144,747,511</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
<b>34. Other expenses</b>		
Contractual service	134,658,743	102,569,210
Petrol, oil and lubricant	18,516,686	15,283,051
Software expenses	34,764,630	37,592,745
Entertainment	10,565,730	11,577,170
Travelling	4,212,826	8,080,093
Subscription, membership and sponsorship	56,778,632	41,257,577
Training, seminar and workshop	5,564,025	18,771,462
Local conveyance	2,223,561	2,567,192
Professional charges	11,901,434	6,206,656
Books, newspapers and periodicals	543,085	364,887
Branch opening expenses	125,275	58,760
Bank Charges	16,293,698	2,804,543
Sundry expenses (*)	44,634,083	66,552,100
	<b>340,782,405</b>	<b>313,685,446</b>

(\*) Sundry expenses includes business promotion, rebate to foreign correspondents, donation & dress employees etc.

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

AB Bank Limited	340,782,405	313,685,446
AB Investment Limited	1,252,528	1,435,850
AB International Finance Limited	488,061	655,289
AB Securities Limited	1,830,285	1,950,644
Cashlink Bangladesh Limited (CBL)	920	15,123
AB Exchange (UK) Ltd.	552,649	292,742
	<b>344,906,848</b>	<b>318,035,093</b>
Less: Inter company transactions	28,508,173	780,922
	<b>316,398,674</b>	<b>317,254,171</b>

**35. Provision against loans and advances**

On un-classified loans	200,400,000	400,000,000
On classified loans	162,402,260	50,000,000
	<b>362,802,260</b>	<b>450,000,000</b>

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

AB Bank Limited	362,802,260	450,000,000
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>362,802,260</b>	<b>450,000,000</b>

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

In quoted shares	-	-
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**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016**

<b>Jan'16- Mar'16</b>	<b>Jan'15- Mar'15</b>
<b>Taka</b>	<b>Taka</b>

**36(a). Consolidated provisions for diminution in value of investments**

AB Bank Limited	-	-
AB Investment Limited	-	11,362,570
AB International Finance Limited	-	-
AB Securities Limited	1,586,000	344,485
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>1,586,000</b>	<b>11,707,055</b>

**37. Other provision**

Provision for off balance sheet items	-	-
Provision for Other assets	2,000,000	26,000,000
	<b>2,000,000</b>	<b>26,000,000</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.

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

AB Bank Limited	2,000,000	26,000,000
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Ltd.	-	-
	<b>2,000,000</b>	<b>26,000,000</b>

**38. Earnings Per Share (EPS)**

Profit after taxation	530,577,256	516,369,850
Number of ordinary shares outstanding	599,016,546	599,016,546
Earnings Per Share	<b>0.89</b>	<b>0.86</b>

**38(a) Consolidated Earnings Per Share**

Net Profit attributable to the shareholders of parent company	644,368,702	576,601,707
Number of ordinary shares outstanding	599,016,546	599,016,546
Earnings Per Share	<b>1.08</b>	<b>0.96</b>

Earnings Per Share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 31 March 2016 in terms of Bangladesh Accounting Standard (BAS)-33. According to BAS-33, EPS for the period ended 31 March 2015 was restated for the issues of bonus share in 2015.

**39. Receipts from other operating activities**

Interest on treasury bills, bonds, debenture and others	694,358,779	734,336,806
Exchange earnings	208,208,930	275,257,337
Recoveries on telex, telephone, fax, etc.	21,488,974	20,561,698
Recoveries on courier, postage, stamp, etc.	6,933,913	6,645,176
Non-operating income	127,422	2,009,527
Others	1,266,019	1,187,155
	<b>932,384,036</b>	<b>1,039,997,700</b>

**AB Bank Limited****Notes to the financial statements for the period ended March 31, 2016****40. Payments for other operating activities**

Rent, taxes, insurance, electricity, etc.  
 Postage, stamps, telecommunication, etc.  
 Repairs of Bank's assets  
 Legal expenses  
 Auditor's fees  
 Directors' fees  
 Other Expenses

	<b>Jan'16- Mar'16 Taka</b>	<b>Jan'15- Mar'15 Taka</b>
	156,557,654	132,911,643
	36,663,488	34,274,209
	54,136,115	48,537,923
	13,931,436	2,848,827
	1,050,713	2,370,585
	837,642	2,197,735
	340,782,405	316,726,152
	<b><u>603,959,453</u></b>	<b><u>539,867,074</u></b>