

FINANCIAL STATEMENTS (UNAUDITED)  
OF  
TRUST BANK LIMITED  
FOR THE HALF YEAR ENDED 30 JUNE 2016

**TRUST BANK LIMITED**  
and its subsidiaries  
**Consolidated Balance Sheet**  
As at 30 June 2016

	Notes	30.06.2016 (Unaudited) Taka	31.12.2015 (Audited) Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
	3		
Cash in hand (including foreign currencies)		3,637,044,124	2,714,773,207
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		11,809,290,095	11,287,838,567
		15,446,334,219	14,002,611,774
<b>Balance with other banks and financial institutions</b>			
	4 (a)		
In Bangladesh		7,674,516,544	2,871,605,130
Outside Bangladesh		933,341,118	2,191,491,312
		8,607,857,662	5,063,096,442
<b>Money at call and short notice</b>			
	5	4,090,000,000	-
<b>Investments</b>			
	6 (a)		
Government		30,769,158,668	22,352,800,620
Others		3,311,924,670	3,494,884,565
		34,081,083,338	25,847,685,185
<b>Loans and Advances/Islami Banking Investments</b>			
	7 (a)		
Loans, Cash Credit, Overdrafts etc./ Investment		131,534,283,421	130,715,404,897
Bills purchased and discounted		4,018,490,098	2,938,780,724
		135,552,773,519	133,654,185,621
<b>Fixed assets including premises, furniture and fixtures</b>			
	8 (a)	818,683,361	838,488,553
<b>Other assets</b>			
	9 (a)	3,477,741,774	2,500,162,121
<b>Non-banking assets</b>			
		-	-
<b>Total Assets</b>		<b>202,074,473,873</b>	<b>181,906,229,696</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	10 (a)	12,831,457,562	12,935,168,654
<b>Deposits and other accounts</b>			
	11 (a)		
Current / Al-wadeeah Current Accounts and other Accounts		16,960,685,058	16,951,851,269
Bills Payable		3,359,944,996	1,287,908,705
Savings Bank / Mudaraba Savings Deposits		23,345,840,673	18,521,408,929
Fixed Deposits / Mudaraba Term Deposits		126,669,526,577	114,140,397,954
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
		170,335,997,304	150,901,566,857
<b>Other liabilities</b>	12 (a)	8,340,648,619	8,222,958,367
<b>Total Liabilities</b>		<b>191,508,103,485</b>	<b>172,059,693,878</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	13.2	5,063,329,240	4,688,267,820
Minority Interest	13 (a)	802	789
Foreign Currency Translation Reserve		215,198	229,665
Share Premium Account		-	-
Statutory Reserve	14	3,735,655,880	3,333,692,338
Other Reserve	15	6,705,379	57,636,494
Retained Earnings	16 (a)	1,760,463,889	1,766,708,712
<b>Total Shareholders' Equity</b>		<b>10,566,370,388</b>	<b>9,846,535,818</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>202,074,473,873</b>	<b>181,906,229,696</b>

Notes	30.06.2016 (Unaudited) Taka	31.12.2015 (Audited) Taka
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**OFF-BALANCE SHEET ITEMS**

**Contingent Liabilities**

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Acceptances and endorsements	17,989,473,723	17,410,197,442
Letter of Guarantees	14,541,512,150	12,523,939,245
Irrevocable Letter of Credits	19,950,878,727	22,044,819,756
Bills for collection	6,551,683,809	5,808,089,329
	<b>59,033,548,409</b>	<b>57,787,045,772</b>

**Other Contingent Liabilities**

Value of travelers' cheques in hand

**Total:**

-	-
<b>59,033,548,409</b>	<b>57,787,045,772</b>

**Other commitments**

Documentary Credit and short term trade -related transactions  
 Forward assets purchased and forward deposits placed  
 Undrawn note issuance and revolving facilities  
 Undrawn formal standby facilities, credit lines and other commitments

-	-
-	-
-	-
-	-
-	-

**Total Off-Balance Sheet items including contingent liabilities**

<b>59,033,548,409</b>	<b>57,787,045,772</b>
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CFO & Company Secretary

  
Managing Director

  
Vice Chairman

  
Chairman

**TRUST BANK LIMITED**  
and its subsidiaries  
**Consolidated Profit and Loss Account (Unaudited)**  
For the period from January to June 2016

Notes	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka	1 April 2016 to 30 June 2016 Taka	1 April 2015 to 30 June 2015 Taka
Interest income / Profit on Investment	18 (a) 6,672,498,179	6,910,547,987	3,268,704,566	3,564,732,607
Interest / Profit paid on deposits and borrowings etc.	19 (a) 4,453,646,255	4,881,881,022	2,257,182,120	2,517,889,756
<b>Net interest income</b>	<b>2,218,851,924</b>	<b>2,028,666,965</b>	<b>1,011,522,446</b>	<b>1,046,842,851</b>
Income from investments	20 (a) 1,087,153,606	961,637,919	568,476,643	491,162,078
Commission, exchange and brokerage	21(a) 618,074,444	600,017,782	320,379,937	330,642,328
Other operating income	22 (a) 280,191,247	257,010,729	165,997,924	142,000,966
	1,985,419,297	1,818,666,430	1,054,854,504	963,805,372
<b>Total operating income</b>	<b>4,204,271,221</b>	<b>3,847,333,395</b>	<b>2,066,376,950</b>	<b>2,010,648,223</b>
			-	
Salaries and allowances	23 (a) 867,128,982	678,698,502	470,592,521	366,945,850
Rent, taxes, insurance, electricity, etc.	24 (a) 315,062,326	273,008,078	160,377,864	142,949,532
Legal expenses	1,408,545	724,507	1,055,645	339,767
Postage, stamps, telecommunications, etc.	25 (a) 74,358,008	60,607,431	40,702,599	30,667,095
Stationery, printing, advertisement etc.	26 (a) 34,039,208	32,584,252	17,933,727	18,085,015
Managing Director's salary and benefits	6,533,400	5,640,000	3,581,700	3,082,500
Directors' fees	27 (a) 1,396,080	994,600	827,360	605,400
Auditors' fee	-	-	-	-
Charges on loan losses	-	-	-	-
Depreciation and repair of bank's assets	28 (a) 116,609,766	112,641,682	62,773,373	56,877,917
Other expenses	29 (a) 277,341,030	230,867,041	135,773,323	130,648,764
<b>Total operating expenses</b>	<b>1,693,877,345</b>	<b>1,395,766,093</b>	<b>893,618,112</b>	<b>750,201,840</b>
<b>Profit before provision</b>	<b>2,510,393,876</b>	<b>2,451,567,302</b>	<b>1,172,758,838</b>	<b>1,260,446,383</b>
Provision for loans & advances / Investments	30 (a) 417,543,000	390,950,000	135,395,000	221,075,000
Provision for Diminution in value of Investment	31 (a) (9,072,813)	-	(3,094,570)	(29,818)
Other provision	32 (a) 11,821,000	95,297,992	3,969,000	75,299,093
	420,291,187	486,247,992	136,269,430	296,344,275
<b>Total Profit before Taxes</b>	<b>2,090,102,689</b>	<b>1,965,319,310</b>	<b>1,036,489,408</b>	<b>964,102,108</b>
Provision for Taxation				
Current tax	12.5 (a) 1,005,536,872	983,264,668	459,954,248	468,927,672
Deferred tax	(14,393,082)	(15,027,107)	(6,868,083)	(4,200,770)
	991,143,790	968,237,561	453,086,165	464,726,902
<b>Net Profit after Taxation</b>	<b>1,098,958,899</b>	<b>997,081,749</b>	<b>583,403,243</b>	<b>499,375,206</b>
<b>Appropriations</b>				
Statutory Reserve	14.1 401,963,542	376,028,283	197,107,854	183,517,410
General reserve	-	-	-	-
	401,963,542	376,028,283	197,107,854	183,517,410
<b>Retained surplus</b>	<b>696,995,357</b>	<b>621,053,466</b>	<b>386,295,389</b>	<b>315,857,796</b>
Earning per share (EPS)	33 (a) 2.17	1.97	1.15	0.99

  
CFO & Company Secretary

  
Managing Director

  
Vice Chairman

  
Chairman

**TRUST BANK LIMITED**  
**and its subsidiaries**  
**Consolidated Cash Flow Statements (Unaudited)**  
**For the period from January to June 2016**

	<b>1 January 2016 to 30 June 2016 Taka</b>	<b>1 January 2015 to 30 June 2015 Taka</b>
<b>A. Cash flow from operating activities</b>		
Interest received in cash	6,650,764,951	6,439,778,773
Interest payments	(4,971,765,154)	(5,316,393,201)
Dividend receipts	338,775	8,453,286
Fees and commission receipts in cash	618,931,438	621,986,121
Recoveries of loans previously written off	-	-
Cash paid to employees	(1,082,494,657)	(876,497,267)
Cash paid to suppliers	(30,275,160)	(25,176,393)
Income Taxes paid	(979,890,130)	(664,395,264)
Received from other operating activities (item-wise)	836,787,846	1,272,155,751
Payments for other operating activities (item-wise)	(762,956,998)	(699,713,376)
<b>Operating profit before changes in operating Assets and Liabilities</b>	<b>279,440,911</b>	<b>760,198,430</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>		
Statutory Deposits	-	-
Net Investment in trading securities	182,959,895	(1,062,973,426)
Loan & advance to other banks	-	-
Loan & advance to customers	(1,446,994,685)	(14,171,954,726)
Other assets (item-wise)	(555,251,280)	(289,508,703)
Deposits from other banks	182,034,827	558,216,366
Deposits from customers	19,770,874,572	18,636,844,703
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities (item-wise)	(225,109,017)	(545,130,226)
<b>Net cash from operating activities (A)</b>	<b>18,187,955,223</b>	<b>3,885,692,418</b>
<b>B. Cash flow from investing activities</b>		
Proceeds from sale of securities	-	-
Payments for purchase of government securities	(8,466,294,663)	213,987,601
Purchase of property, plant & equipment	(80,489,177)	(121,780,891)
Purchase of intangible assets	(3,549,999)	(5,510,396)
Sale of property, plant & equipment	36,178	2,045,000
<b>Net cash from investing activities (B)</b>	<b>(8,550,297,661)</b>	<b>88,741,314</b>
<b>C. Cash flow from financing activities</b>		
Increase/(Decrease) in Borrowing:		
Call loan	(1,110,000,000)	-
Re-Purchase agreement (REPO)	-	-
Other borrowings	882,076,691	2,504,387,550
Share Capital A/c	-	-
Share Premium A/c	-	-
Dividend paid in cash	(328,178,747)	(213,103,083)
<b>Net cash from financing activities (C)</b>	<b>(556,102,056)</b>	<b>2,291,284,467</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>	<b>9,081,555,506</b>	<b>6,265,718,199</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	<b>(2,077,341)</b>	<b>(20,822,387)</b>
<b>F. Opening Cash and Cash Equivalent</b>	<b>19,070,021,816</b>	<b>13,113,974,645</b>
<b>G. Cash and cash equivalents at end of year (D+E+F)</b>	<b>28,149,499,981</b>	<b>19,358,870,457</b>

**TRUST BANK LIMITED**  
**and its subsidiaries**  
**Consolidated Statement of changes in Equity (Unaudited)**  
**For the period from January to June 2016**

Particulars	Paid up Capital	Share Premium Account	Minority Interest	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
<b>Balance as at 01 January 2016</b>	4,688,267,820	-	789	229,665	3,333,692,338	57,636,494	1,766,708,712	9,846,535,818
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	-	(50,931,115)	-	(50,931,115)
Currency transaction difference	-	-	-	(14,467)	-	-	-	(14,467)
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit/(loss) for the year after tax	-	-	13	-	-	-	1,098,958,886	1,098,958,899
Statutory reserve	-	-	-	-	401,963,542	-	(401,963,542)	-
Dividends (Bonus Share)	375,061,420	-	-	-	-	-	(375,061,420)	-
Dividends (Cash)	-	-	-	-	-	-	(328,178,747)	(328,178,747)
Issue of Share Capital	-	-	-	-	-	-	-	-
<b>Balance as at 30 June 2016</b>	<b>5,063,329,240</b>	<b>-</b>	<b>802</b>	<b>215,198</b>	<b>3,735,655,880</b>	<b>6,705,379</b>	<b>1,760,463,889</b>	<b>10,566,370,388</b>

**Consolidated Statement of changes in Equity (Unaudited)**  
**For the period from January to June 2015**

Particulars	Paid up Capital	Share Premium Account	Minority Interest	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
<b>Balance as at 01 January 2015</b>	4,262,061,660	75,576,040	789	187,663	2,709,042,761	547,322	1,414,566,525	8,461,982,760
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	-	27,899,205	-	27,899,205
Currency transaction difference	-	-	-	(51,310)	-	-	-	(51,310)
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit/(loss) for the year after tax	-	-	14	-	-	-	997,081,735	997,081,749
Statutory reserve	-	-	-	-	376,028,283	-	(376,028,283)	-
Dividends (Bonus Share)	426,206,160	-	-	-	-	-	(426,206,160)	-
Dividends (Cash)	-	(75,576,040)	-	-	-	-	(137,527,043)	(213,103,083)
Issue of Share Capital	-	-	-	-	-	-	-	-
<b>Balance as at 30 June 2015</b>	<b>4,688,267,820</b>	<b>-</b>	<b>803</b>	<b>136,353</b>	<b>3,085,071,044</b>	<b>28,446,527</b>	<b>1,471,886,774</b>	<b>9,273,809,321</b>

TRUST BANK LIMITED

Balance Sheet  
As at 30 June 2016

	Notes	30.06.2016 (Unaudited) Taka	31.12.2015 (Audited) Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3		
Cash in hand (including foreign currencies)		3,637,044,124	2,714,773,207
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		11,809,290,095	11,287,838,567
		15,446,334,219	14,002,611,774
<b>Balance with other banks and financial institutions</b>	4		
In Bangladesh		7,634,585,829	2,834,911,362
Outside Bangladesh		933,341,118	2,191,491,312
		8,567,926,947	5,026,402,674
<b>Money at call and short notice</b>	5	4,090,000,000	-
<b>Investments</b>	6		
Government		30,769,158,668	22,352,800,620
Others		1,537,090,577	1,909,405,437
		32,306,249,245	24,262,206,057
<b>Loans and Advances/islami Banking Investments</b>	7		
Loans, Cash Credit, Overdrafts etc./ Investment		128,836,166,620	127,675,865,045
Bills purchased and discounted		4,018,490,098	2,938,780,724
		132,854,656,718	130,614,645,769
<b>Fixed assets including premises, furniture and fixtures</b>	8	806,911,346	827,551,414
<b>Other assets</b>	9	6,447,627,463	5,496,155,001
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b>200,519,705,938</b>	<b>180,229,572,689</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	10	12,831,088,542	12,929,557,490
<b>Deposits and other accounts</b>	11		
Current / Al-wadeeah Current Accounts and other Accounts		16,886,974,504	16,904,479,838
Bills Payable		3,359,944,996	1,287,908,705
Savings Bank / Mudaraba Savings Deposits		23,345,840,673	18,521,408,929
Fixed Deposits / Mudaraba Term Deposits		126,669,526,577	114,140,397,954
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
		170,262,286,750	150,854,195,426
<b>Other liabilities</b>	12	7,256,139,668	6,933,771,244
<b>Total Liabilities</b>		<b>190,349,514,960</b>	<b>170,717,524,160</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	13.2	5,063,329,240	4,688,267,820
Share Premium Account		-	-
Foreign Currency Translation Reserve		215,198	229,665
Statutory Reserve	14	3,735,655,880	3,333,692,338
Other Reserve	15	6,705,379	57,636,494
Retained Earnings	16	1,364,285,281	1,432,222,212
<b>Total Shareholders' Equity</b>		<b>10,170,190,978</b>	<b>9,512,048,529</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>200,519,705,938</b>	<b>180,229,572,689</b>

Notes	30.06.2016 (Unaudited) Taka	31.12.2015 (Audited) Taka
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**OFF-BALANCE SHEET ITEMS**

**Contingent Liabilities**

17

Acceptances and endorsements	17,989,473,723	17,410,197,442
Letter of Guarantees	14,480,982,150	12,523,939,245
Irrevocable Letter of Credits	19,950,878,727	22,044,819,756
Bills for collection	6,551,683,809	5,808,089,329
	<b>58,973,018,409</b>	<b>57,787,045,772</b>

**Other Contingent Liabilities**

Value of travelers' cheques in hand

<b>Total:</b>	<b>58,973,018,409</b>	<b>57,787,045,772</b>
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**Other commitments**

Documentary Credit and short term trade -related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
	-	-
<b>Total Off-Balance Sheet items including contingent liabilities</b>	<b>58,973,018,409</b>	<b>57,787,045,772</b>

  
CFO & Company Secretary

  
Managing Director

  
Vice Chairman

  
Chairman



TRUST BANK LIMITED


Profit and Loss Account (Unaudited)  
For the period from January to June 2016

Notes	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka	1 April 2016 to 30 June 2016 Taka	1 April 2015 to 30 June 2015 Taka	
Interest income / Profit on Investment	18	6,654,800,853	6,871,580,796	3,260,989,595	3,550,082,168
Interest / Profit paid on deposits and borrowings etc.	19	4,453,192,189	4,881,011,323	2,256,958,658	2,517,622,330
<b>Net interest income</b>		<b>2,201,608,664</b>	<b>1,990,569,473</b>	<b>1,004,030,937</b>	<b>1,032,459,838</b>
Income from investments	20	1,035,562,386	916,687,590	533,992,482	458,879,046
Commission, exchange and brokerage	21	612,654,607	593,180,865	317,781,470	325,517,533
Other operating income	22	241,371,911	223,808,649	143,206,788	125,762,236
		1,889,588,904	1,733,677,104	994,980,740	910,158,815
<b>Total operating income</b>		<b>4,091,197,568</b>	<b>3,724,246,577</b>	<b>1,999,011,677</b>	<b>1,942,618,653</b>
		-			
Salaries and allowances	23	850,172,577	660,951,244	462,006,884	357,535,056
Rent, taxes, insurance, electricity, etc.	24	308,307,389	266,057,788	156,929,641	139,641,100
Legal expenses		1,408,545	724,507	1,055,645	339,767
Postage, stamps, telecommunications, etc.	25	73,256,330	59,477,921	40,148,940	30,047,496
Stationery, printing, advertisement etc.	26	33,800,120	32,264,653	17,830,395	17,895,199
Managing Director's salary and benefits		5,745,000	5,640,000	3,187,500	3,082,500
Directors' fees	27	1,251,000	874,600	743,000	524,400
Auditors' fee		-	-	-	-
Charges on loan losses		-	-	-	-
Depreciation and repair of bank's assets	28	115,219,938	110,519,391	62,119,959	55,683,469
Other expenses	29	271,663,888	224,513,341	132,984,416	127,074,798
<b>Total operating expenses</b>		<b>1,660,824,787</b>	<b>1,361,023,445</b>	<b>877,006,380</b>	<b>731,823,785</b>
<b>Profit before provision</b>		<b>2,430,372,781</b>	<b>2,363,223,132</b>	<b>1,122,005,297</b>	<b>1,210,794,868</b>
		-			
Provision for loans & advances / Investments	30	417,543,000	390,950,000	135,395,000	221,075,000
Provision for Diminution in value of Investment	31	(8,808,928)	-	(2,897,970)	-
Other provision	32	11,821,000	92,131,717	3,969,000	72,132,818
		420,555,072	483,081,717	136,466,030	293,207,818
<b>Total Profit before Taxes</b>		<b>2,009,817,709</b>	<b>1,880,141,415</b>	<b>985,539,267</b>	<b>917,587,050</b>
Provision for Taxation		-			
Current tax	12.5.1	987,000,000	960,000,000	450,000,000	458,000,000
Deferred tax		(14,449,069)	(14,776,567)	(6,868,083)	(4,069,719)
		972,550,931	945,223,433	443,131,917	453,930,281
<b>Net Profit after Taxation</b>		<b>1,037,266,778</b>	<b>934,917,982</b>	<b>542,407,350</b>	<b>463,656,769</b>
<b>Appropriations</b>		-			
Statutory Reserve	14.1	401,963,542	376,028,283	197,107,854	183,517,410
General reserve		-	-	-	-
		401,963,542	376,028,283	197,107,854	183,517,410
<b>Retained surplus</b>		<b>635,303,236</b>	<b>558,889,699</b>	<b>345,299,496</b>	<b>280,139,359</b>
Earning per share (EPS)	33	2.05	1.85	1.07	0.92

  
CFO & Company Secretary

  
Managing Director

  
Vice Chairman

  
Chairman

TRUST BANK LIMITED

Cash Flow Statements (Unaudited)  
For the period from January to June 2016

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka
<b>A. Cash flow from operating activities</b>		
Interest received in cash	6,633,067,625	6,400,811,582
Interest payments	(4,971,311,088)	(5,315,523,502)
Dividend receipts	338,775	8,453,286
Fees and commission receipts in cash	618,723,228	621,619,660
Recoveries of loans previously written off	-	-
Cash paid to employees	(1,068,933,959)	(862,405,632)
Cash paid to suppliers	(30,074,623)	(24,964,827)
Income Taxes paid	(940,344,368)	(625,690,610)
Received from other operating activities (item-wise)	741,165,663	1,187,348,164
Payments for other operating activities (item-wise)	(745,591,307)	(684,753,672)
<b>Operating profit before changes in operating Assets and Liabilities</b>	<b>237,039,946</b>	<b>704,894,449</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>		
Statutory Deposits	-	-
Net Investment in trading securities	372,314,860	(590,000,000)
Loan & advance to other banks	-	-
Loan & advance to customers	(1,912,629,953)	(15,204,198,344)
Other assets (item-wise)	(531,516,988)	(251,138,391)
Deposits from other banks	182,034,827	558,216,366
Deposits from customers	19,744,535,449	18,679,948,158
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities (item-wise)	(38,388,911)	(55,397,992)
<b>Net cash from operating activities (A)</b>	<b>18,053,389,230</b>	<b>3,842,324,246</b>
<b>B. Cash flow from investing activities</b>		
Proceeds from sale of securities	-	-
Payments for purchase of government securities	(8,466,294,663)	213,987,601
Purchase of property, plant & equipment	(78,614,492)	(120,508,723)
Purchase of intangible assets	(3,549,999)	(5,510,396)
Sale of property, plant & equipment	36,178	2,045,000
<b>Net cash from investing activities (B)</b>	<b>(8,548,422,976)</b>	<b>90,013,482</b>
<b>C. Cash flow from financing activities</b>		
Increase/(Decrease) in Borrowing:		
Call loan	(1,110,000,000)	-
Re-Purchase agreement (REPO)	-	-
Other borrowings	1,011,531,052	2,543,300,839
Share Capital A/c	-	-
Share Premium A/c	-	-
Dividend paid in cash	(328,178,747)	(213,103,083)
<b>Net cash from financing activities (C)</b>	<b>(426,647,695)</b>	<b>2,330,197,756</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>	<b>9,078,318,559</b>	<b>6,262,535,484</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	<b>(2,077,341)</b>	<b>(20,822,387)</b>
<b>F. Opening Cash and Cash Equivalent</b>	<b>19,033,328,048</b>	<b>13,081,868,034</b>
<b>G. Cash and cash equivalents at end of year (D+E+F)</b>	<b>28,109,569,266</b>	<b>19,323,581,131</b>

**TRUST BANK LIMITED**  
**Statement of changes in Equity (Unaudited)**  
**For the period from January to June 2016**

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
<b>Balance as at 01 January 2016</b>	4,688,267,820	-	229,665	3,333,692,338	57,636,494	1,432,222,212	9,512,048,529
Changes in accounting policy	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	(50,931,115)	-	(50,931,115)
Currency transaction difference	-	-	(14,467)	-	-	-	(14,467)
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-
Net profit/(loss) for the year after tax	-	-	-	-	-	1,037,266,778	1,037,266,778
Statutory reserve	-	-	-	401,963,542	-	(401,963,542)	-
Dividends (Bonus Share)	375,061,420	-	-	-	-	(375,061,420)	-
Dividends (Cash)	-	-	-	-	-	(328,178,747)	(328,178,747)
Issue of Share Capital ( Rights Share)	-	-	-	-	-	-	-
<b>Balance as at 30 June 2016</b>	<b>5,063,329,240</b>	<b>-</b>	<b>215,198</b>	<b>3,735,655,880</b>	<b>6,705,379</b>	<b>1,364,285,281</b>	<b>10,170,190,978</b>

**Statement of changes in Equity (Unaudited)**  
**For the period from January to June 2015**

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
<b>Balance as at 01 January 2015</b>	4,262,061,660	75,576,040	187,663	2,709,042,761	547,322	1,081,274,744	8,128,690,190
Changes in accounting policy	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	27,899,205	-	27,899,205
Currency transaction difference	-	-	(51,310)	-	-	-	(51,310)
Net gain and losses not recognized in the income statement	-	-	-	-	-	-	-
Net profit/(loss) for the year after tax	-	-	-	-	-	934,917,982	934,917,982
Statutory reserve	-	-	-	376,028,283	-	(376,028,283)	-
Dividends (Bonus Share)	426,206,160	-	-	-	-	(426,206,160)	-
Dividends (Cash)	-	(75,576,040)	-	-	-	(137,527,043)	(213,103,083)
Issue of Share Capital ( Rights Share)	-	-	-	-	-	-	-
<b>Balance as at 30 June 2015</b>	<b>4,688,267,820</b>	<b>-</b>	<b>136,353</b>	<b>3,085,071,044</b>	<b>28,446,527</b>	<b>1,076,431,240</b>	<b>8,878,352,984</b>

**TRUST BANK LIMITED**  
**Liquidity Statement**  
**(Asset and Liability Maturity Analysis)**  
**As at 30 June 2016**

Amount in Taka

Particulars	Up to 01 Month	1- 3 Months	3-12 Months	1- 5 Years	More than 5 Years	Total
<b>Assets:</b>						
Cash in Hand	3,637,044,124	-	-	-	-	3,637,044,124
Balance with Bangladesh Bank and Sonali Bank	2,058,438,497	-	-	-	9,750,851,598	11,809,290,095
Balance with other banks and financial institutions	5,537,926,947	2,500,000,000	530,000,000	-	-	8,567,926,947
Money at call and short notice	4,090,000,000	-	-	-	-	4,090,000,000
Investments	9,596,607,600	3,224,578,072	5,164,500,438	4,739,395,853	9,581,167,282	32,306,249,245
Loans and Advances	22,742,134,296	24,618,677,208	51,882,553,677	24,662,691,825	8,948,599,712	132,854,656,718
Fixed Assets including premises, furniture and fixtures	-	-	-	-	806,911,346	806,911,346
Other assets	972,151,186	1,252,854,938	716,402,367	137,877,352	3,368,341,620	6,447,627,463
Non-banking assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>48,634,302,650</b>	<b>31,596,110,218</b>	<b>58,293,456,482</b>	<b>29,539,965,030</b>	<b>32,455,871,558</b>	<b>200,519,705,938</b>
<b>Liabilities:</b>						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	2,089,030,247	2,180,442,932	1,295,274,384	6,866,340,979	400,000,000	12,831,088,542
Deposits	42,157,056,144	29,616,498,242	43,181,676,279	20,521,932,216	28,341,636,633	163,818,799,514
Other accounts	6,443,487,236	-	-	-	-	6,443,487,236
Provision and other liabilities	1,128,578,622	1,051,758,015	3,664,002,230	1,029,525,726	382,275,075	7,256,139,668
<b>Total Liabilities</b>	<b>51,818,152,249</b>	<b>32,848,699,189</b>	<b>48,140,952,893</b>	<b>28,417,798,921</b>	<b>29,123,911,708</b>	<b>190,349,514,960</b>
<b>Net Liquidity Gap</b>	<b>(3,183,849,599)</b>	<b>(1,252,588,971)</b>	<b>10,152,503,589</b>	<b>1,122,166,109</b>	<b>3,331,959,850</b>	<b>10,170,190,978</b>

Net result of the Liquidity Statement represents the "Shareholders' Equity" of the Bank

**TRUST BANK LIMITED**  
**Notes to the Financial Statements**  
**For the period from January to June 2016**

**1 The Bank It's Activities**

Trust Bank Limited is a scheduled commercial bank established under the Bank Company Act, 1991 and incorporated as a Public Limited Company under the Companies Act, 1994 in Bangladesh on 17 June 1999 with the primary objective to carry on all kinds of banking business in and outside Bangladesh. The Bank has One Hundred One (101) branches and six (6) SME Service Centers/Krishi Branch are operating in Bangladesh as at 30 June 2016. The Bank has no overseas branches as at 30 June 2016. The bank is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly traded company for its general class of shares.

The registered office of the Bank is located at Shadhinata Tower, Shaheed Jahangir Gate, Dhaka Cantt., Dhaka-1206.

Initially the bank has started its operation in the name of "The Trust Bank Limited" but on 12 November 2006 it was renamed as "Trust Bank Limited" by the Registrar of Joint Stock Companies. The new name of the bank was approved by Bangladesh Bank on 03 December 2006.

The Principal activities of the Bank to provide full range of banking services that include deposit banking, loans & advances, export, import and financing national and international remittance facilities etc.

**1.1 Off-shore Banking Unit**

The Bank obtained Off-shore Banking Unit Permission vide letter no. BRPB(P-3)744(116)/2010-2462 dated 2 June 2010. The Bank commenced its operation from 24 October 2013 through our Dilkusha Corporate Branch in Gulshan Corporate & CDA Avenue Branch. The Off-shore banking units are governed under the rules and guidelines of Bangladesh Bank. Separate financial statements of Off-shore banking are shown in Annex-G

**1.1.1 Subsidiaries of the Bank**

The Bank Has 2 (Two) Subsidiaries details of which are given below:

**1.1.2 Trust Bank Investment Limited**

Trust Bank Investments Limited, is fully owned subsidiary of Trust Bank Limited was incorporated on 9 Septemebr 2010 with an initial paid up capital of Taka 300 million upon receiving consent from SEC on 25 October 2010.

**1.1.3 Trust Bank Securities Limited**

Trust Bank Securities Limited, is fully owned subsidiary of Trust Bank Limited was incorporated on 7 February 2013 with an initial paid up capital of Taka 35 million having registered office is located at 28, Kafrul, Dhaka - 1206.

Trust Bank Investment Limited offers full range of Business of Stock Brokers that includes buy and sell of shares & securities, fixed income securities, Bonds Debenture etc.

**1.2 Islami Banking Activities**

The defining characteristic of Islamic banking is the prohibition of interest (Riba) from all transactions and dealing in businesses that are allowed (halal) in shariah. Islamic banking is governed by a set of strict rules derived from the holy book, the Qur'an & Sunnah of Prophet (pbh). In addition to compliance of shariah guidelines for conducting business, Islamic banking practices a strong documentary record keeping system eliminating all vagueness regarding business & responsibilities of the parties involved.

In the backdrop of strong public demand and support for the system along with its religious compliance issue and also its business potentials Trust Bank Ltd. started its Islamic banking operations through 'window' mechanism as per Bangladesh Bank approval. Trust Islamic Banking (TIB), the brand name of the operation, has started its operation from latter part of 2008 through 5 (five) Islamic banking windows at the TBL-Principal Br., Millennium Br., Dilkusha Br. in Dhaka, CDA Br. in Chittagong & Sylhet Corporate branch in Sylhet. In addition to the above mentioned 5 (five) branches all TBL branches can now provide Islamic banking services through on-line banking system.

In addition to the Shariah guidelines, Trust Islamic banking operations are strictly complied with the Bangladesh Bank instructions regarding Islamic banking operations and adheres to the followings:

- Completely Separate Fund management – no mingling of fund with the conventional banking deposits of the Bank.
- Separate book-keeping, Profit & Loss Account by Islamic banking module of Bank's CBS.
- TIB has a distinguished Shariah Supervisory Committee (SSC) for supervision of Shariah related issues
- Investments are made from the Islamic banking deposits only.

- Profit sharing ratio (Depositor: Bank) is 70:30.
- Profit distributions are executed as per approved weightage table.

A dedicated team of resources with skill & commitment in Islamic finance & banking at Head Office closely monitors and supervises the entire operations of TIB to ensure compliance, development and growth of Islamic Banking business. TIB offers the full range deposit & investment products & services for corporate, retail & SME sectors.

A separate Balance sheet Profits & Loss account and statement of Cash-Flows are shown in the AnnexureD, E and F respectively. The figures appearing the Annexure have been incorporated in the related heads of financial statement as recommended by the Bangladesh Bank.

## **2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

### **Basis of preparation**

#### **2.1 Statement of Compliance**

The consolidated financial statements of the group (comprising the Bank and its subsidiaries) financial statements of Trust Bank Limited as at and for the year ended 31 December 2013 have been prepared under the historical cost convention, except for Government Securities which are stated at fair value and in accordance with Bangladesh Financial Reporting Standards (BFRSs), the First Schedule (Section 38) of the Bank Companies Act 1991, as amended by the BRPD Circular 14 dated 25 June 2003, the rules and regulations issued by Bangladesh Bank, the Companies Act 1994, the Securities and Exchange Rules 1987, Stock Exchanges' listing regulations and other rules and regulations are applicable in Bangladesh. In case any requirement of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of BFRS, the requirements of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of BFRS are as follows:

#### **i) Investment in shares and securities**

**BFRS:** As per requirements of BAS 39 investment in shares and securities generally falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value (as measured in accordance with BFRS 13) at the year-end is taken to profit and loss account or revaluation reserve respectively.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision has been made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.

#### **ii) Revaluation gains/losses on Government securities**

**BFRS:** As per requirement of BAS 39 where securities will fall under the category of Held for Trading (HFT), any change in the fair value of held for trading assets is recognised through profit and loss account. Securities designated as Held to Maturity (HTM) are measured at amortised cost method and interest income is recognised through the profit and loss account.

**Bangladesh Bank:** According to DOS Circular 05 dated 26 May 2008 and subsequently clarification in DOS Circular 05 dated 28 January 2009, HFT securities are revalued on the basis of mark to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognised in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortisation of discount are recognised in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortised at the year end and gains or losses on amortisation are recognised in other reserve as a part of equity.

#### **iii) Provision on loans and advances/investments**

**BFRS:** As per BAS 39 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

**Bangladesh Bank:** As per BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012) and BRPD circular No. 05 (29 May 2013) a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39.

**iv) Recognition of interest in suspense**

**BFRS:** Loans and advances to customers are generally classified as 'loans and receivables' as per BAS 39 and interest income is recognised through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognised in profit and loss account on the same basis based on revised carrying amount.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified, interest on such loans are not allowed to be recognised as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.

**v) Other comprehensive income**

**BFRS:** As per BAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement.

**Bangladesh Bank:** Bangladesh Bank has issued templates for financial statements which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single Other Comprehensive Income (OCI) Statement. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

**vi) Financial instruments – presentation and disclosure**

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in BAS 39. As such full disclosure and presentation requirements of BFRS 7 and BAS 32 cannot be made in the financial statements.

**vii) Financial guarantees**

**BFRS:** As per BAS 39, financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

**Bangladesh Bank:** As per BRPD 14, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin.

**viii) Cash and cash equivalent**

**BFRS:** Cash and cash equivalent items should be reported as cash item as per BAS 7.

**Bangladesh Bank:** Some cash and cash equivalent items such as 'money at call and on short notice', treasury bills, Bangladesh Bank bills and prize bond are not shown as cash and cash equivalents. Money at call and on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments.

**ix) Non-banking asset**

**BFRS:** No indication of Non-banking asset is found in any BFRS.

**Bangladesh Bank:** As per BRPD 14, there must exist a face item named Non-banking asset.

**x) Cash flow statement**

**BFRS:** The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

**Bangladesh Bank:** As per BRPD 14, cash flow is the mixture of direct and indirect methods.

**xi) Balance with Bangladesh Bank: (Cash Reserve Requirement)**

**BFRS:** Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per BAS 7.

**Bangladesh Bank:** Balance with Bangladesh Bank is treated as cash and cash equivalents.

**xii) Presentation of intangible asset**

**BFRS:** An intangible asset must be identified and recognised, and the disclosure must be given as per BAS 38.

**Bangladesh Bank:** There is no regulation for intangible assets in BRPD 14.

**xiii) Off-balance sheet items**

**BFRS:** There is no concept of off-balance sheet items in any BFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

**Bangladesh Bank:** As per BRPD 14, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

**xiv) Loans and advances/Investments net of provision**

**BFRS:** Loans and advances/Investments should be presented net of provision.

**Bangladesh Bank:** As per BRPD 14, provision on loans and advances/investments are presented separately as liability and can not be netted off against loans and advances.

**2.2 Basis of Consolidation**

The consolidated financial statements include the financial statements of Trust Bank Limited and its subsidiary Trust Bank Investment Limited made up to the end of the financial year. The consolidated financial statements have been prepared in accordance with Bangladesh Accounting Standard 27: *Consolidated and Separate Financial Statements*.

**2.3 Subsidiary**

Subsidiary is that enterprise which is controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise from the date that control commences until the date that control ceases. The financial statements of subsidiary are included in the consolidated financial statements from the date that control effectively commences until the date that the control effectively ceases. Subsidiary companies are consolidated using the purchase method of accounting.

**2.4 Use of estimates and judgments**

The preparation of consolidated financial statements of the Bank requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

**2.5 Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the entities.



- 2.6 Transactions eliminated on consolidation**  
All intra-group transactions, balances, income and expenses are eliminated on consolidation. Profit and loss resulting from transactions between Group are also eliminated on consolidation.
- 2.7 Foreign currency Transactions and Translations**  
Transactions in foreign currencies are translated into reporting currency at the rates of exchange prevailing on the date of such transactions and resulting gains or losses are credited or charged to profit & loss account as per BAS-21" The Effects of Changes in Foreign Exchange Rates".  
  
The assets and liabilities of foreign operations are translated to Bangladeshi Taka at exchange rates prevailing at the balance sheet date. The income and expenses of foreign operations are translated at average rate of exchange for the year.
- 2.8 Reporting Period**  
These financial statements of the Bank and its subsidiaries cover one calendar year from 1 January to 30 June 2016.
- 2.9 Statements of Cash Flows**  
Statements of Cash flow has been prepared in accordance with Bangladesh Accounting Standard (BAS) 7 "Statement of Cash Flows" and under the guideline of Bangladesh Bank BRPD Circular no.14 dated 25 June 2003. The Statement shows the structure of changes in cash and cash equivalents during the financial year.
- 2.10 Statements of Changes in equity**  
The statement of changes in equity reflects information about the increase or decrease in net assets or wealth. Statement of changes in equity has been prepared in accordance with Bangladesh Accounting Standard (BAS) 1 "Presentation of Financial Statements" and relevant guidelines of Bangladesh Bank.
- 2.11 Statement of liquidity**  
The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per the following bases:
- a) Balance with other banks and financial institutions, money at call and short notice etc. are on the basis of their maturity term.
  - b) Investments are on the basis of their maturity.
  - c) Loans and advances and lease receivables are on the basis of their repayment / maturity schedule.
  - d) Fixed assets are on the basis of their useful life.
  - e) Other assets are on the basis of their realization/adjustment.
  - f) Borrowing from other banks, financial institutions and agents as per their maturity /repayment term.
  - g) Deposits and other accounts are on the basis of their maturity term and past trend of withdrawal by the depositors.
  - h) Other long term liabilities on the basis of their maturity term.
  - i) Provisions and other liabilities are on the basis of their payment /adjustment schedule.
- 2.12 Taxation**  
The expense comprises current and deferred tax. Current tax and deferred tax is recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity.
- 2.12.1 Current Tax**  
In compliance with BAS-12 " Income Taxes", provision for current income tax has been made @ 40% on business income, @ 20% on dividend income and @ 10% on capital gain on sale of shares, after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance 1984 and time to time amendment to issue different S.R.O and circular issued by the N.B.R.
- 2.12.2 Deferred taxation**  
Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognised for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the balance sheet date. The impact on the account of changes in the deferred tax assets and liabilities has also been recognised in the profit and loss account as per BAS-12 "Income Taxes".
- 2.13 Provision and accrued expenses**  
In compliance with BAS-37, provisions and accrued expenses are recognised in the financial statements when the Bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

**2.14 Provision for off-balance sheet exposures**  
In compliance with Bangladesh Bank guidelines, off-balance sheet items have been disclosed under contingent liabilities. As per BRPD Circular no.10, dated 18 September 2007, the bank is required to maintain provision @ 1% against off-balance sheet exposures

**2.15 Provision for nostro accounts**  
The Bank does not required to maintain provision for nostro accounts for the year 2012 in accordance with the guideline of Foreign Exchange Policy Department of Bangladesh Bank, FEPD Circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005.

**2.16 Assets and basis of their valuation**

**2.16.1 Cash and cash equivalents**  
Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the Bank management for its short-term commitments.

**2.16.2 Loan Classification and Provisioning**  
TBL always maintains its loan portfolio with proper classification provisioning complying rules & regulations set by Bangladesh Bank. Required provision is kept to minimize future risk. Bank classifies loan on the basis of objective criteria & qualitative judgment. Special care & initiatives are taken to keep the loans standard & strong drives are given to reduce the percentage of Nonperforming Loans by way of cash recovery & regularization through rescheduling. At the end of 2015, classified loans of the Bank has stood at BDT 3,588.48 million & BDT 3,657.70 million has been kept as provision against classified, unclassified loans, off balance sheet & offshore banking business which is excess by BDT100.00 million in respect of required provision complying the following rate:

<b>General provision on</b>	<b>Provision Rate</b>
a. Consumer Financing (House Financing)	2%
b. Consumer Financing (Loans to Professional)	2%
c. Consumer Financing ( Other than a & b)	5%
d. Small and Medium Enterprise Financing (SMEF)	0.25%
e. Short Term Agriculture & Micro Credit	3%
f. Loans to BHs/ MBs/ Sds against Shares etc	2%
g. All other Credit	1%
h. Special Mention Account	0.25% to 5%
<b>Specific provision on</b>	
a. Substandard Loans and Advances	
i. Short Term Agri Credit & Micro Credit	5%
ii. Other than Short Term Agri Credit & Micro Credit	20%
b. Doubtful Loans and Advances	
i. Short Term Agri Credit & Micro Credit	5%
ii. Other than Short Term Agri Credit & Micro Credit	50%
c. Bad/Loss Loans and Advances	100%

**2.16.3 Provision for off balance sheet exposures**  
General provision for off balance sheet exposures has been made @ 1% on period end balance of total off balance sheet exposures as per BRPD circular No. 8 and 10 dated August 07, 2007 and September 18, 2007 respectively issued by Bangladesh Bank.

**2.17 Investments**  
Investments have been initially recognised at cost, including acquisition charges associated with the investment. Premiums have been amortised and discount accredited,using the effective or historical yield method. Government treasury Bills and Bonds (categorized as HFT or/and HTM) are accounted for as per Bangladesh Bank DOS circular letter no.05 dated 26 May 2008 and DOS circular no. 05 dateted 28 January 2009.

### 2.17.1 Held to maturity

Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity' other than those which are floating and/or free to trade in the market at prevailing prices are classified as held to maturity. The securities in HTM are to be held up till maturity. These securities in HTM must be amortized at the end of the year before maturity and the increase/decrease is to be accounted in the 'statement of changes in equity' (as Revaluation Reserve-HTM). According to Bangladesh Bank DOS Circular Letter No. 01 dated January 19, 2014 a bank can only hold securities of maximum 110% of the total SLR requirement (usually kept as approved government securities) as HTM category the compliance of which came into effect from February 01, 2014. These investment securities can be transferred to and/or re-categorized as HFT any time after getting approval from the Board of Directors of the Bank.

As on December 31, 2015 the amount of our investment in Government Treasury Bills in HTM Category is zero and the amount of our investment in Government Treasury Bonds in HTM is Tk. 1395,90,92,790.00. However, we also had investment in Bangladesh Bank Bill in HTM Category amounting to Tk. 94,79,35,650.00 as on December 31, 2015.

### 2.17.2 Held for trading

Investments classified in this category are held indeed selling or purchasing –in short- trading as decided by the management of the bank or treasury. After initial recognition, investments of such categories are measured at their fair value once in a week and any change in the fair value is recognized in the statement of capital (as Revaluation Reserve-HFT) for the period before next appreciation. According to Bangladesh Bank DOS Circular Letter No. 05 dated May 26, 2008, no dividend will be allowed to pay to its shareholders on the amount of increase and/or decrease in income generated out of revaluation of securities held for trading. The value of the bank's investment in Government Treasury Bills in HFT category at the end of the year 2015 is Tk. 669,14,58,580.00

Value of investments has been enumerated as follows :

Investment Class	Initial recognition	Subsequent Mesurement	Recording of changes
Treasury Bill/Bond(HFT)	At Present Value	Market Value	Loss to Profit & Loss Account, gain to revaluation reserve
Treasury Bill/Bond(HTM)	At Present Value	Amortized Value	Increase in value to equity and decrease in value to Profit & Loss Account
Debenture	At cost	None	None
Prize bond	At cost	None	None
Shares	At cost	Cost	Any loss, charged in Profit & Loss,

### 2.18 Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation as per BAS-16 " Property, Plant and Equipment".

Depreciation is charged at the following rates per annum using reducing balance method on all fixed assets other than motor vehicles and office equipment, which are depreciated on straight-line method and no depreciation on land is charged.

Category of fixed assets	Rate
Land	Nil
Building	2.5% p.a.
Furniture & Fixtures	10% p.a.
Office Equipment	20% p.a.
Motor Vehicles	20% p.a.
Office Decoration	12% p.a.

Depreciation at the applicable rates is charged proportionately on additions made during the year from the date of their use and in case of sale upto the earlier of the date that asset is classified as held for sale in accordance with BFRS 5 and the date that the asset is derecognised.

Repairs and maintenance costs of fixed assets are charged to profit & loss account, when incurred.

### **2.18.1 Intangible assets**

Intangible asset is an identifiable non-monetary asset without physical substance. An intangible asset is recognised if it is probable that the future economic benefits that are attributable to the assets will flow to the entity and the cost of the asset can be measured reliably in accordance with BAS 38: "Intangible Assets".

Subsequent expenditure on intangible asset is capitalised only when it increases the future economic benefits embodied in the specific assets to which it relates. All other expenditure is expensed as incurred.

The software used by TBL represents the value of computer application software licensed for the use of the bank. Software is carried at cost less accumulated amortisation and any impairment losses. Initial cost comprises license fees paid at the time of purchase and other directly attributable expenditure that are carried in customising the software for its intended use. Software is amortised using the straight line method over the estimated useful life of 5 (five) years commencing from the month at which the application software is made available for use.

### **2.18.2 Non-Banking Assets**

As on balance sheet date TBL has not arisen any Non-Banking Assets failure from borrower to repay the loan/Investments.

### **2.18.3 Offsetting**

Financial assets and financial liabilities are offset and the net amount is presented in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Advance tax paid and provision for tax of the bank is presented on net basis as a liability item if the liability is higher than asset and as an asset item if the asset is higher than liability.

## **2.19 Liabilities and Provisions**

### **2.19.1 Retirement benefits to the employees**

#### **i) Provident fund**

Provident fund benefits are given to the confirmed staffs of the Bank in accordance with the locally registered Provident Fund Rules. The Commissioner of Income Tax, Taxes Zone - 6, Dhaka has approved the Provident Fund as a recognized provident fund within the meaning of sub-section 1 of section 2 read with the provisions of part - B of the First Schedule of Income Tax Ordinance 1984 w.e.f. 27 February 2003. The Fund is operated by a Board of Trustees consisting seven members from the employees of the Bank. All confirmed employees of the Bank are contributing 10% of their basic salary as subscription to the Fund. The Bank also contributes equal amount. Interest earned from the investments is credited to the members' account on yearly basis.

#### **ii) Gratuity fund**

The Bank has started making provision for liabilities of its employees' gratuity as per gratuity scheme of the Bank from the year 2004. Subsequently National Board of Revenue has approved the fund as recognized within the meaning of sections 2 and 3 read with the provision of part - C of the First Schedule of Incom Tax Ordinance 1984 w.e.f. 20 November 2006. The Bank contributes to the Fund as per Gratuity Fund Rules as well as Service Rule of the bank.

#### **iii) Super annuation fund**

The Bank has also introduced a "Superannuation Fund" instead of group life insurance policy for the employees. Those employees, who will be able to fulfill the specific criteria mentioned in the policy of the fund, will be entitled to get the benefit of "Superannuation Fund". National Board of Revenue has approved the fund as recognized within the meaning of section 3 read with the provision of part - A of the First Schedule of Incom Tax Ordinance 1984 w.e.f. 22 December 2004.

### **2.19.2 Minority interest in subsidiaries**

Minority interest in business is an accounting concept that refers to the portion of a subsidiary corporation's stock that is not owned by the parent corporation. The magnitude of the minority interest in the subsidiary company is always less than 50% of outstanding shares, else the corporation would cease to be a subsidiary of the parent. Minority interest belongs to other investors and is reported on the consolidated balance sheet of the owning company to reflect the claim on assets belonging to other, non-controlling shareholders. Also, minority interest is reported on the consolidated income statement as a share of profit belonging to minority shareholders.

## **2.20 Revenue recognition**

### **i) Interest income/Profit on TIB Investment**

In terms of the provisions of the BAS-18 "Revenue", the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified. It is then kept in interest suspense in a memorandum account. Interest on classified advances is accounted for on a cash receipt basis.

### **ii) Investment income/TIB Investment Income**

Income on investments is recognized on accrual basis except from Government Securities which are recognized on the basis of BRPD Circular 15 Dated 31 October 2005 issued by Bangladesh Bank.

### **iii) Fees and commission income**

Fees and commission income arises on services provided by the Bank are recognized on a cash receipt basis. Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

### **iv) Dividend income**

Dividend income from investments is recognised at the time when it is declared, ascertained and right to receive the payment is established.

### **v) Interest paid on borrowings and deposits**

Interest paid on borrowings and deposits are calculated on 360 days in a year and recognised on accrual basis

### **vi) Management and other expenses**

Expenses incurred by the Bank are recognised on actual and accrual basis. recognized on accrual basis.

## **2.21 Reconciliation of inter-bank and inter-branch account**

Accounts with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there are no material differences which may affect the financial statements significantly. Un-reconciled entries / balances in case of inter-branch transactions as on the reporting date are not material.

## **2.22 Risk Management**

Risk management policy or process of Trust Bank encompasses risk appreciation basing on the risk appetite for the particular sector/segment of the customers and subsequent risk identification, measurement and controlling of risk components to safeguard the interest of the bank and to keep the business portfolio performing to the maximum extent.

We always prioritize to ensure risk–return tradeoff on all business transactions. The focus group as constituted by Bangladesh Bank has selected 06 core risks namely (a) Credit Risk (b) Asset liability/Balance sheet Risk (c) Foreign Exchange Risk (d) Internal control and compliance Risk (e) Money laundering Risk and (f) IT risk management in order to impart internationally accepted best practices in the Banking and Financial system. Banks as a financial intermediary (ies) are exposed to multidimensional risks but those risks are to be examined and quantified for acceptance in line with the risk appetite and credit policy of our bank.

### **2.22.1 Credit risk management**

The bank believes that risk management is the core area of concern that makes its business sustainable. Ability to produce profit consistently and sustainably is a function of risk management and the bank is breaklessly pursuing nonstop development in this vicinity. One of the key risks the bank is uncovered, arises from credit facility allowed to customers. In this regard, objective of risk management is to maximize risk-adjusted returns durable within own risk appetite. TBL Risk management approach is based on a transparent understanding of various risk, regimented assessment, measurement and uninterrupted monitoring of such risks. The policies and procedures designed for the purpose are regularly reviewed to assume regulatory changes and improvements. Bank's Board of Directors is first and foremost responsible for deciding risk appetites, approving related strategies and policies and administering its compliance and the competence of the risk management framework through reports from Internal Control and Compliance Division. Credit risk policy covers large to small enterprise exposure as well as retail exposure. Policies and procedures together have structured and standardized credit risk management practice both in obligor and portfolio point.

#### **Frame-Work**

In today's rapid changing economic and financial environment, effective risk management is a must for sustainable growth and for maximizing share-holders wealth. Banking business is in fact a business of risk taking and risk managing. So, it is very vital to manage all possible risks efficiently in effective way to emerge as winner out of risk ventures. TBL has always prioritized adopting different credit risk management tools & techniques as "prevention is better than cure" for all type of credits in all the stages i. e. from receiving application to approval level for more safe and sound credit portfolio.

Credit risk originates from the –  
Market Risk

- \*Supplier's Risk
- \*Financial Risk
- \*Business Risk
- \*Management Risk
- \*Structural Risk
- \*Security Risk
- \*Infrastructural Risk
- \*Information/Data Risk
- \*Technological Risk
- \* Interest Rate Risk
- \* Security Risk etc.

Bank considers all relevant information and financials of the customers, their business performances, sectoral conditions, arrangement & strength of supply chain, succession status etc for assessment and analyses all factors and results of it in order to adopting appropriate risk mitigation if the client's proposal is viable for financing.

### **2.22.2 Asset liability risk management**

Asset Liability Management (ALM) especially focuses on "Risk Management". It covers the widest range of the banking activities in day-to-day operation. Introduction of ALM in a bank simply ensures the existence of healthy and prudent asset liability management system in the institute. In the complex banking era, there are so many risk factors any one which is good enough to a negative growth. Therefore, identification of factors and effective control over them are important and essential. Under the ALM system, it is ensured that then senior management would be attentive to balance sheet items for the great interest of the bank. As per Bangladesh Bank guideline, TBL (Trust Bank Limited) has formed a committee of Assets and Liability Management called ALCO (Assets Liability Management Committee).

ALM has been designed under main 4 (four) broader heads including (i) Understanding of Asset Liability Management (ALM), (ii) Strategic for ALM, (iii) Operational policy of ALM and (iv) Review, Monitoring & Control.

Understanding part has described the ALM from different angle along with the major risk forces prevailing in the financial market. Strategic policy guideline that the TBL has set on some particular issues such as AD Ratio (Advance Deposit Ratio), MCO (Maximum Cumulative Outflow), determination of interest rate on deposits, determination of Interest rate on Inter Bank General Account (TBL Gen A/C), Wholesale Deposit Guideline (WDG), Commitments, Placement Limit with other Banks, Liquidity Contingency Plan, Regulatory Compliance etc. Moreover a good number of specific reporting formats have been embodied covering almost every corner of information sector that will help the management to take their decision. Operational part explains the structure of ALCO along with meeting, Agendas, ALCO papers etc. need to be followed on regular basis by the Bank. Finally, last part includes overall monitoring and control measure purview of the stated policy guidelines of the Asset Liability Management of the Trust Bank Limited.

### **2.22.3 Foreign exchange risk management**

Foreign exchange risk is the potential changes in earnings arising due to exchange rate fluctuation, adverse exchange position or changes in the market price. Such risk may arise from position held in various foreign exchange products like spot, forward and options. Foreign exchange risk management is fundamental for safe and sound management of all institution having exposure to foreign currencies.

Today's Financial institutions engage in activities starting from Import, Export and Remittance to complex derivatives involving basic Foreign Exchange and Money Market to complex structured products. All these require high degree of expertise that is difficult to achieve in the transaction originating department and as such the expertise is housed in a separate department i.e treasury.

Foreign Exchange risk management is one of the important responsibilities of the treasury division. The foreign exchange risk are measured and monitored by the treasury division of the bank. The function of the treasury Front Office, Mid Office and Back office are segregated. Mid office and back office are conducting operations in a separate location apart from Treasury Front Office. Treasury Front Office manages and controls day-to-day trading activities and ensure continues monitoring of the level of assume risk. Treasury Mid Office verifies deal and monitors limit. Back office is responsible for deal confirmation, settlement of transaction, transferring fund to NOSTRO accounts, timely recording and reporting of information on exchange transactions and currency transfer etc. Reporting lines of these three office are separate and independent to ensure minimizing FEX risk.

As per directive of central bank, the bank has formulated a well defined Treasury Manual with a view to minimize the foreign exchange risk. Bank also developed different strategies to control foreign exchange risk in the light of net open position set by central bank, overall gross limit forward transaction, maximum loss limits per deal per day, counter party limit etc. Market scenario of risk monitored and measured by Treasury division to manage the foreign exchange operations in such a way that earnings not hampered against any adverse movement of market price.

#### **2.22.4 Internal control and compliance risk management**

Internal Control refers to the mechanism in place on a permanent basis to control the activities in an organization. In absence of it, risks resulting in unexpected losses caused by faulty internal processes, human errors, frauds & forgery, technology failure and documentary lapses may surface. The primary objectives of internal control system are to help the bank perform better through the use of its resources, identify its weaknesses, take appropriate measures to overcome the same and ensure compliance with regulatory framework including applicable laws and regulations.

The bank has set up Internal Control & Compliance (IC&C) Division at Head Office to ensure that the internal control processes are in place. As per instruction of Bangladesh bank the Audit Committee of the Board has been constituted to assist the board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the board for effective functioning of the bank. The committee reviews the financial reporting process, the system of internal control and management of financial risks, the audit process, health report of the bank and the bank's process for monitoring compliance with laws and regulations and its own code of business conduct. In the year 2015, 06 meetings of the Audit Committee were held. The bank has introduced 'Risk Based Internal Audit (RBIA)' to assess the business risk as well as control risk associated with the branches, and determines how much follow up, monitoring & periodicity of internal audit would be required to bring a particular branch back to normalcy, if it is found that the performance of the branch is not satisfactory, and which may pose a potential threat for the bank.

Each year the IC&C Division sets out an audit plan (internal) for the year which is approved by the Managing Director and placed before the Audit Committee of the Board for concurrence. In 2015 IC&C Division conducted comprehensive audit in 97 branches and 19 divisions /departments at Head Office of the Bank. In the same year the internal audit team of IC&C division carried out 50 Spot Inspections and 34 IT Audits in different branches. In addition, audit was also conducted in 06 TBL branches & Trust Bank Investment Ltd, Head Office and 1088 nos. pay points for Mobile Banking operations in the year 2015.

With the regular spot inspection on different areas of banking operations, bank has also carried out 38 nos. 'Spot Inspection on 'Anti Fraud Internal Control' (AFIC) to develop Risk & Fraud awareness culture among the employees & reduce the likelihood of fraud occurring in Bank.

IC&C Division, Head Office monitor, supervise and ensure the total process of data uploading in the Web portal of Bangladesh Bank under Integrated Supervision System (ISS) introduced by Bangladesh Bank in the year 2015. The Bank regularly reports data/information of both the Head Office and AD Branches through ISS form in the web-portal of Bangladesh Bank. A draft Operational Guideline/Manual on ISS Reporting has developed / formulated to ensure authentic reporting of MIS data of the Bank, generating error-free correct ISS datum and reporting all related datum, timely in Bangladesh Bank ISS Web Portal. In 2015 ISS Department, Head Office has been arranged 11 nos. training on ISS reporting where 52 Executives under 'Ka - Focus Group' and 542 Officers under 'Kha - Focus Group' were given training.

IC&C Division looks after the activities of Complaint Cell of Head Office and handles the complaints of the customers received directly from FICSD (Financial Integrity & Customer Services Department), Bangladesh Bank and other sources. A 'Guidelines for Customer Services & Complaint Management' of Trust Bank Limited has been developed in the year 2015, which was approved by the Board of Directors of the Bank in its 240th (09/2015) meeting held on 22.07.2015. IC&C Division also provides operational and managerial guidance uniformly to all personnel of TBL family to handle and manage the customer's complaints satisfactorily, quickly, effectively and efficiently. In the year 2015, 70 nos. complaints were received from different sources (like Bangladesh Bank, Individual Customers etc) and all complaints were settled / resolved.

In order to make the policy manual time befitting, the existing 'Internal Control & Compliance Policy Manual' has been revised in the year 2015, which was approved by the Board of Directors of the Bank in its 234th (03/2015) meeting held on 30.03.2015.

IC&C Division of the bank ensures its Internal Control Process through review of Departmental Control Function Checklist (DCFCL), Loan Documentation Checklist (LDCL) and Quarterly Operations Report (QOR) of the branches and other mechanisms.

At the end of the year a summary report on audit findings and corrective action taken, is placed in a meeting of the Audit Committee of the Board for information and necessary advice/suggestions. To comply with the directives of Bangladesh Bank a special meeting of the Board of Directors was held on 23 August, 2015 to review the compliance / implementation status on the observations of Bangladesh Bank's comprehensive inspection report, where the representatives of Bangladesh Bank were also present.

#### **2.22.5 Money Laundering & Terrorist Financing Risk Management**

Money Laundering and Terrorist Financing become a major issue of the globe. Worldwide governments are spending a considerable amount of their budgetary expenditure to protect the economy from the financial criminals; to keep the economy & society safe. Banks have become a major target of money laundering operations and financial crimes because they provide a variety of financial services and instruments that can be used to conceal the actual source of money. Money Laundering hamper the reputation of the financial institution and increase the operational risk of the bank. Thus, without even involvement in any criminal offence, money laundering may be a cause of failure of banking sector of an economy.

Bangladesh has enacted the Money Laundering Prevention (Amendment) Act, 2015 & Anti-Terrorism (Amendment) Act, 2013 which covers all the international standards & requirements and assigned Bangladesh Financial Intelligence Unit (BFIU) to discharge the regulatory responsibility of implementation & monitoring of the AML & CFT activities to keep the financial system of the country sound and compliant as international standards. Trust Bank Limited as a compliant & responsible institution committed to the highest standards of AML & CFT compliance. TBL follow the AML & CFT Risk Management guidelines to mitigate the risk and develop its product & services maintaining the regulatory rules and compliance. Trust Bank Limited considers AML & CFT compliance as a part of its social responsibility & commitment.

In compliance of BFIU guidelines, TBL AML & CFT policy guidelines ensures full compliance of all issues including the following:

- 1.Mandatory maintenance of KYC (Know Your Customer) Forms for all types of accounts
- 2.Maintenance & monitoring the TP (Transaction Profile) of all the accounts. Monitoring of unusual / suspicious transaction and report to Bangladesh Bank, if required.
- 3.Submission of Cash Transaction Report (CTR) to BFIU through goAML & FIU on every month.
4. Adequate training are providing to the officials of TBL on AML & CFT.
5. Identification of customer on the basis of risk grading.
6. Identification of Politically Exposed Persons (PEPs) & Local Influential Person (LIPs) customer.
- 7.Transaction monitoring of High Risk and LIPs account
- 8.Declared Customer Acceptance Policy.
- 9.Automated Sanction Screening of UN sanction list.

For mitigating the risks the bank has a Central Compliance Unit (CCU) comprising of CAMLCO, Deputy CAMLCO and other officials at Head Office. A designated Branch Anti-Money Laundering Compliance Officer (BAMLCO) in every branch is assigned to review the AML & CFT activities and measures.

#### **2.22.6 IT risk management**

The advancement of information and communicative technology (ICT) is given credit for the evolution of banking services, in particular, online banking. Information Technology (IT) Risk is a growing component of total operational Risk. As business increasingly depend on IT to automate processes and store information, IT Risk Management is emerging as a separate practice. IT includes security, availability, performance and compliance elements.IT Risk Management helps to reduce service costs and achieve greater compliance by effectively assessing classifying IT risk.

IT Risk management requires a disciplined approach that includes IT Risk awareness, quantification of business impacts, solution design and implementation across people, process, and technology, and creation of a sustained IT Risk Management program complete with performance measurement and a model for continuous improvement.



Compliance definitions

**a) Data Protection**

- Privacy & data security
- Growth of unstructured data
- Business continuity and disaster recovery

**b) Data Retention**

- New model of data storage, software as a service & disaster recovery
- Access by legitimate user

**c) Strategic Governance Risk**

- Alignment of IT risk control framework with business strategy
- Public disclosures accurately reflect corporate performance

**d) National Security** - -Assuring IT system & network support legal infrastructure through electronic signatures, data movements and IT resources

**e) Civil & Criminal legal Framework**

- Protecting individual & corporate intellectual property
- Availability keeping existing process running & recovering from interception
- Access ensuring that people have right access
- Providing accurate, timely and complete information
- Implementing new strategic initiatives

**f) Regulatory Compliance** - Protecting citizens and from terrorism or national disaster

Since the automation of the Bank and centralization of information system, all the branches of the bank are connected to the Head Office IT department in Dhaka through a dedicated link and Disaster Recovery site at Jessore. The infrastructure design is up to standard and completely secure.

**2.22.7 Liquidity risk management**

The risk that bank or business will be unable to meet its commitment as they fall due leading to bankruptcy or rise in funding cost. It is the solvency of business and which has special reference to the degree of readiness in which assets can be converted into cash without loss. Banks traditionally use the statutory liquidity reserve and their borrowing capacity in the volatile interbank money market as the source of liquidity. But a conscious approach to measure and monitor the liquidity is somewhat lacking in our market. We can learn and draw immense benefit by sharing the best practices, tools and techniques of liquidity management. Liquidity Risk arises from funding of long term assets by short term liabilities, thereby making the liabilities subject to rollover or refinancing Risk.

**2.23 Interest rate risk management**

Interest rate risk is the exposure of a bank's financial condition to adverse movements in interest rates. Accepting this risk is a normal part of banking and can be an important source of profitability and shareholder value. However, excessive interest rate risk can pose a significant threat to a bank's earnings and capital base. Changes in interest rates affect a bank's earnings by changing its net interest income and the level of other interest-sensitive income and operating expenses. Changes in interest rates also affect the underlying value of the bank's assets, liabilities and off-balance sheet instruments because the present value of future cash flows (and in some cases, the cash flows themselves) change when interest rates change. Accordingly, an effective risk management process that maintains interest rate risk within prudent levels is essential to the safety and soundness of banks.

**2.24 Operation risk management**

The Objective of Operation Risk Management is to align the business control environment with the bank's strategy by measuring and mitigating risk exposure, contributing to optimal return for stakeholders. The regulators are continuously setting rules and procedures to ensure a greater level of insight and awareness about the risk, we manage and the effectiveness of the controls, we have in place to reduce or mitigate risks. As such, Trust Bank has focused on operational risk management to identify, measure, evaluate, control and manage the risks by posing a strong compliance culture and meeting the regulatory requirements. We have a well constructed operational risk process to address, understand and manage it at an early stage.

## 2.25 **Basel –III Activities**

Bangladesh Bank issued final Basel III guidelines, applicable with effect from January, 2015 in a phased manner through till December, 2019 as per the transitional arrangement provided by Bangladesh Bank for Basel III implementation. The Basel III rules on capital consist of measures on improving the quality, consistency and transparency of capital, enhancing risk coverage, introducing a supplementary leverage ratio and promoting counter-cyclical buffers and addressing systemic risk and inter-connectedness. In 2015, the Bank is required to maintain minimum Common Equity Tier-1 (CET1) capital ratio of 4.50%, minimum Tier-1 capital ratio of 5.50 % and minimum total capital ratio of 10.00%.

### **Pillar-I: Minimum Capital Requirement:**

Banks must hold minimum regulatory capital against Credit, Market and Operational Risk inherent with Banking Business. Trust Bank Ltd. has adopted the following measurement approaches for computing its Capital Adequacy Ratio:

- Standardized Approach for Credit Risk,
- Basic Indicator Approach for Operational Risk, and
- Standardized Approach for Market Risk.

### **Pillar-II: Supervisory Review Process (SRP)**

In compliance with the Pillar–II guidelines of the Bangladesh Bank under Basel III framework, Trust Bank Ltd. has formulated its own Board approved Internal Capital Adequacy Assessment Process (ICAAP) to assess various risks that it is exposed to. The assessment of adequate capital would be the outcome of the dialogue to be held between the bank’s SRP and Bangladesh Bank’s SREP team.

Following Risk has to be asses for Adequate Capital Requirement under ICAAP as per Bangladesh Bank Guideline:

- Residual Risk
- Concentration Risk
- Liquidity Risk
- Reputation Risk
- Strategic Risk
- Settlement Risk
- Evaluation of Core Risk Management
- Environmental & Climate Change Risk
- Other material Risks

### **Pillar-III: Market Discipline:**

Pillar- III (Market discipline) of Basel III, aims to encourage Market discipline by developing a set of disclosure requirements which allows market participants to assess key pieces of information on the scope of application, capital, risk exposures, risk assessment processes and hence, the capital adequacy of the Bank. The Pillar–III Disclosures are published on a yearly basis on the Bank’s website plus a year-end disclosure of every year. The Pillar-III year-end disclosures are also published in the Bank’s Annual Report apart from being available on the Bank’s website.

## 2.26 **Earning per share (EPS)**

The Company Calculates Earning per Share (EPS) in accordance with BAS-33: Earning per Share, which has been shown on the face of Profit & loss Account and the computation of EPS is stated in Note 33.

## 2.27 **Non controlling interest**

Non controlling interest is that portion of the profit or loss and net assets of the subsidiary (TBL Investments Limited) attributable to equity interests that are not owned, directly or indirectly through subsidiary, by the Parent (Trust Bank Limited).

**2.28 Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)**

The Institute of Chartered Accountants of Bangladesh (ICAB) is the sole authority for adoption of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) in context of Bangladesh from the standards adopted by International Federation of Accountants Committee (IFAC) as International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS). While preparing the financial statements, Trust Bank Limited applied most of the BAS and BFRS, details of which are given below:

<b>Name of BAS</b>	<b>BAS No.</b>	<b>Status</b>
Presentation of Financial Statements	1	*Applied
Inventories	2	N/A
Statements of Cash Flow	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Lease	17	N/A
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The effects of Changes in Foreign Exchange Rate	21	Applied
Borrowing Cost	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Consolidated and Separate Financial Statements	27	Applied
Investment in Associates	28	N/A
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	*Applied
Earnings per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	*Applied
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	*Applied
Investment Property	40	N/A
Agriculture	41	N/A

<b>Name of BFRS</b>	<b>BFRS No.</b>	<b>Status</b>
First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
Share-based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-current assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	*Applied
Operating Segments	8	Applied
Consolidated Financial Statements	10	Applied
Joint Arrangements	11	N/A
Disclosure of Interest in Other Entities	12	Applied
Fair Value Measurement	13	*Applied

\* Subject to departure described in note 2.1  
N/A= Not Applicable

**2.29 General**

- i) Figures have been rounded off to the nearest taka;
- ii) Prior year's figures shown for comparison purpose, have been rearranged, whenever necessary, to confirm to current year's presentation.

		<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>3</b>	<b>CASH</b>		
<b>3.1</b>	<b>Cash in hand</b>		
	In local currency	3,570,503,876	2,650,785,194
	In foreign currencies	66,540,248	63,988,013
		<b>3,637,044,124</b>	<b>2,714,773,207</b>
<b>3.2</b>	<b>Balance with Bangladesh Bank and its agent bank(s)</b>		
	<b>Balance with Bangladesh Bank</b>		
	In local currency	10,364,600,316	9,916,500,484
	In foreign currencies	1,032,167,206	1,251,268,559
		11,396,767,522	11,167,769,043
	<b>Balance with Sonali Bank in local currency (as agent of</b>	412,522,573	120,069,524
		<b>11,809,290,095</b>	<b>11,287,838,567</b>
<b>3.3</b>	<b>Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)</b>		
	Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Bank Companies Act 1991 and MPD circular nos.01, dated July 24, 2014 issued by Bangladesh Bank.		
	The Cash Reserve Requirement (CRR) has been calculated @ 6.5% on the Bank's time & demand liabilities of the month earlier of the previous month and maintained with Bangladesh Bank in current account and 13% Statutory Liquidity Ratio (SLR) on the same liabilities has also been maintained in the form of Treasury Bills, Bonds and Debentures including FC balance with Bangladesh Bank and the components of CRR. Both reserves have been maintained during the year by the Bank are in excess of the statutory requirements. The position of CRR and SLR as on 31 December 2015 is shown below:		
<b>3.3.1</b>	<b>Cash Reserve Requirement (CRR) for Conventional Banking</b>		
	<b>Average Demand and Time Liabilities of the month earlier of the previous month</b>	<b>150,013,101,500</b>	<b>141,846,104,000</b>
<b>3.3.1.1</b>	Minimum Required Reserve (6% of Average Demand and Time Liabilities)	9,000,786,090	8,510,766,240
	Actual Reserve held (6.48% of Average Demand and Time Liabilities)	9,722,298,381	9,140,122,563
	<b>Surplus</b>	<b>721,512,291</b>	<b>629,356,323</b>
<b>3.3.1.2</b>	Average Required Reserve (6.5% of Average Demand and Time Liabilities)	9,750,851,598	9,219,996,760
	Average Reserve held with B. Bank (6.8% of Average Demand and Time Liabilities)	10,205,138,549	9,349,517,434
	<b>Surplus</b>	<b>454,286,951</b>	<b>129,520,674</b>
<b>3.3.1.3</b>	<b>Statutory Liquidity Ratio for Conventional Banking (SLR)</b>		
	Required Reserve (13% of Average Demand and Time Liabilities)	19,501,703,195	18,439,993,520
	Actual Reserve held with B. Bank (22.72% of Average Demand and Time Liabilities)	34,087,988,068	24,426,149,936
	<b>Surplus</b>	<b>14,586,284,873</b>	<b>5,986,156,416</b>
<b>3.3.1.4</b>	<b>Components of Statutory Liquidity Requirement (SLR)</b>		
	Cash in Hand	3,606,306,827	2,703,281,746
	Balance with Agent Bank(s)	412,522,573	120,067,570
	Government Bills	6,813,458,278	6,691,458,580
	Government Bonds	13,959,092,790	13,959,092,790
	Bangladesh Bank Bill	9,291,299,500	947,935,650
	Other Approved Securities (Prize Bond)	5,308,100	4,313,600
		<b>34,087,988,068</b>	<b>24,426,149,936</b>

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>3.3.2 Cash Reserve Ratio (CRR) for Islamic Banking Average Demand and Time Liabilities of the month earlier of the previous month</b>	<b>12,251,064,500</b>	<b>11,362,919,000</b>
<b>3.3.2.1</b> Minimum Required Reserve (6% of Average Demand and Time Liabilities)	735,063,870	681,775,140
Minimum Reserve held (8.9% of Average Demand and Time Liabilities)	1,090,270,118	840,303,471
<b>Surplus</b>	<b>355,206,248</b>	<b>158,528,331</b>
<b>3.3.2.2</b> Average Required Reserve (6.5% of Average Demand and Time Liabilities)	796,319,193	738,589,735
Average Reserve held with B. Bank (9.91% of Average Demand and Time Liabilities)	1,214,286,196	946,457,866
<b>Surplus</b>	<b>417,967,003</b>	<b>207,868,131</b>
<b>3.3.2.3 Statutory Liquidity Requirement for Islamic Banking (SLR) Required Reserve (5.5% of Average Demand and Time Liabilities )</b>	673,808,548	624,960,545
Actual Reserve held with B. Bank (8.36% of Average Demand and Time Liabilities)	1,024,776,717	863,277,678
<b>Surplus</b>	<b>350,968,169</b>	<b>238,317,133</b>
<b>3.3.2.4 Held for Statutory Liquidity Requirement</b>		
Cash in Hand	30,825,797	11,563,961
Excess Reserve	293,950,920	101,713,717
Government Islamic Investment Bonds	700,000,000	750,000,000
	<b>1,024,776,717</b>	<b>863,277,678</b>
<b>4 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS 4.1 In Bangladesh</b>		
<b>Current Deposits</b>		
Sonali Bank Ltd.	29,390,510	27,248,097
Agrani Bank Ltd. Ltd.	304,875	4,875
Brac Bank Ltd. Ltd.	-	27,437,389
Sonali Bank Ltd. (TAX Settlement A/C)	443,007	-
Social Islamic Bank Limited	2,005,050	7,700
	<b>32,143,442</b>	<b>54,698,061</b>
<b>Short Term Deposits</b>		
Sonali Bank Ltd.	203,874,512	134,832,376
AB Bank Ltd.	3,928,921	4,009,963
Rupali Bank Ltd.	3,672,362	236,733
Janata Bank Ltd.	3,721,709	646,243
Prime Bank Ltd.	41,973	1,081,393
Standard Chartered Bank	66,405,704	9,673,369
Dutch Bangla Bank Ltd.	547,676	489,522
Bank Asia Limited	4,380,850	397,527,822
Standard Bank Limited	2,813,158	2,813,158
Al Arafah Islami Bank Limited	1,013,027	62,377
NCC Bank Limited	52,065	52,064
Southeast Bank Limited	5,947	6,412
	<b>290,457,904</b>	<b>551,431,432</b>
<b>Mudaraba Short Term Deposit</b>		
AB Bank Ltd.	18,869,396	715,666,782
The City Bank Limited	5,472,412	155,472,412
EXIM Bank Ltd	6,452,554	6,452,554
Bank Asia Ltd.	536,170	536,170
Union Bank Ltd.	653,951	653,951
	<b>31,984,483</b>	<b>878,781,869</b>

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>Fixed Deposits in local Currency</b>		
<b>Fixed With Bank</b>		
The City Bank Limited	2,000,000,000	-
Eastern Bank Limited	2,000,000,000	-
AB Bank Limited	1,000,000,000	-
Standard Bank Limited	1,000,000,000	-
	<b>6,000,000,000</b>	<b>-</b>
<b>Fixed With NBF</b>		
Uttara Finance Ltd.	100,000,000	-
IDLC Finance Limited	300,000,000	-
Delta Brac Housing Ltd.	400,000,000	200,000,000
	<b>800,000,000</b>	<b>200,000,000</b>
<b>Mudaraba Term Deposits</b>		
Social Islami Bank Ltd.	-	500,000,000
Islamic Finance & Investment Ltd.	230,000,000	100,000,000
Hajj Finance Co. Ltd	250,000,000	300,000,000
EXIM Bank Limited	-	250,000,000
	480,000,000	1,150,000,000
	<b>7,634,585,829</b>	<b>2,834,911,362</b>
<b>4.2 Outside Bangladesh</b>		
<b>Current Account</b>		
<b>Dollar Account</b>		
Mashreqbank psc, USA	154,228,824	167,785,663
Standard Chartered Bank, USA	165,413,089	466,269,952
HSBC Bank, USA	-	786,733,696
ICICI Bank Ltd., Hongkong	75,546,081	58,932,269
Commerz Bank, AG Germany	98,927,060	425,920,040
Wells Fargu Bank, NY	-	-
Habib Bank Limited	8,555,211	6,329,662
Sonali Bank Ltd. UK	21,620,446	26,585,836
United Bank Of India	48,264,525	32,192,245
<b>GBP Account</b>		
Standard Chartered Bank, UK	11,309,089	10,032,081
Sonali Bank Ltd. UK, GBP	2,127,331	1,435,679
HSBC, PLC, UK	-	14,090,943
<b>Japanese Yen Account</b>		
Standard Chartered Bank, Japan	4,279,601	1,096,721
Commerzbank Ag, Frankfurt, Germany (Jpy)	985,723	2,712,395
<b>Australian Dollar Account</b>		
Commerzbank Ag, Frankfurt, Germany (Aud)	1,911,129	405,095
<b>EURO Account</b>		
HSBC, PLC, UK	-	4,629,659
Standard Chartered Bank, UK	8,907,708	23,282,785
ICICI Bank Ltd., Mumbai, India	1,554,215	1,824,925
Sonali Bank Ltd. UK	3,110,356	921,798
Commerzbank AG, Germany	9,997,891	3,386,499
<b>ACUD Account</b>		
ICICI Bank Ltd., Mumbai, India	96,311,956	41,079,742
AB Bank, Mumbai, India	109,954,804	65,841,527
Mashreqbank, Mumbai, India	57,228,576	16,796,349
Standard Chartered Bank, Mumbai, India	49,658,988	27,765,539
<b>CHF Account</b>		
Habib Bank, Zurich	1,320,945	3,311,842
<b>SAR Accounts</b>		
Bank Aljazira - SAR	2,127,570	2,128,370
	<b>933,341,118</b>	<b>2,191,491,312</b>
	<b>8,567,926,947</b>	<b>5,026,402,674</b>

*For details please refer to Annexure - A*

		<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
<b>4.3</b>	<b>Remaining maturity grouping of balance with other banks and financial institutions</b>		
	On demand	965,484,560	2,246,189,373
	Upto 1 month	4,572,442,387	1,500,213,301
	Over 1 month but not more than 3 months	2,500,000,000	650,000,000
	Over 3 months but not more than 1 Year	530,000,000	630,000,000
	Over 1 Year but not more than 5 Years	-	-
	Over 5 Years	-	-
		<b>8,567,926,947</b>	<b>5,026,402,674</b>
<b>4 (a)</b>	<b>CONSOLIDATED BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS</b>		
	<b>In Bangladesh</b>		
	Trust Bank Limited	7,634,585,829	2,834,911,362
	Trust Bank Securities Limited	41,364,683	37,349,101
	Trust Bank Investment Limited	1,971,474	5,184,381
		<b>7,677,921,986</b>	<b>2,877,444,844</b>
	Less : Inter Company Transaction	3,405,442	5,839,714
		<b>7,674,516,544</b>	<b>2,871,605,130</b>
	<b>Outside Bangladesh</b>	933,341,118	2,191,491,312
		<b>8,607,857,662</b>	<b>5,063,096,442</b>
<b>5</b>	<b>MONEY AT CALL AND SHORT NOTICE</b>		
	Banks		-
	National Bank Ltd.	240,000,000	-
	Dhaka Bank Ltd.	1,800,000,000	-
	Pubali Bank Ltd.	200,000,000	-
	Bank Asia Ltd.	700,000,000	-
	NCC Bank Ltd.	1,150,000,000	-
		<b>4,090,000,000</b>	-
	Non-Banking Financial Institutions	-	-
	Investment Corporation of Bangladesh	-	-
	Non-Banking Financial Institutions	-	-
		<b>4,090,000,000</b>	-
<b>6</b>	<b>INVESTMENTS</b>		
	<b>Government Securities</b>		
	<b>Treasury Bills</b>	Note - 6.1	
	Treasury Bills -HTM	-	-
	Treasury Bills-HFT	6,813,458,278	6,691,458,580
		6,813,458,278	6,691,458,580
	<b>Treasury Bonds</b>	Note - 6.2	
	Treasury Bond - HFT	-	-
	Treasury Bond - HTM	13,959,092,790	13,959,092,790
		13,959,092,790	13,959,092,790
	<b>Govt. Islamic Investment Bond</b>		
	Govt. Islamic Investment Bond - HFT	700,000,000	750,000,000
	Bangladesh Govt. Islamic Investment Bond - HTM	-	-
		700,000,000	750,000,000
	<b>Bangladesh Bank Bill</b>		
	Bangladesh Bank Bill - HTM	699,209,700	947,935,650
	Bangladesh Bank Bill - HFT	8,592,089,800	-
		9,291,299,500	947,935,650
	National Investment Bond	-	-
	Reverse REPO	-	-
	Asset Pledge as Security	-	-
	Prize Bond	5,308,100	4,313,600
		<b>30,769,158,668</b>	<b>22,352,800,620</b>
	<b>Other Investment</b>		
	Ordinary Shares		
	Quoted	Note - 6.4.1	510,927,920
	Unquoted	Note - 6.4.2	18,062,657
		528,990,577	536,305,437
	Investment in Commercial papers	Note - 6.4.3	200,000,000
	Investment in Corporate Bonds	Note - 6.4.4	808,100,000
		<b>1,537,090,577</b>	<b>1,909,405,437</b>
		<b>32,306,249,245</b>	<b>24,262,206,057</b>

		<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>6 (a)</b>	<b>Consolidated Investments</b>		
	<b>Government Securities</b>		
	Trust Bank Limited	30,769,158,668	22,352,800,620
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	-	-
		<b>30,769,158,668</b>	<b>22,352,800,620</b>
	<b>Other Investment</b>		
	Trust Bank Limited	1,537,090,577	1,909,405,437
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	1,774,834,093	1,585,479,128
		3,311,924,670	3,494,884,565
	Less : Inter Company Transaction	-	-
		<b>34,081,083,338</b>	<b>25,847,685,185</b>
<b>6.1</b>	<b>Treasury Bills-at Present Value</b>		
	28 days Treasury Bills	-	-
	91 days Treasury Bills	-	-
	182 days Treasury Bills	-	495,276,000
	364 days Treasury Bills	6,813,458,278	6,196,182,580
		<b>6,813,458,278</b>	<b>6,691,458,580</b>
<b>6.2</b>	<b>Treasury Bonds-at Present Value</b>		
	02 years Treasury Bonds	860,408,724	860,408,724
	05 years Treasury Bonds	2,117,812,291	2,117,812,291
	10 years Treasury Bonds	6,487,403,355	6,487,403,355
	15 years Treasury Bonds	3,122,551,790	3,122,551,790
	20 years Treasury Bonds	1,370,916,630	1,370,916,630
		<b>13,959,092,790</b>	<b>13,959,092,790</b>
<b>6.3</b>	<b>Repo &amp; Reverse Repo Transactions during the period ended on 30 June 2016</b>		
	Discloser required as per Bangladesh Bank DOS Circular No.-06 Dated: 15 July 2010 regarding of repo and reverse repo during the year ended on 30 June 2016		
	a. (i) Disclosure regarding outstanding REPO as on 30 June 2016		

SI No.	Counter Party	Agreement Date	Reversal Date	Amount (1st Leg Cash Consideration)
1	-	-	-	-

(ii) Disclosure regarding outstanding Reverse REPO as on 30 June 2016

SI No.	Counter Party	Agreement Date	Reversal Date	Amount (1st Leg Cash Consideration)
1	-	-	-	-

b. Disclosure regarding overall transaction of REPO and Reverse REPO:

	Minimum Outstanding during the year	Maximum Outstanding during the year	Daily Average Outstanding during the year
Securities sold under REPO:			
i) with Bangladesh Bank			
ii) with other Banks & Fis	197,865,200	1,692,737,700	74,123,430
Securities purchased reunder REPO:			
i) with Bangladesh Bank			
ii) with other Banks & Fis	1,012,655,801	3,021,195,498	79,648,914



**30.06.2016**  
**(Unaudited)**  
**Taka**

**31.12.2015**  
**(Audited)**  
**Taka**

#### 6.4 Other Investment

This represents investment made by the company both in listed and unlisted securities. The investment is made up as under:

Particulars	30.06.2016			31.12.2015		
	No. of Securities	At Cost	Market Value	No. of Securities	At Cost	Market Value
Investment Securities : Quoted	14	510,927,920	479,843,258	14	498,242,780	328,936,813
Investment Securities : Unquoted	3	18,062,657	18,062,657	4	38,062,657	38,062,657
Investment in Corporate Bonds	5	808,100,000	808,100,000	5	873,100,000	873,100,000
Investment in Commercial Paper	4	200,000,000	200,000,000	2	500,000,000	500,000,000
<b>Balance as on 30 June 2016</b>	<b>26</b>	<b>1,537,090,577</b>	<b>1,506,005,915</b>	<b>25</b>	<b>1,909,405,437</b>	<b>1,740,099,470</b>

#### 6.4.1 Investment in Ordinary Shares - Quoted

Investment has been recorded at cost and adequate provision for probable future losses as per Bangladesh Bank guideline has been made. Market value of securities has been determined on the basis of the value of securities at the last trading date of the half-year (Last trading date for the period was 30 June 2016).

##### 6.4.1.1 Sector wise investment in listed securities at cost

Banking Companies	16,374,933	16,374,932
Manufacturing Companies and others	21,051,956	1,641,586
Power Sector	14,964,950	21,690,180
IBBL Bond	54,051,240	54,051,240
Investment Fund	245,419,417	245,419,417
Mutual Fund	159,065,424	159,065,425
	<b>510,927,920</b>	<b>498,242,780</b>

##### 6.4.1.2 Investment in Ordinary Share - Quoted

Under Conventional Banking	446,275,999	430,452,038
Under Islamic Banking	64,651,921	67,790,742
	<b>510,927,920</b>	<b>498,242,780</b>

Security wise Investment in Quoted Shares is given below:

SL	Name of Security	Nos of Share			Average cost rate	30-Jun-16	31-Dec-15
		Conventional	Islamic	Total			
1	EBL NRB Mutual Fund	6,121,372	-	6,121,372	8.02	49,070,000	49,070,000
2	First Bangladesh Fixed Income Fund	31,706,902	-	31,706,902	7.74	245,419,417	245,419,417
3	IBBL Mudaraba Perpetual Bond	-	55,915	55,915	966.67	54,051,240	54,051,240
4	Islami Bank Bangladesh Ltd.	112,612	101,612	214,224	33.85	7,250,729	7,250,729
5	Popular Life First Mutual Fund	1,244,334	-	1,244,334	8.04	10,000,000	10,000,000
6	Power Grid Company of Bangladesh Ltd.	-	-	-	-	-	7,314,860
7	Prime Bank Ltd.	61,600	-	61,600	32.68	2,012,905	2,012,905
8	Pubali Bank Ltd.	23,625	-	23,625	42.23	997,688	997,688
9	Square Pharmaceuticals Ltd.	3,234	-	3,234	182.32	589,631	589,631
10	Summit Power Ltd.	314,637	-	314,637	45.69	14,375,320	14,375,320
11	Social Islami Bank Ltd.	-	315,000	315,000	19.41	6,113,610	6,113,610
12	Padma Oil Co. Ltd.	-	3,000	3,000	350.65	1,051,956	1,051,956
13	IT Consultants Ltd. (ITCL)	2,000,000	-	2,000,000	10.00	20,000,000	-
14	LR Global Bangladesh Mutual Fund One	6,554,016	-	6,554,016	9.64	63,205,696	36,789,728
15	Trust Bank 1St Mutual Fund	4,656,430	-	4,656,430	7.90	36,789,728	63,205,696
						<b>510,927,920</b>	<b>498,242,780</b>

Provision for Investment and Securities has been shown separately in tnote no. "12 - Other Liabilities"

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>6.4.2 Unlisted Securities</b>		
<b>Ordinary Share</b>		
IT Consultant Limited (ITCL)	-	20,000,000
CAPM Unit Fund	10,000,000	10,000,000
Central Depository Bangladesh Limited (CDBL)	4,708,330	4,708,330
SWIFT	3,354,327	3,354,327
	<b>18,062,657</b>	<b>38,062,657</b>

Trust Bank Ltd. is holding 200,000 no of Shares of IT Consultants Ltd. (ITCL) since March 13, 2011. As on January 10, 2015 ITCL has been listed and started public trade simultaneously in Dhaka Stock Exchange & Chittagong Stock Exchange.

<b>6.4.3 Investment in Commercial Papers</b>		
Batterfly Marketing Limited	-	300,000,000
Starporcelain Pvt. Limited	200,000,000	200,000,000
	<b>200,000,000</b>	<b>500,000,000</b>

<b>6.4.4 Investment in Corporate Bonds</b>	Rate of Interest/Profit		
Prime Bank Ltd. Subordinated Bond	11.50%	65,000,000	130,000,000
Dhaka Bank Ltd. Subordinated Bond	11.65%	35,000,000	35,000,000
National Bank Ltd. Subordinated Bond	11.50%	25,600,000	25,600,000
Al-Arafa Islamic Bank Ltd. Subordinated Bond	10.50%	600,000,000	600,000,000
MTBL Partly Convertible Subordinated Bond	12.00%	82,500,000	82,500,000
		<b>808,100,000</b>	<b>873,100,000</b>

<b>6.4.4.1 Investment in Corporate Bonds</b>		
Under Conventional Banking	608,100,000	673,100,000
Under Islamic Banking	200,000,000	200,000,000
	<b>808,100,000</b>	<b>873,100,000</b>

<b>6.5 Remaining maturity grouping of Investments</b>		
On demand	5,308,100	4,313,600
Upto 1 month	9,591,299,500	2,494,352,750
Over 1 month but not more than 3 months	3,224,578,072	1,951,874,087
Over 3 months but not more than 1 Year	5,164,500,438	5,394,107,777
Over 1 Year but not more than 5 Years	4,739,395,853	4,836,390,561
Over 5 Years	9,581,167,282	9,581,167,282
	<b>32,306,249,245</b>	<b>24,262,206,057</b>

## **7 LOANS AND ADVANCES/ISLAMI BANKING INVESTMENTS**

### **Loans And Advances Under Coventional Banking**

Repair & Recon. of Dwelling House (RRDH)	3,802,393,353	3,963,554,880
Consumer Durable Scheme Loans (CDS)	2,420,094	2,542,699
Marriage Loans (ML)	770,778,063	785,072,414
Car Loans (CL)	89,669,115	89,612,733
House Building Loans (HBL)	5,159,064,235	5,291,327,986
Term Loans	50,925,318,416	51,824,077,558
Other Retail Loans	2,220,002,819	2,061,559,394
Time Loan	14,467,146,180	16,270,126,230
Other Loans	10,324,358,751	9,435,804,223
Staff Loans	872,635,995	877,840,264
Loans against Credit Card	116,130,779	114,498,774
Loans against Trust Receipts (LTR)	4,875,788,002	5,554,737,850
Payment Against Documents (PAD)	3,278,366,272	2,619,399,938
Packing Credit (Loan agt. Packing Credit)	217,002,482	270,590,215
	<b>97,121,074,556</b>	<b>99,160,745,158</b>

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>Loans And Advances under Islamic Banking</b>		
Murabaha	-	-
Bai-Muajjal	4,519,957,109	5,013,404,100
Hire Purchase under Shirkatul Melk	895,372,928	633,550,735
IHSAN Apartment Purchase Scheme	70,975,556	33,537,972
BARAKAT Home Construction Scheme	65,801,630	55,559,625
BARAKAT Car Scheme	3,314,118	4,882,361
HPSM-Real Estate	451,526,511	405,385,252
Murabaha TR	1,502,883,917	1,163,767,838
Bai-Salam	168,527,193	71,889,055
Household Durable & others scheme	1,246,727	1,232,163
TIB House Build. Inv. for Rtd. Def. Officer (M)	-	500,000
TIB House Building Scheme-HBL (RM)	12,074,061	101,257,367
TIB Household Durable Scheme( Household Durable)	1,302,871	1,446,910
HPSM General	2,602,932,932	886,935,762
Barkat Doctors Scheme	1,229,437	1,490,970
MIB- EDF - TIB	872,321,355	366,776,325
Trust Nibash	-	-
Trust Power	2,208,537	-
	<b>11,171,674,882</b>	<b>8,741,616,435</b>
<b>Cash Credit</b>		
Cash Credit	1,539,690,783	1,850,518,146
Cash Collateral	1,629,114,561	1,752,737,409
	<b>3,168,805,344</b>	<b>3,603,255,555</b>
<b>Overdraft</b>		
Overdrafts	10,428,119,475	8,070,843,009
Secured Overdrafts	6,946,492,363	8,099,404,888
	<b>17,374,611,838</b>	<b>16,170,247,897</b>
<b>Total Loans, Cash Credits and Overdrafts</b>		
	<b>128,836,166,620</b>	<b>127,675,865,045</b>
<b>Bills Purchased and Discounted</b>		
Under Conventional banking	3,410,673,104	2,499,279,396
Under Islamic banking	607,816,994	439,501,328
	<b>4,018,490,098</b>	<b>2,938,780,724</b>
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>7.1 Residual maturity grouping of Loans and Advances including Bills Purchased and Discounted</b>		
Repayable on demand	10,540,247,223	5,530,510,010
Upto 1 month	12,201,887,073	12,825,807,702
Over 1 month but not more than 3 months	24,618,677,208	23,115,558,964
Over 3 months but not more than 1 Year	51,882,553,677	51,571,034,885
Over 1 Year but not more than 5 Years	24,662,691,825	29,428,106,199
Over 5 Years	8,948,599,712	8,143,628,009
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>7.2 Loans and Advances including Bills Purchased and Discounted</b>		
<b>Inside Bangladesh</b>		
Loans	108,292,749,438	107,902,361,593
Cash Credit	3,168,805,344	3,603,255,555
Overdraft	17,374,611,838	16,170,247,897
Bills purchased and discounted	4,018,490,098	2,938,780,724
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>Outside Bangladesh</b>		
	-	-
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>7.3 Loans and Advances on the basis of significant concentration</b>		
<b>7.3.1 Advances to Directors and Others</b>		
Advance to Directors and their allied concerns	250,552,785	230,998,943
Advances to CEO and Senior Executives	214,967,808	221,133,971
Advances to Customers (Group wise)	40,732,446,001	44,341,252,088
Industrial Advances ( Project finance)	21,306,474,368	22,872,177,642
Other Staff Loan	657,668,187	656,706,293
Other Customers	69,692,547,569	62,292,376,832
	<b>132,854,656,718</b>	<b>130,614,645,769</b>

**30.06.2016**  
**(Unaudited)**  
**Taka**

**31.12.2015**  
**(Audited)**  
**Taka**

### 7.3.2 Disclosure of Large Loan

As per BRPD Circular No. 5 dated 9 April 2005 issued by Bangladesh Bank, disclosure on large loan i.e. loan sanctioned to any individual or enterprise or any organization of a group amounting to 10% or more of the Bank's total capital and classified amount therein and measures taken for recovery of such loan have been furnished as under:

Total Capital	14,957,605,638	13,581,769,687
Total Loans and Advances	63,211,118,014	65,391,331,023
No. of Customers	28	29
Classified amount thereon	Nil	Nil
Measures taken for recovery of classified loans:	N/A	N/A

### Details of Large Loans

SL#	Name of the Client	CL Status	Outstanding Loan		Total 30.06.16	Total 31.12.2015
			Funded	Non-Funded		
1	Jolshiri Abashon	UC	3,599,901,870	-	3,599,901,870	3,424,582,030
2	Sena Hotel Development Ltd., Trust Transport Services	UC	3,085,456,814	9,892,551	3,095,349,365	-
3	Walton Hi-Tech Industries Ltd.	UC	667,399,247	1,445,009,020	2,112,408,267	1,511,645,761
4	Sky Capital Airlines Ltd. & Blue Planet Knitwear Ltd.	UC	1,270,587,646	349,224,835	1,619,812,481	1,990,345,332
5	Durable Plastic Ltd., Habigonj Agro Ltd., Mymensingh Agro Ltd., Sun Basic Chemicals Ltd.	UC	1,342,979,296	116,247,236	1,459,226,532	-
6	Sena Kalyan Sangtha & allied	UC	3,450,800,785	311,047,153	3,761,847,938	4,031,338,932
7	Anwar Group of Industries	UC	1,321,815,294	199,727,258	1,521,542,552	1,692,655,306
8	Dhaka Northern Power Generations Ltd.	UC	3,549,777,884	450,557,642	4,000,335,526	3,542,651,477
9	The ACME Laboratories Ltd.	UC	927,449,162	758,857,917	1,686,307,079	-
10	BRAC		1,600,601,362	4,916,178	1,605,517,540	-
11	Scandex Textile Ind. Ltd.	UC	966,408,955	806,719,267	1,773,128,222	2,713,134,077
12	Santana Enterprise	UC	1,999,180,240	44,755,286	2,043,935,526	1,954,558,324
13	SQ Celcius Limited	UC	2,057,029,866	1,042,446,886	3,099,476,752	3,416,992,186
14	Shabab Fabrics Ltd.	UC	1,351,124,471	321,309,006	1,672,433,477	1,813,255,901
15	Shah Cement Ind. Ltd., Abul Khair Steel Ind. Ltd., A.K. Corporation Ltd., Abul Khair Strip Processing Ltd., Abul Khair Steel Melting Ltd.	UC	1,195,104,383	220,275,051	1,415,379,434	1,874,522,864
16	KYCR Coil Industries Ltd., Steel Accessories Ltd., KDS Logistics Ltd.	UC	1,204,026,537	402,608,847	1,606,635,384	1,893,983,906
17	Rising Steel Ltd., Rising CNG Refueling	UC	1,410,054,416	13,140,630	1,423,195,046	-
18	7B Associates	UC	1,482,734,810	-	1,482,734,810	1,527,638,191
19	Danish Condensed Milk Ltd. & Danish Foods Ltd.	UC	883,604,332	551,439,904	1,435,044,236	1,440,913,951
20	Pretty Sweater Ind. Ltd.	UC	1,850,485,769	3,208,512,901	5,058,998,670	4,556,022,294
21	Opex Style Wear Ltd., Opex Garments Ltd., Opex Fashion Ltd., Sinha Style Wear Ltd., Sinha Wash Plant Ltd.	UC	609,236,851	874,136,130	1,483,372,981	-
22	ASR Computerized Sweater (Ind.) Ltd., ASR Sweater Ltd., Golden Times Sweater & Dyeing (Ind.) Ltd	UC	1,077,397,922	1,618,350,908	2,695,748,830	2,056,525,287
23	United Ashugonj Power Ltd., United Power Generation & Distribution Company Ltd., United Ashugonj Energy Ltd., United Enterprise & Co. Ltd., Neptune Commercial Ltd.	UC	1,773,527,701	234,774,704	2,008,302,405	1,991,555,238

				<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>	
SL #	Name of the Client	CL Status	Outstanding Loan		Total 30.06.16	Total 31.12.2015
			Funded	Non-Funded		
24	Barakatullah Electro Dynamics Ltd., Baraka Patenga Power Ltd.etc	UC	1,256,366,830	199,235,731	1,455,602,561	1,700,133,097
25	Khulna Shipyard Ltd.	UC	-	3,922,674,287	3,922,674,287	2,892,351,164
26	Navana Real Estate Ltd., Navana Batteries Ltd., Navana Renewable Energy Ltd.	UC	1,538,868,835	20,663,723	1,559,532,558	1,542,892,933
27	Divine Housing Society	UC	2,269,972,366	-	2,269,972,366	2,159,421,800
28	Elegance Housing Society	UC	2,342,701,319	-	2,342,701,319	2,228,608,760
29	Army Welfare Trust and its sister concern	UC	-	-	-	3,248,142,088
30	GPH Ispat Ltd.	UC	-	-	-	2,102,004,175
31	KSRM Steel Plant Ltd., Kabir Steel Re-rolling Mills Ltd., Kabir Steel Ltd.	UC	-	-	-	1,934,761,660
32	Anwer Khan Modern Hospital Ltd., Modern Diagnostic Center Ltd.	UC	-	-	-	1,645,124,771
33	Dhaly Construction Ltd.	UC	-	-	-	1,632,779,237
34	Sena Paribar Kallyan Samity	UC	-	-	-	1,499,409,313
35	Bangladesh Machine Tools Factory Ltd.	UC	-	-	-	1,373,380,968
			<b>46,084,594,963</b>	<b>17,126,523,051</b>	<b>63,211,118,014</b>	<b>65,391,331,023</b>

#### .4 Disclosure of Restructured Loan

According to Bangladesh Bank Circular no. 04 dated 29 January 2015 relating to Large Loan Restructuring, the term loans provided to Rising Steel Limited and Modern Steel Mills Limited have been restructured after getting approval from Bangladesh Bank against of which provision has been kept after treating the loans as SMA with additional 1% provision. Details of restructured loan is given in the following table:

Name of the Client	Nature of Loan	Restructure Date	Expiry Date	Limit	Outstanding
Rising Steel Limited	Term Loan	27-Dec-15	27-Dec-21	95,544,112	101,085,497
	Term Loan	27-Dec-15	27-Dec-21	1,237,212,826	1,308,968,919
Modern Steel Mills Limited	Term Loan	3-Sep-15	3-Sep-27	836,688,762	916,485,791
	Term Loan	3-Sep-15	3-Sep-21	221,695,247	242,838,859
<b>Total</b>				<b>2,391,140,947</b>	<b>2,569,379,066</b>

#### 7.3.4 Geographical location-wise concentration of Loans and Advances

##### Inside Bangladesh

Dhaka Division	101,028,112,741	98,313,832,767
Chittagong Division	22,034,142,220	22,149,458,154
Khulna Division	3,408,138,978	3,571,793,989
Sylhet Division	2,694,009,778	2,721,513,564
Rangpur Division	1,564,619,350	1,773,065,904
Barisal Division	160,297,023	160,710,500
Rajshahi Division	1,619,093,476	1,576,323,235
Mymensingh Division	346,243,152	347,947,656
	132,854,656,718	130,614,645,769

##### Outside Bangladesh

	-	-
	<b>132,854,656,718</b>	<b>130,614,645,769</b>

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>7.3.4 Industry-wise concentration of Loans and Advances</b>		
Agro & Fisheries	1,900,175,127	2,165,835,439
Cement & Building Materials	4,811,302,814	5,658,166,852
Chemical,Pharma & Petro-chemical	2,052,677,154	2,201,715,322
Paper	1,404,405,071	1,498,007,819
Rubber & Plastic	1,040,300,474	507,305,954
Edible Oil	711,196,825	657,084,526
Energy & Power	8,642,369,935	8,517,308,897
Steel & Engineering & Metal Product	12,089,399,229	10,451,402,050
Textile & Garments	19,101,359,426	17,325,494,721
Food & Allied	3,525,716,634	2,366,032,548
Construction	10,692,355,721	12,067,593,824
Housing	10,300,016,455	10,388,565,017
Trading	17,000,673,573	16,217,061,569
Telecom, ICT &Transport	6,732,270,385	5,856,597,727
NBFI & NGO	3,650,988,806	2,181,888,790
Medical services	967,263,832	2,566,081,251
Personal services	10,971,060,859	11,608,481,863
Others	17,261,124,398	18,380,021,600
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>7.3.5 Nature wise Loans and Advances</b>		
Continuous	23,395,347,761	22,058,329,018
Demand Loan	31,986,098,833	33,061,136,376
Term Loans	76,421,613,650	74,608,767,772
Short Term Agri. Credit & Micro Credit	179,018,676	11,173,850
Staff Loan	872,577,798	875,238,753
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>7.4 Classification of Loans and Advances including Bills Purchased and Discounted</b>		
Unclassified Loans and Advances (including staff loan)		
Consumer Financing (House Financing, HF)	9,576,744,519	9,891,879,326
Consumer Financing (Loans for Professional, LP)	5,981,025	5,992,659
Consumer Financing (Other than HF & LP)	4,699,846,480	5,165,278,096
Small & Medium Enterprise Financing (SMEF)	8,700,623,309	6,027,373,376
Loans to BHs/ MBs/ Sds against Shares etc	192,002,437	171,405,079
All Other Credit	95,412,625,182	98,823,635,928
Short Term Agri Credit	176,543,920	10,101,625
Staff Loans	872,450,978	875,238,753
	119,636,817,850	120,970,904,842
Special Mentioned Accounts	8,543,701,782	6,055,263,957
Classified Loans and Advances		
Sub-Standard Loans and Advances	1,030,169,000	484,184,277
Doubtful Loans and Advances	390,421,269	633,675,156
Bad /Loss Loans and Advances	3,253,546,817	2,470,617,537
	4,674,137,086	3,588,476,970
	<b>132,854,656,718</b>	<b>130,614,645,769</b>
<b>7.5 Particulars of Loans and Advances</b>		
(i) Debts considered good in respect of which the bank is fully secured.	74,846,003,789	76,211,670,050
(ii) Debts considered good for which the bank holds no other security than the debtor's personal security.	2,560,910,557	2,419,418,097
(iii) Debts considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors.	42,229,903,504	42,339,816,695
(iv) Debts considered doubtful or bad not provided for	-	-
(v) Debts due by directors or officers of the bank or any of them either severally or jointly with any other person.	1,123,188,780	1,108,839,207

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
(vi) Debts due by companies or firms in which the directors of the bank are interested as directors, partners or managing agents or, in the case of private companies as members.	-	-
(vii) Maximum total amount of advances including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either severally or jointly with any other persons.	1,123,188,780	1,108,839,207
(viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private company.	-	-
(ix) Due from Banking Companies.	-	-
(x) Amount of classified loan on which no interest has been charged:		
a) Increase/(Decrease) in provision	536,604,000	417,511,000
Amount of loan written off	-	-
Amount realized against loan previously written off	-	-
b) Provision kept against loans classified as bad debts	1,736,607,267	1,309,360,657
c) Interest credited to interest Suspense Account	1,208,406,453	881,025,457
(xi) Cumulative amount of written off loans		
Opening Balance	-	-
Amount written off/(recovery) during the year	-	-
	-	-
The amount of written off loans for which law suit has been filed	-	-
<b>7.6 Bills purchased and discounted</b>		
Payable in Bangladesh	3,452,790,713	2,528,964,180
Payable out side Bangladesh	565,699,385	409,816,544
	<b>4,018,490,098</b>	<b>2,938,780,724</b>
<b>7.7 Remaining maturity grouping of bills purchased and discounted</b>		
Payable with in one month	1,627,824,343	1,518,514,680
Over one month but less than three months	1,233,195,775	1,150,385,726
Over three months but less than 01 year	289,307,543	269,880,318
More than 01 year	-	-
	<b>3,150,327,661</b>	<b>2,938,780,724</b>

<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
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**7.8 Litigation filed by the Bank**

As of the responding date, the Bank filed lawsuit against recovery of its defaulted loans and advances as under:

**Name of the Branch**

Principal Branch	64,944,450	151,090,423
Sena Kalyan Bhaban Branch	5,862,232	6,971,991
Bogra Cantonment Branch	9,792,729	-
Chittagong Cantonment Branch	3,707,708	3,707,804
Jessore Cantonment Branch	21,873,125	21,969,000
Savar Cantonment Branch	-	2,865,485
Jalabad Branch	1,415,173	1,637,956
Agrabad Branch	237,357,089	762,363,491
Dhanmondi Branch	40,618,487	54,554,143
Gulshan Corporate Branch	59,715,857	1,404,233
Dilkusha Corporate Branch	12,421,439	12,585,039
RWGH Branch	24,899,655	1,812,050
KYAMCH Branch	3,089,141	-
CDA Avenue Branch	102,611,391	94,941,544
Sylhet Corp. Branch	13,301,654	7,613,025
Millenum Corporate Branch	29,876,924	33,816,728
Uttara Corporate Branch	51,157,822	3,554,111
Halishar Branch	229,000,234	381,608,769
Beani Bazar Branch	35,171,718	20,839,558
Moulvibazar Branch	67,606,343	92,199,627
Goala Bazar Branch	4,607,685	4,109,000
Mirpur Branch	5,992,833	7,616,825
Karwan Bazar Branch	2,903,040	2,795,240
Joydevpur Branch	15,024,923	16,248,575
Narsingdi Branch	144,204,466	7,826,184
Jublee Road Branch	158,713,905	314,402,686
Shahjalal Upashohor Branch	5,397,160	4,000,000
Ashugonj Branch	4,674,503.00	9,324,609
Khulna Branch	10,000,865	6,098,433
Chowmihoni Branch	50,567,794	9,244,000
Cox's Bazar branch	5,541,596	-
Rajshahi Branch	1,041,471	-
Rajendrapur Branch	478,553	820,382
Elephant Road Branch	8,581,115	299,360
Jahanabad Cantt Branch	1,711,922	-
Dholikhal SME Service Centre	5,656,257	6,463,279
Madhobdi SME Branch	10,831,104	10,500,000
Madina Market Branch	3,868,782	-
Natore SME/ Krishi Branch	497,434	-
Manikganj SME/Krishi Branch	601,406	-
	<b>1,455,319,982</b>	<b>2,055,283,550</b>

**7 (a) Consolidated Loans and Advances/Islami Banking Investments**  
**Loans And Advances**

Trust Bank Limited	128,836,166,620	127,675,865,045
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	2,843,710,099	3,163,752,069
	131,679,876,719	130,839,617,114
Less : Inter Company Transaction	145,593,298	124,212,217
	<b>131,534,283,421</b>	<b>130,715,404,897</b>



		<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>Bills purchased and discounted</b>			
Trust Bank Limited		4,018,490,098	2,938,780,724
Trust Bank Securities Limited		-	-
Trust Bank Investment Limited		-	-
		<u>4,018,490,098</u>	<u>2,938,780,724</u>
		<b><u>135,552,773,519</u></b>	<b><u>133,654,185,621</u></b>
<b>8 FIXED ASSETS INCLUDING PREMISES, FURNITURE AND FIXTURES</b>			
<b>Cost</b>			
Leasehold Land		160,469	160,469.00
Office Building		12,680,000	12,680,000.00
Furniture and fixtures		207,049,221	195,967,955.00
Office equipment		873,036,410	832,519,531.00
Motor vehicles		79,837,795	79,837,795.00
Office renovation		508,260,357	491,623,670.00
		<u>1,681,024,252</u>	<u>1,612,789,420.00</u>
Less: Accumulated depreciation	Note - 8.1	874,112,906	785,238,006.00
		<b><u>806,911,346</u></b>	<b><u>827,551,414.00</u></b>
<b>8.1 Accumulated depreciation</b>			
Leasehold Land		-	-
Office Building		2,388,744	2,258,472.00
Furniture and fixtures		75,918,951	68,243,381.00
Office equipment		553,915,342	494,117,922.00
Motor vehicles		63,086,971	58,241,059.00
Office renovation		178,802,898	162,377,172.00
		<u>874,112,906</u>	<u>785,238,006.00</u>
For details please refer to Annexure - B			
<b>8 (a) Consolidated Fixed assets including premises, furniture and fixtures</b>			
Trust Bank Limited	Note - 8	806,911,346	827,551,414
Trust Bank Securities Limited		1,826,373	2,111,978
Trust Bank Investment Limited		9,945,642	8,825,161
		<u>818,683,361</u>	<u>838,488,553</u>
<b>9 OTHER ASSETS</b>			
i) Investment in shares of subsidiary companies (In Bangladesh and outside)			
In Bangladesh		3,349,999,290	3,349,999,290
Outside Bangladesh			
ii) Stationery, stamps, printing materials in stock etc.;		32,135,086	33,232,355
iii) Advance Rent and Advertisement		389,961,521	452,339,673
iv) Interest accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable;	Note - 9.1	960,037,218	502,343,410
v) Security Deposits		11,443,664	11,310,164
vi) Preliminary, formation and organization expenses, renovation/ development expenses and prepaid expenses;	Note - 9.2	44,267,749	34,196,718
vii) Branch Adjusting (net)		-	-
viii) Suspense Account		763,729,345	37,949,577
ix) Silver		-	-
x) Others	Note - 9.3	896,053,590	1,074,783,814
		<u>6,447,627,463</u>	<u>5,496,155,001</u>

		<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>9.1</b>	<b>Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable;</b>		
	Interest accrued on investments and deposits Note - 9.1.1	946,755,184	485,055,629
	Interest accrued on Loans & advances	-	-
	Commission Receivable on SP & WEDB	13,282,034	17,287,781
		<b>960,037,218</b>	<b>502,343,410</b>
<b>9.1.1</b>	<b>Interest accrued on investments and deposits</b>		
	Interest accrued on Fixed Deposits Note - 9.1.1.1	38,979,598	17,246,370
	Interest accrued on Short Term Deposits	-	-
	Interest accrued on Money at Call	-	-
	Interest accrued Corporate Bonds	464,549,051	26,707,728
	Income Receivable on Investment in Commercial Paper	10,944,444	6,055,555
	Interest accrued on Government Treasury Bond	432,282,091	435,045,976
		<b>946,755,184</b>	<b>485,055,629</b>
<b>9.1.1.1</b>	<b>Interest/Profit accrued on Fixed Deposits/MTDR</b>		
	Interest accrued on Fixed Deposits	38,979,598	17,246,370
	Profit accrued on MTDR	-	-
		<b>38,979,598</b>	<b>17,246,370</b>
<b>9.1.2</b>	<b>Interest accrued on Loans &amp; advances</b>		
	Interest accrued on Conventional Loans & advances	-	-
	Profit Receivable on TIB Investment	-	-
		<b>-</b>	<b>-</b>
<b>9.2</b>	<b>Preliminary, formation and organization expenses, renovation / development expenses and prepaid expenses;</b>		
	Pre-opening Expenses	-	-
	Prepaid Expenses	44,267,749	34,196,718
		<b>44,267,749</b>	<b>34,196,718</b>
<b>9.3</b>	<b>Others</b>		
	Deferred Tax Asset Note - 9.3.1	101,192,692	86,743,623
	Intangible Assets	8,528,799	7,311,812
	Intl. Credit Report Agency Charge	-	50,797
	Encashment of Sanchaya patra awaiting reimbursement-Principal	473,119,182	339,287,444
	Encashment of Sanchaya patra awaiting reimbursement-Interest	182,729,331	474,206,269
	Encashment of WEDB awaiting reimbursement-Principal	7,931,200	10,225,706
	Encashment of WEDB awaiting reimbursement-Interest	11,830,097	17,426,429
	US\$ Premium Bond - Interest	1,668,610	1,737,593
	US\$ Investment Bond - Principal	2,167,000	3,868,550
	US\$ Investment Bond - Interest	324,065	7,087,284
	Advance against Capital Expenditure	53,956,134	112,233,079
	Clearing Adjustment	19,260,442	10,704,273
	Receivable from Exchange House	33,346,038	3,900,955
		<b>896,053,590</b>	<b>1,074,783,814</b>
<b>9.3.1</b>	<b>Deferred Tax Asset</b>		
	Balance as on 1 January Note - 9.3.1.1	86,743,623	65,661,260
	Addition during the year	14,449,069	21,082,363
	Closing Balance	<b>101,192,692</b>	<b>86,743,623</b>
<b>9.3.1 (a)</b>	<b>Cosolidated Deferred Tax Asset</b>		
	Trust Bank Limited Note - 9.3.1	101,192,692	86,743,623
	Trust Bank Securities Limited	121,455	121,455
	Trust Bank Investment Limited	1,784,951	1,796,246
		<b>103,099,098</b>	<b>88,661,324</b>

<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
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9.1.1.1 As per BRPD Circular # 11 Dated: 12 December 2011 regarding accounting for Deferred Tax policy are as follows:

Particulars	Book Value	Tax Base	(Deductible)/Taxable Temporary Differences	Deferred Tax (Assets)/Liability
Fixed Assets	806,911,346	1,059,893,073	(252,981,727)	(101,192,692)

Balance as at 30 June 2016

Deferred Tax Asset	86,743,623	65,661,260
Deferred Tax Liability	-	-
Net Deferred Tax Assets	<b>86,743,623</b>	<b>65,661,260</b>

Increase of deferred Tax Assets recognized in to the P&L Account

Decreased of deferred Tax Liability recognized in to the P&L Account

Total Deferred tax Income recognized into P&L Account during the period

14,449,069	21,082,363
-	-
<b>101,192,692</b>	<b>86,743,623</b>

Trust Bank Limited recognise deferred tax asset/liability where it has identified a taxable temporary difference between an asset's or liability's carrying amount for accounting purposes and its value for tax purposes. A deferred tax liability arises where the carrying amount of an assets/(Liability) for accounting purposes is greater (less) than its tax value as per BAS -12 of 12.15 A deferred tax assets arises where the carrying amount of an assets/(Liability) for accounting purposes is less(greater) than its tax value.

9.3.1.2 To maintain the deferred tax Asset of Tk.101,192,692 as on 30 June 2016, a deferred tax Income of Tk.14,449,069 has been made for the year ended 30 June 2016 as per BAS-12 - Income Taxes.

#### 9.4 Break-up of Other Assets

Income generating other assets	3,349,999,290	3,349,999,290
Non income generating other asset	3,097,628,173	2,146,155,711
	<b>6,447,627,463</b>	<b>5,496,155,001</b>

9.5 As on 30 June 2016 there were no outstanding balance with inter Branch adjustment Account of the Bank, Hence no disclouser is provided here.

9.6 Provision for other asset has been made @ 50% for prepaid legal expenses against unsettled suit on reporting date as per BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank and shown in Note # 12.2 under Other Liability.

#### 9 (a) Cosolidated other assets

Trust Bank Limited	Note - 9	6,447,627,463	5,496,155,001
Trust Bank Securities Limited		346,840,282	329,514,619
Trust Bank Investment Limited		33,273,319	24,491,791
		6,827,741,064	5,850,161,411
Less: Investment in Subsidiaries Company.		3,349,999,290	3,349,999,290
		<b>3,477,741,774</b>	<b>2,500,162,121</b>

#### 10 BORROWINGS FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS

##### In Bangladesh

##### Call loans

Call Loan from Banks - 1,110,000,000

##### Other Borrowings

Borrowing from Bangladesh Bank - EDF	2,673,369,798	2,210,159,328
Borrowing from SME Foundation	11,500,000	17,250,000
Borrowing from Bangladesh Bank - IPFF	5,521,258,186	4,972,991,659
Borrowing from Bangladesh Bank - IPFF (BDT)	773,609,100	777,329,056
Borrowing from JICA A/c	6,871,252	8,920,386
Trust Bank Subordinated Bond	1,200,000,000	1,200,000,000
Trust Bank Limited Subordinated Bond II	2,000,000,000	2,000,000,000
Borrowing From Bangladesh Bank-EDF (USD)-TIB	263,382,670	180,177,799
Bangladesh Bank: Re-finance	381,097,536	452,729,262
	<b>12,831,088,542</b>	<b>12,929,557,490</b>

##### Outside Bangladesh

-	-
<b>12,831,088,542</b>	<b>12,929,557,490</b>

<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
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As per Bangladesh Bank letter ref # BRPD (BIC)661/14B(P)/2011-264 dated: May 31, 2011 & Guidelines on Risk Based Capital Adequacy ( December 2010){ Annex A}: Unsecured Subordinated Non-Convertible Bond shown as long term borrowings.

**Unsecured Subordinated Non-Convertible Bond (I & II)**

Trust Bank Limited Issued Two Unsecured Subordinated Non-Convertible Bond of Taka 2,000,000,000 each for a term of Seven years (7) to strengthen the capital base of the Bank. First Bond issued on October 2011 and Second Bond issued on September 2014 on the consent of SEC vide letter ref # SEC/CI/CPLC-48/2001-339 date: May 03, 2011 & BSEC/CI/DS-211/2014/444 dated June 24, 2014 & Bangladesh Bank permission letter ref # BRPD (BIC)661/14B(P)/2011-264 dated May 31, 2011 & BRPD (BIC)661/14B(P)/2014/4723 dated July 21, 2014. The interest rate of both bonds is 12.5% per annum. 40% repayment of First Bond already paid on 30 October 2014 and 30 October 2015 @ 20% for each year to the respective Bond holders. The repayment of Second Bond will start after three years from the date of issue.

<b>10.1 Security wise borrowings</b>			
Secured Borrowings		-	-
Unsecured Borrowings		12,831,088,542	12,929,557,490
		<u>12,831,088,542</u>	<u>12,929,557,490</u>
<b>10.2 Repayment nature wise borrowings</b>			
Repayment on Demand		-	-
Others		12,831,088,542	12,929,557,490
		<u>12,831,088,542</u>	<u>12,929,557,490</u>
<b>10.3 Remaining maturity grouping of Borrowings from other banks, financial institutions and agents Payable</b>			
On demand		-	-
Upto 1 month		2,089,030,247	2,200,374,466
Over 1 month but within 3 months		2,180,442,932	1,734,825,365
Over 3 months but within 1 Year		1,295,274,384	911,866,346
Over 1 Year but within 5 Years		6,866,340,979	7,682,491,313
Over 5 Years		400,000,000	400,000,000
		<u>12,831,088,542</u>	<u>12,929,557,490</u>
<b>10 (a) Consolidated borrowings from other Banks, financial institutions and agents</b>			
Trust Bank Limited	Note - 10	12,831,088,542	12,929,557,490
Trust Bank Securities Limited		-	-
Trust Bank Investment Limited		145,962,318	129,823,381
		12,977,050,860	13,059,380,871
Less: Inter company transaction		145,593,298	124,212,217
		<u>12,831,457,562</u>	<u>12,935,168,654</u>
<b>11 DEPOSITS AND OTHER ACCOUNTS</b>			
Current / Al-wadeeah Current Accounts and other Accounts	Note - 11.2	16,886,974,504	16,904,479,838
Bills Payable	Note - 11.3	3,359,944,996	1,287,908,705
Savings Bank Deposits/Mudaraba Savings Deposits	Note - 11.4	23,345,840,673	18,521,408,929
Fixed Deposits/Mudaraba Term Deposits	Note - 11.5	126,669,526,577	114,140,397,954
		<u>170,262,286,750</u>	<u>150,854,195,426</u>
<b>11.1 Remaining maturity grouping of Deposits and other accounts</b>			
Inside Bangladesh	Banks	Other than Banks	
Payable			
On demand	106,470,575	24,833,746,520	24,940,217,095
Upto 1 month	694,156,085	22,966,170,200	23,660,326,285
Over 1 month but within 3 months		29,616,498,242	29,616,498,242
Over 3 months but within 1 Year		43,181,676,279	43,181,676,279
Over 1 Year but within 5 Years		20,521,932,216	20,521,932,216
Over 5 Years		28,341,636,633	28,341,636,633
	<u>800,626,660</u>	<u>169,461,660,090</u>	<u>170,262,286,750</u>
<b>Outside Bangladesh</b>	-	-	-
	<u>800,626,660</u>	<u>169,461,660,090</u>	<u>170,262,286,750</u>
		<u>170,262,286,750</u>	<u>150,854,195,426</u>

		<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
<b>11.2</b>	<b>Current / Al-wadeeah Current Accounts and other Accounts</b>		
	Under Conventional Banking	16,055,019,960	16,087,101,435
	Under Islamic Banking	831,954,544	817,378,403
		<b>16,886,974,504</b>	<b>16,904,479,838</b>
<b>11.2.1</b>	<b>Under Conventional Banking</b>		
	Current Account	9,611,532,724	8,546,690,267
	Other Accounts	6,443,487,236	7,540,411,168
		<b>16,055,019,960</b>	<b>16,087,101,435</b>
<b>11.2.2</b>	<b>Under Islamic Banking</b>		
	Al-wadeeah Current Accounts	290,935,737	146,427,853
	Foreign Currency Deposits	20,493,453	19,439,698
	Sundry Deposits	375,341,342	482,724,009
	Profit payable on Deposits	145,184,012	168,786,843
		<b>831,954,544</b>	<b>817,378,403</b>
<b>11.2.3</b>	<b>Other Accounts</b>		
	Foreign Currency Deposits	3,804,197,735	4,163,290,896
	Interest Payable on Deposits	1,148,944,719	1,643,820,840
	Sundry Deposits	1,490,344,782	1,733,299,432
		<b>6,443,487,236</b>	<b>7,540,411,168</b>
<b>11.3</b>	<b>Bills Payable</b>		
	<b>Under Conventional Banking</b>		
	Demand Draft payable	4,238,068	4,238,068
	Pay Order payable	3,352,894,925	1,279,215,282
		3,357,132,993	1,283,453,350
	<b>Under Islamic Banking</b>		
	Demand Draft payable	-	-
	Pay Order payable	2,812,003	4,455,355
		2,812,003	4,455,355
		<b>3,359,944,996</b>	<b>1,287,908,705</b>
<b>11.4</b>	<b>Savings Bank Deposits/Mudaraba Savings Deposits</b>		
	Savings Bank Deposits	22,061,689,687	17,376,526,348
	Mudaraba Savings Deposits	1,284,150,986	1,144,882,581
		<b>23,345,840,673</b>	<b>18,521,408,929</b>
<b>11.5</b>	<b>Fixed Deposits/Mudaraba Term Deposits</b>		
<b>11.5.1</b>	<b>Under Conventional Banking</b>		
	Fixed Deposits	83,401,098,806	83,492,677,496
	Short Notice Deposits	25,382,476,087	13,422,454,343
	Scheme Deposits	7,347,228,176	6,645,059,973
		<b>116,130,803,069</b>	<b>103,560,191,812</b>
<b>11.5.2</b>	<b>Under Islamic Banking</b>		
	Mudaraba Term Deposits	9,579,290,402	9,607,273,898
	Mudaraba Short Notice Deposits	242,655,656	350,209,206
	Mudaraba Scheme Deposits	716,777,450	622,723,038
		<b>10,538,723,508</b>	<b>10,580,206,142</b>
		<b>126,669,526,577</b>	<b>114,140,397,954</b>

<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
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### 11.5.3 Fixed Deposits

	<u>Banks</u>	<u>Other than Banks</u>		
One month	-	2,099,036,865	2,099,036,865	1,434,640,849
Three months	-	45,973,841,252	45,973,841,252	51,218,447,272
Six months	-	6,740,309,725	6,740,309,725	3,919,758,505
One year	-	25,786,631,095	25,786,631,095	24,415,184,630
Two years	-	69,097,072	69,097,072	81,265,326
Three years	-	263,218,785	263,218,785	263,747,587
Four years	-	45,574	45,574	642,312
Five Years	-	46,805,063	46,805,063	48,926,348
More than five years	-	2,422,113,375	2,422,113,375	2,110,064,667
	-	<b>83,401,098,806</b>	<b>83,401,098,806</b>	<b>83,492,677,496</b>

### 11.5.3.a Mudaraba Term Deposits

	<u>Banks</u>	<u>Other than Banks</u>		
One month	-	106,769,810	106,769,810	67,834,794
Three months	350,000,000	6,077,896,724	6,427,896,724	6,439,454,129
Six months	-	1,330,413,506	1,330,413,506	1,081,543,230
One year	-	1,695,017,835	1,695,017,835	2,000,338,367
Three years	-	16,352,955	16,352,955	16,188,925
Five Years	-	2,839,572	2,839,572	1,914,453
More than five years	-	-	-	-
	-	<b>9,229,290,402</b>	<b>9,579,290,402</b>	<b>9,607,273,898</b>

### 11.6 Geographical location-wise concentration of Deposits & Other Accounts

#### Inside Bangladesh

Dhaka Division	126,837,157,212	113,448,233,066
Chittagong Division	23,244,331,566	19,396,049,921
Khulna Division	5,687,361,796	4,808,413,760
Sylhet Division	5,587,435,204	5,300,550,277
Rangpur Division	2,503,796,994	2,312,898,689
Barisal Division	343,973,959	316,518,001
Rajshahi Division	5,164,918,120	4,539,216,349
Mymensingh Division	893,311,899	732,315,363
	170,262,286,750	150,854,195,426

#### Outside Bangladesh

-	-
<b>170,262,286,750</b>	<b>150,854,195,426</b>

### 11.7 Sector-wise deposits

Government	14,619,458,489	8,437,616,940
Deposit money banks	800,626,660	833,503,282
Other public	7,782,987,757	7,548,217,485
Private	141,940,393,925	128,039,519,442
Foreign Currency Deposits	3,824,691,188	4,182,730,594
Interest Payable on Deposits	1,294,128,731	1,812,607,683
	<b>170,262,286,750</b>	<b>150,854,195,426</b>

### 11 (a) CONSOLIDATED DEPOSITS AND OTHER ACCOUNTS

#### Current / Al-wadeeah Current Accounts and other Accounts

Trust Bank Limited	16,886,974,504	16,904,479,838
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	77,115,996	53,211,145
	16,964,090,500	16,957,690,983
Less : Inter Company Transaction	3,405,442	5,839,714
	16,960,685,058	16,951,851,269
Bills Payable	3,359,944,996	1,287,908,705
Savings Bank Deposits/Mudaraba Savings Deposits	23,345,840,673	18,521,408,929
Fixed Deposits/Mudaraba Term Deposits	126,669,526,577	114,140,397,954
	<b>170,335,997,304</b>	<b>150,901,566,857</b>

		<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
<b>12</b>	<b>OTHER LIABILITIES</b>		
	Provision for Loans and Advances	Note - 12.1 4,087,064,000	3,657,700,000
	Provision for Investment	Note - 12.2 7,867,231	16,676,159
	Provision for other asset	Note - 12.3 13,228,225	13,228,225
	Provision for CSR Fund	-	120,000,000
	Provision for Gratuity	54,602,301	-
	Rebate of Interest	5,000,000	5,000,000
	Unearned profit on TIB Investment	242,707,364	333,569,519
	Interest Suspense Account	Note - 12.4 1,208,406,453	881,025,457
	Provision for Income Tax Less Advance Income Tax	Note - 12.5 1,000,385,917	953,730,285
	Interest Payable on Unsecured Subordinated Bonds	108,076,437	107,716,384
	Accrued Expenses	68,251,234	345,783,298
	Audit Fees Payable	-	402,500
	Sundry Creditors	403,009,027	456,991,061
	Compensation Fund Account	40,393,043	40,593,043
	Others	17,148,436	1,355,313
		<b>7,256,139,668</b>	<b>6,933,771,244</b>

**12.1 Provision for Loans and Advances/Islami Banking Investments**  
**Specific Provision**

Against Classified Loans & Advances	1,991,755,000	1,455,151,000
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**General Provision**

Against Unclassified Loans & Advances	1,389,741,000	1,534,269,000
Against Special Mention Accounts	115,837,000	90,370,000
Against Off Balance Sheet Exposures	589,731,000	577,910,000
	<b>2,095,309,000</b>	<b>2,202,549,000</b>
	<b>4,087,064,000</b>	<b>3,657,700,000</b>

**12.1.1 Against Classified Loans & Advances**

Provision held on 1 January	1,455,151,000	1,037,640,000
Fully provided debts written off	-	-
Recoveries from previously written off debts	-	-
Provisions made during the year	536,604,000	417,511,000
Net Charge to the Profit Loss Account	536,604,000	417,511,000
Provision held at end of year	<b>1,991,755,000</b>	<b>1,455,151,000</b>

**12.1.2 Against Unclassified Loans & Advances**

Provision held on 1 January	1,534,269,000	1,234,795,000
Provisions made during the year	(144,528,000)	299,474,000
Provision held at end of year	<b>1,389,741,000</b>	<b>1,534,269,000</b>

**12.1.3 Against Special Mention Accounts**

Provision held on 1 January	90,370,000	43,765,000
Provisions made during the year	25,467,000	46,605,000
Provision held at end of year	<b>115,837,000</b>	<b>90,370,000</b>

**12.1.4 Required Provision against Loans and Advances**

Particulars	Base for Provision	Rate		
Unclassified				
a. Consumer Financing (House Financing)	9,576,744,519	2.00%	191,534,890	197,837,587
b. Consumer Financing (Loans to Professional)	5,981,025	2.00%	119,621	119,853
c. Consumer Financing ( Other than a & b)	4,699,846,480	5.00%	234,992,324	258,263,905
d. Small & Medium Enterprise Financing	8,700,120,601	0.25%	21,750,302	15,068,433
e. Loans to BHs/ MBs/ Sds against Shares etc	192,002,437	2.00%	3,840,049	3,428,102
f. Short Term Agriculture & Micro Credit	176,543,920	2.50%	4,413,598	252,541
g. All other Credit	90,308,747,332	1.00%	903,087,473	966,471,505
	<b>113,659,986,314</b>		<b>1,359,738,257</b>	<b>1,441,441,926</b>

	<b>30.06.2016 (Unaudited) Taka</b>		<b>31.12.2015 (Audited) Taka</b>	
<b>Special Mention Account</b>				
a. Consumer Financing (House Financing)	297,405,153	2.00%	5,948,103	6,367,230
b. Consumer Financing (Loans to Professional)	-	2.00%	-	-
c. Consumer Financing ( Other than a & b)	102,014,966	5.00%	5,100,748	4,420,838
d. Small & Medium Enterprise Financing	313,330,182	0.25%	783,325	417,012
e. Loans to BHs/ MBs/ Sds against Shares etc	-	2.00%	-	-
f. Short Term Agriculture & Micro Credit	-	2.50%	-	-
g. All other Credit	7,830,824,662	1.00%	78,308,247	54,816,808
	<b>8,543,574,963</b>	<b>17.25%</b>	<b>90,140,423</b>	<b>66,021,888</b>
<b>Classified</b>				
a. Substandard				
i. Short Term Agri Credit & Micro Credit	2,062,998	5.00%	103,150	39,606
ii. Other than Short Term Agri Credit & Micro Credit	683,774,704	20.00%	136,754,941	55,649,859
b. Doubtful				
i. Short Term Agri Credit & Micro Credit	111,293	5.00%	5,565	5,665
ii. Other than Short Term Agri Credit & Micro Credit	236,562,857	50.00%	118,281,429	89,740,821
c. Bad/Loss	1,736,607,267	100.00%	1,736,607,267	1,285,684,290
	<b>2,659,119,119</b>		<b>1,991,752,352</b>	<b>1,431,120,241</b>
Additional 1% provision for restructured loans as per BRPD Circular No. - 04 dated 29 January 2015	-		25,693,791	24,322,390
	<b>124,862,680,396</b>		<b>3,467,324,823</b>	<b>2,962,906,445</b>

#### 12.1.5 General Provision for Off Balance Sheet Exposures

Provision held on 1 January	577,910,000	476,000,000
Provisions made during the year	11,821,000	101,910,000
	<b>589,731,000</b>	<b>577,910,000</b>

#### 12.1 (a) Consolidated General Provision for Loans and Advances

Trust Bank Limited	2,095,309,000	2,202,549,000
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	664,799,933	664,799,933
	<b>2,760,108,933</b>	<b>2,867,348,933</b>

#### 12.2 Provision for Investment

Provisions for Investment in Shares	5,463,513	14,272,441
Provision for decreased NAV of Trust Bank Securities Ltd	2,403,718	2,403,718
	<b>7,867,231</b>	<b>16,676,159</b>

#### 12.2.1 Provisions for Investment in Shares

Cost price of holding of quoted shares and mutual funds (both close end and open end) as on 30 June 2016 is Tk. 520,927,920 whereas the market of these securities is Tk. 515,908,272 showing a loss on fall of market price Tk. 5,019,648.

As per DOS circular letter No. 03 issued on 12 March 2015, bank has to keep provision on mutual funds on the basis of

- Cost Price minus Market value or 85% of NAV at Market Price for close end mutual funds and
- Cost Price minus 95% of NAV at Market Price for open end mutual funds

Consequently, the required provision on investment in shares as per DOS circular letter No. 03 is Tk. 5,463,513

Details workings relating to provision on Investment is given below:

Sl #	Name of the Company	no. of shares	Average cost rate	Total Investment Cost Price	Market rate as on 30 June 16	NAV at Market Value for MF	85%/95% of NAVcm p of MF	Applicable Rate for Provision	Market Price	Aggregate Net off (Loss)/ Gain	Value of MF /Share for Provision	Required Provision Excess / (Shortage)
1	EBL NRB Mutual Fund	6,121,372	8.02	49,070,000	4.80	10.89	9.26	9.26	29,382,586	(19,687,414)	56,662,480	-
2	First Bangladesh Fixed Income Fund	31,706,902	7.74	245,419,417	7.10	11.27	9.58	9.58	225,119,004	(20,300,413)	303,736,268	-
3	Popular Life First Mutual Fund	1,244,334	8.04	10,000,000	4.60	11.09	9.43	9.43	5,723,936	(4,276,064)	11,729,714	-
4	Trust Bank 1st Mutual Fund	4,656,430	7.90	36,789,728	5.10	11.30	9.61	9.61	23,747,793	(13,041,935)	44,725,010	-
5	LR Global Bangladesh Mutual Fund One	6,554,016	9.64	63,205,696	6.10	10.38	8.82	8.82	39,979,498	(23,226,198)	57,826,083	5,379,613
6	Capital & Asset Portfolio Management Unit Fund	100,000	100.00	10,000,000	100.00	104.38	99.16	99.16	10,000,000	-	9,916,100	83,900
<b>Provision Required for Mutual Funds</b>											<b>5,463,513</b>	



<b>30.06.2016</b> <b>(Unaudited)</b> <b>Taka</b>	<b>31.12.2015</b> <b>(Audited)</b> <b>Taka</b>
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7	IBBL Mudaraba Perpetual Bond	55,915	966.67	54,051,240	963.50			53,874,103	(177,137)	53,874,103	177,137
8	Islami Bank Bangladesh Ltd.	214,224	33.85	7,250,729	29.20			6,255,341	(995,388)	6,255,341	995,388
9	Prime Bank Ltd.	61,600	32.68	2,012,905	15.80			973,280	(1,039,625)	973,280	1,039,625
10	Pubali Bank Ltd.	23,625	42.23	997,688	20.10			474,863	(522,825)	474,863	522,825
11	Square Pharmaceuticals Ltd.	3,234	182.32	589,631	265.70			859,274	269,643	859,274	(269,643)
12	Summit Power Ltd.	314,637	45.69	14,375,320	33.90			10,666,194	(3,709,126)	10,666,194	3,709,126
13	Padma Oil Co. Ltd.	3,000	350.65	1,051,956	185.80			557,400	(494,556)	557,400	494,556
14	Social Islami Bank Ltd.	315,000	19.41	6,113,610	13.00			4,095,000	(2,018,610)	4,095,000	2,018,610
15	IT Consultants Ltd.	2,000,000	10.00	20,000,000	52.10			104,200,000	84,200,000	104,200,000	(84,200,000)
<i>Provision Required for Shares</i>											-
<b>T O T A L</b>											<b>5,463,513</b>

#### 12.2.2 Provision for Diminution in value of Investment

Balance on 1 January	16,676,159	106,460,510
Provisions made for Investment in Shares during the year	<u>(8,808,928)</u>	<u>(92,188,069)</u>
	7,867,231	14,272,441
Provision for decreased NAV of Trust Bank Securities Ltd	-	2,403,718
Closing Balance	<u><b>7,867,231</b></u>	<u><b>16,676,159</b></u>

#### 12.3 Provision for other asset

Balance on 1 January	13,228,225	11,163,285
Provisions made during the year	<u>-</u>	<u>2,064,940</u>
	<u><b>13,228,225</b></u>	<u><b>13,228,225</b></u>

#### 12.4 Interest Suspense Account

Balance on 1 January	881,025,457	585,919,635
Amount transferred during the year	477,851,938	1,297,078,785
Amount recovered during the year	(150,002,871)	(927,319,347)
Amount written off / waived during the year	<u>(468,071)</u>	<u>(74,653,616)</u>
	<u><b>1,208,406,453</b></u>	<u><b>881,025,457</b></u>

#### 12.5 Provision for Income Tax Less Advance Income Tax

##### Provision for Income Tax

Balance on 1 January	4,835,080,185	3,201,754,103
Provisions made during the year	987,000,000	1,605,000,000
Provision for Doubtful Income of Islamic Banking	-	28,326,082
Provision made for the year	-	-
Settlement for previous year(s)	<u>-</u>	<u>-</u>
	5,822,080,185	4,835,080,185

##### Less: Advance Income Tax

Balance on 1 January	3,881,349,900	2,522,034,412
Paid during the year	940,344,368	1,359,315,488
Settlement for previous year(s)	<u>-</u>	<u>-</u>
	4,821,694,268	3,881,349,900
<b>Net Closing Balance</b>	<u><b>1,000,385,917</b></u>	<u><b>953,730,285</b></u>

12.5.1 Provision for current tax of Tk. 987,000,000 has been made @ 40% on Business Income, @ 20% on Dividend Income and @ 10% on capital gain on sale of shares of the accounting profit made by the Bank during the 1st quarter after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance and Rules, 1984.

		<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>12.5 (a) Consolidated tax expenses</b>			
Trust Bank Limited	Note - 12.5	987,000,000	1,605,000,000
Trust Bank Securities Limited		2,536,872	2,890,922
Trust Bank Investment Limited		16,000,000	56,500,000
		<b>1,005,536,872</b>	<b>1,664,390,922</b>
<b>12 (a) Consolidated other liabilities</b>			
Trust Bank Limited	Note - 12	7,256,139,668	6,933,771,244
Trust Bank Securities Limited		36,655,658	21,379,416
Trust Bank Investment Limited		1,047,853,293	1,267,807,707
		8,340,648,619	8,222,958,367
Less: Inter company transaction		-	-
		<b>8,340,648,619</b>	<b>8,222,958,367</b>
<b>13 CAPITAL</b>			
<b>13.1 Authorized Capital</b>			
1,000,000,000 Ordinary shares of Tk. 10 each		10,000,000,000	10,000,000,000
<b>13.2 Issued, Subscribed and Paid Up Capital</b>			
116,667,000 Ordinary shares of Tk. 10 each issued for cash		1,166,670,000	1,166,670,000
11,666,700 Ordinary shares of Tk. 10 each issued bonus shares		116,667,000	116,667,000
25,666,740 Ordinary shares of Tk. 10 each issued for right 1R:5		256,667,400	256,667,400
30,800,080 Ordinary shares of Tk. 10 each issued bonus shares		308,000,800	308,000,800
36,960,100 Ordinary shares of Tk. 10 each issued bonus shares		369,601,000	369,601,000
44,352,120 Ordinary shares of Tk. 10 each issued bonus shares		443,521,200	443,521,200
26,611,274 Ordinary shares of Tk. 10 each issued bonus shares		266,112,740	266,112,740
53,222,550 Ordinary shares of Tk. 10 each issued for right 1R:5		532,225,500	532,225,500
34,594,656 Ordinary shares of Tk. 10 each issued bonus shares		345,946,560	345,946,560
45,664,946 Ordinary shares of Tk. 10 each issued bonus shares		456,649,460	456,649,460
42,620,616 Ordinary shares of Tk. 10 each issued bonus shares		426,206,160	426,206,160
37,506,142 Ordinary shares of Tk. 10 each issued bonus shares		375,061,420	-
		<b>5,063,329,240</b>	<b>4,688,267,820</b>
<b>13.3 Capital Adequacy Ratio</b>			
In terms of section 13 (2) of the Bank Companies Act, 1991 and Bangladesh Bank BRPD circulars no. 18 dated 21 December 2014 relating to implementation of Basel III in Bangladesh, required capital, available core capital and supplementary capital of the Bank as on 30 June 2016 is shown below:			
<b>13.3.1 Capital Adequacy Ratio under SOLO basis</b>			
<b><u>Common Equity Tier I (Going-concern capital)</u></b>			
Paid up Capital		5,063,329,240	4,688,267,820
Share Premium Account		-	-
Statutory Reserve		3,735,655,880	3,333,692,338
Retained Earnings		1,364,285,281	1,432,222,212
		<b>10,163,270,401</b>	<b>9,454,182,370</b>
Less : Regulatory Adjustments			
Deferred Tax - Assets		101,192,692	86,743,623
<b>Total Common Equity Tier-1 Capital</b>		<b>10,062,077,709</b>	<b>9,367,438,747</b>
<b>Additional Tier I Capital</b>		-	-
<b><u>Tier II Capital (Gone-Concern Capital)</u></b>			
General Provision (maximum 1.25% of Credit RWA)		2,095,309,000	1,422,285,000
Subordinated Bond		2,800,000,000	2,800,000,000
Revaluation reserves		273,661	273,661
		<b>4,895,582,661</b>	<b>4,222,558,661</b>
<b>Less : Regulatory Adjustments</b>			
Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline)		54,732	54,732
<b>Total Tier II Capital Available</b>		<b>4,895,527,929</b>	<b>4,222,503,929</b>
Maximum Limit of Tier II Capital ( Tier II capital can be maximum up to 4.00% of the total RWA or 88.89% of CET I, whichever is higher)		8,944,180,876	8,326,716,302
Excess Amount over Maximum Limit of Teir II		-	-
<b>Total Admissible Tier-2 Capital</b>		<b>4,895,527,929</b>	<b>4,222,503,929</b>
<b>A. Total Eligible Capital (Tier-I + Tier-II)</b>		<b>14,957,605,638</b>	<b>13,589,942,676</b>

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
B. Total Risk Weighted Assets (RWA)		
Credit Risk Weighted Assets	115,466,600,000	113,782,800,000
Market Risk Weighted Assets	3,291,100,000	2,773,200,000
Operational Risk Weighted Assets	10,325,000,000	8,864,500,000
	<b>129,082,700,000</b>	<b>125,420,500,000</b>
C. Required Capital based on RWA @ 10% on B	12,908,270,000	12,542,050,000
D. Surplus Capital as per Bank weighted Assets (A - C)	2,049,335,638	1,047,892,676
<b>Capital Adequacy Ratio</b>		
Tier I capital to RWA	7.80%	7.47%
Supplementary Capital to RWA	3.79%	3.37%
	<b>11.59%</b>	<b>10.84%</b>

**13.3 (a) Capital Adequacy Ratio under Consolidated basis**

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b><u>Tier – I (Core Capital)</u></b>		
Paid up Capital	5,063,329,240	4,688,267,820
Minority Interest	802	789
Share Premium Account	-	-
Statutory Reserve	3,735,655,880	3,333,692,338
Retained Earnings	1,760,463,889	1,766,708,712
	<b>10,559,449,811</b>	<b>9,788,669,659</b>
Less: Regulatory Adjustments		
Deferred Tax-Assets	103,099,098	88,661,324
Shortfall in provisions required against investment in shares	75,536,020	-
	<b>178,635,118</b>	<b>88,661,324</b>
<b>Total Common Equity Tier-1 Capital</b>	<b>10,380,814,693</b>	<b>9,700,008,335</b>
<b>Additional Tier I Capital</b>	-	-
<b><u>Tier II Capital (Gone-Concern Capital)</u></b>		
General Provision (Maximum 1.25% of Credit RWA)	2,095,309,000	1,422,087,500
Subordinated Bond	2,800,000,000	2,800,000,000
Revaluation Reserves	273,661	273,661
	<b>4,895,582,661</b>	<b>4,222,361,161</b>
<b>Less : Regulatory Adjustments</b>		
Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline)	54,732	54,732
Total Tier II Capital Available	<b>4,895,527,929</b>	<b>4,222,306,429</b>
Maximum Limit of Tier II Capital ( Tier II capital can be maximum up to 4.00% of the total RWA or 88.89% of CET I, whichever is higher)	9,227,506,181	8,622,337,409
Excess Amount over Maximum Limit of Teir II	-	-
<b>Total Admissible Tier-2 Capital</b>	<b>4,895,527,929</b>	<b>4,222,306,429</b>
<b>A. Total Eligible Capital (Tier-I + Tier-II)</b>	<b>15,276,342,622</b>	<b>13,922,314,764</b>
B. Total Risk Weighted Assets (RWA)		
Credit Risk Weighted Assets	115,051,700,000	113,767,000,000
Market Risk Weighted Assets	6,153,300,000	5,157,800,000
Operational Risk Weighted Assets	11,161,600,000	9,845,400,000
	<b>132,366,600,000</b>	<b>128,770,200,000</b>
C. Required Capital based on RWA @ 10% on B	13,236,660,000	12,877,020,000
D. Surplus Capital as per Bank weighted Assets (A - C)	2,039,682,622	1,045,294,764
<b>Capital Adequacy Ratio</b>		
Core Capital to RWA	7.84%	7.53%
Supplementary Capital to RWA	3.70%	3.28%
	<b>11.54%</b>	<b>10.81%</b>

**Total Risk Weighted Assets (RWA)**

Risk Weighted Assets (RWA) has been calculated considering the Credit risk, Market Risk and Operational risk as per Guidelines on Risk Based Capital Adequacy - Revised Regulatory Framework for Banks in line with Basel III issued by Bangladesh Bank vide BRPD Circular no. 18 dated 21 December 2014.

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>13.4 Leverage Ratio under SOLO basis</b>		
A. Tier-1 Capital - considering all regulatory adjustments	10,062,077,709	9,367,438,747
B. On- Balance Sheet Exposure	198,527,950,938	178,774,421,689
C. Off-Balance Sheet Exposure	21,963,612,278	21,140,412,298
D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital	101,192,691	86,743,623
E. Total Exposure (B+C-D)	220,390,370,525	199,828,090,364
Leverage Ratio (A/E)*100	4.57%	4.69%

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>13.4 (a) Leverage Ratio under Consolidated basis</b>		
A. Tier-1 Capital - considering all regulatory adjustments	10,380,814,693	9,700,008,335
B. On- Balance Sheet Exposure	200,082,763,565	180,451,078,696
C. Off-Balance Sheet Exposure	21,963,612,278	21,140,412,298
D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital	178,635,118	88,661,324
E. Total Exposure (B+C-D)	221,867,740,725	201,502,829,670
Leverage Ratio (A/E)*100	4.68%	4.81%

**13.4 Percentage of shareholdings at the closing date**

	<b>Amount (in Taka)</b>		<b>Percentage (%)</b>	
	<b>30.06.2016</b>	<b>31.12.2015</b>	<b>30.06.2016</b>	<b>31.12.2015</b>
Sponsors	3,037,953,880	2,812,920,260	60.00%	56.00%
Financial Institutions	1,070,289,200	987,405,120	21.14%	19.50%
Foreign Investors	40,868,550	25,937,970	0.81%	0.51%
Non-Resident Bangladeshi	13,183,610	13,070,500	0.26%	0.26%
General Public	901,034,000	848,933,970	17.79%	16.77%
<b>Total</b>	<b>5,063,329,240</b>	<b>4,688,267,820</b>	<b>100.00%</b>	<b>100.00%</b>

**13.5 Shareholding Range on the basis of shareholdings as on 30 June 2016**

<b>Shareholding Range</b>		<b>No. of Sh. Holders</b>	<b>Number of Shares</b>	<b>%</b>	
1	to	500	8,664	1,428,842	0.28%
501	to	5,000	11,879	21,468,111	4.24%
5,001	to	10,000	1,012	7,177,122	1.42%
10,001	to	20,000	586	8,121,239	1.60%
20,001	to	30,000	209	5,013,780	0.99%
30,001	to	40,000	94	3,255,366	0.64%
40,001	to	50,000	67	3,022,625	0.60%
50,001	to	100,000	123	8,576,877	1.69%
100,001	to	1,000,000	140	39,368,983	7.78%
1,000,001	and More		27	408,899,979	80.76%
<b>Total</b>		<b>22,801</b>	<b>506,332,924</b>	<b>100.00%</b>	<b>100.00%</b>

**13 (a) MINORITY INTEREST**

Share Capital (7 nos. shares of Trust Bank Investment Limited @ Tk. 100 each & 1 nos Share of TBSL)	789	789
Profit as of 1 January 2014	-	-
Profit for the year	13	-
	13	-
	<b>802</b>	<b>789</b>

**14 STATUTORY RESERVE**

Balance on 1 January	3,333,692,338	2,709,042,761
Reserve made during the year	401,963,542	624,649,577
Closing Balance	<b>3,735,655,880</b>	<b>3,333,692,338</b>

**14.1** Reserve for current period was made @ Tk. 20% on the net profit before tax under section 24 of The Bank Companies Act 1991.

	<b>30.06.2016 (Unaudited) Taka</b>	<b>31.12.2015 (Audited) Taka</b>
<b>15 OTHER RESERVE</b>		
<b>Revaluation Reserve</b>		
Balance on 1 January	57,636,494	547,322
Reserve made/(adjusted) during the year	(50,931,115)	57,089,172
Closing Balance	<b>6,705,379</b>	<b>57,636,494</b>
<p>Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity' other than those which are floating and/or free to trade in the market at prevailing prices are classified as held to maturity and must be amortized at the end of the year before maturity. Investments classified in the category of 'Held for Trading' are held indeed selling or purchasing –in short- trading as decided by the management of the bank or treasury. After initial recognition, investments of such categories are measured at their fair value once in a week. The increase in case of amortization of Investment under 'Held to maturity' and any change in the fair value in case of Investment under 'held for Trading' is to be accounted for in the 'Statement of changes in Equity' under the head Other Reserve as Surplus/Deficit on revaluation of investment.</p>		
<b>16 RETAINED EARNINGS</b>		
Balance on 1 January	1,432,222,212	1,081,274,744
Issue of Bonus Shares	(375,061,420)	(350,630,120)
Cash Dividend	(328,178,747)	(213,103,083)
	<b>728,982,045</b>	<b>517,541,541</b>
Net Profit for the year transferred from Profit and Loss Account	1,037,266,778	1,539,330,248
Less: Transferred to Statutory Reserve	401,963,542	624,649,577
	<b>635,303,236</b>	<b>914,680,671</b>
Closing Balance	<b>1,364,285,281</b>	<b>1,432,222,212</b>
<b>16 (a) Consolidated retained earnings</b>		
Trust Bank Limited	1,364,285,281	1,432,222,212
Trust Bank Securities Limited	3,375,680	(2,403,718)
Trust Bank Investment Limited	392,803,020	336,890,297
	<b>1,760,463,981</b>	<b>1,766,708,791</b>
Less minority interest	92	79
Closing Balance	<b>1,760,463,889</b>	<b>1,766,708,712</b>
<b>17 CONTINGENT LIABILITIES</b>		
<b>17.1 Acceptances and endorsements</b>		
Acceptance Bills - Local	3,967,875,291	3,680,023,975
Acceptance Bills - Foreign	12,035,952,365	12,077,280,712
Acceptance Liabilities - Back to Back L/C	1,985,646,067	1,652,892,755
	<b>17,989,473,723</b>	<b>17,410,197,442</b>
<b>17.2 Letters of Guarantee</b>		
Letters of Guarantee - Local	14,471,126,199	12,490,109,812
Letters of Guarantee -Foreign	9,855,951.00	33,829,433.00
	<b>14,480,982,150</b>	<b>12,523,939,245</b>
<b>17.2.1 Money for which the bank is contingently liable in respect of guarantees given favoring :</b>		
Directors or Officers	-	-
Government	2,511,555,370	2,343,821,259
Banks and other financial institutions	1,908,664,411	924,112,787
Others	10,060,762,369	9,256,005,199
	<b>14,480,982,150</b>	<b>12,523,939,245</b>
<b>17.3 Irrevocable Letter of Credits</b>		
Letter of Credit - Local	437,300,299	436,644,395
Letter of Credit - Foreign	13,013,937,117	14,380,095,826
Letter of Credit - Back to Back L/C	2,577,181,200	2,734,854,782
Letter of Credit - Usance (Foreign)	3,266,950,002	4,037,315,394
Letter of Credit - Back to Back (EDF) - Foreign	655,510,108	455,909,359
	<b>19,950,878,726</b>	<b>22,044,819,756</b>
<b>17.4 Bills for Collection</b>		
Outward Bills for Collection	30,136,787	18,363,023
Local Documentary Bill for Collection	2,883,524,046	2,491,670,809
Foreign Documentary Bills for Collection	3,638,022,976	3,298,055,497
	<b>6,551,683,809</b>	<b>5,808,089,329</b>

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka	1 April 2016 to 30 June 2016 Taka	1 April 2015 to 30 June 2015 Taka
<b>18 INTEREST INCOME</b>				
<b>18.1 Interest Income under Conventional banking</b>				
<b>Interest from Loans and Advances</b>				
Interest on Repair & Recon. of Dwelling House (RRDH)	158,202,206	172,719,685	77,226,293	90,245,305
Interest on Consumer Durable Scheme	18,470	13,996	10,761	8,703
Interest on Marriage Loans	1,977,054	2,099,495	953,074	1,057,499
Interest on Car Loans	5,429,013	4,715,702	2,553,027	2,628,534
Interest on House Building Loans	244,112,384	245,024,297	113,922,217	129,363,224
Interest on Term Loans	2,624,007,196	2,664,528,271	1,275,161,771	1,389,238,923
Interest on Other Loans	1,120,845,189	1,123,018,482	507,524,011	570,046,151
Interest on SME Loan	264,798,218	197,850,189	131,719,942	106,581,688
Interest on PAD - EDF	44,067,953	42,689,270	24,584,167	16,910,176
Interest on Staff Loan	21,855,408	20,874,563	10,844,033	10,625,226
Interest on LTR	326,776,764	524,910,235	153,943,717	262,752,381
Interest on Payment Against Documents (PAD)	25,260,450	18,313,687	16,539,075	12,966,909
Interest on Cash Credit	90,189,318	123,964,075	44,057,021	61,647,810
Interest on Cash Collateral	87,632,882	90,998,280	43,254,431	41,747,036
Interest on Overdraft	531,165,472	411,872,352	265,727,762	226,473,208
Interest on SOD	342,434,849	557,917,137	156,366,195	266,469,375
Interest on Inland Bills Purchased and Discounted	87,062,193	118,899,996	45,335,074	54,682,590
Interest on Foreign Bills Purchased and Discounted	13,632,178	15,649,003	5,600,081	8,327,627
	<b>5,989,467,197</b>	<b>6,336,058,715</b>	<b>2,875,322,652</b>	<b>3,251,772,365</b>
<b>Interest from Banks and Other Financial Institutions</b>				
Interest on FDR Account	67,064,396	9,688,988	60,244,585	9,241,071
Interest on SND Account	447,897	1,062,694	293,948	466,025
Interest on Call Deposits	35,962,250	13,238,208	35,528,917	12,638,208
	<b>104,417,610</b>	<b>23,989,890</b>	<b>96,067,450</b>	<b>22,345,304</b>
Interest received from Foreign Banks	-	-	-	-
	<b>6,093,884,807</b>	<b>6,360,048,605</b>	<b>2,971,390,102</b>	<b>3,274,117,669</b>
<b>18.2 Profit under Islamic banking</b>				
Profit on Bai-Muajjal	258,269,106	254,338,305	258,269,106	143,055,097
Profit on HPSM-Capital Machinery	41,026,891	57,216,007	(89,721,420)	28,920,959
Profit on IHSAN Apartment Purchase Scheme	2,777,177	1,983,396	(16,248,236)	1,020,572
Profit on BARAKAT Home Construction Scheme	3,589,326	2,358,890	2,352,067	1,222,967
Profit on BARAKAT Car Scheme	306,257	248,706	(1,566,761)	113,005
Profit on HPSM- Real Estate	22,771,843	21,033,717	22,644,596	12,686,696
Profit on Murabaha TR	75,889,561	85,241,456	63,158,783	43,821,851
Profit on Bai-Salam	4,918,227	3,166,849	(31,450,241)	1,699,876
Profit on Murabaha Import Bills (MIB)	554,795	151,383	(1,466,418)	127,442
Profit on TIB House Building Scheme-HBL (RM)	194,100	4,120,846	(30,411)	1,213,465
Profit on TIB Household Durable Scheme( Household Durable)	197,669	112,730	18,167	50,366
Profit on MIB - EDF - TIB	11,796,088	9,632,860	11,693,176	5,133,645
	56,706		(4,619,667)	
Profit on HPSM General	82,879,810	34,104,344	51,956,352	18,787,544
	112,897		53,809	
	11,766		11,766	
	121		121	
Profit on Musharaka agt. IBP	14,674,785	21,834,980	6,501,559	12,325,892
Profit on Musharaka IBP USD	4,176,618	645,753	2,535,705	553,085
	<b>524,203,743</b>	<b>496,190,222</b>	<b>274,092,053</b>	<b>270,732,462</b>
<b>Profit from Banks and Other Financial Institutions</b>				
Profit on Mudarab Term Deposits	36,712,303	15,341,969	15,507,440	5,232,037
	<b>560,916,046</b>	<b>511,532,191</b>	<b>289,599,493</b>	<b>275,964,499</b>
	<b>6,654,800,853</b>	<b>6,871,580,796</b>	<b>3,260,989,595</b>	<b>3,550,082,168</b>
<b>18 (a) Consolidated Interest Income/profit on investment</b>				
Trust Bank Limited	6,654,800,853	6,871,580,796	3,260,989,595	3,550,082,168
Trust Bank Securities Limited	-	-	-	-
Trust Bank Investment Limited	29,067,570	39,749,854	13,837,155	15,144,801
	<b>6,683,868,423</b>	<b>6,911,330,650</b>	<b>3,274,826,750</b>	<b>3,565,226,969</b>
Less : Inter Company Transaction	11,370,244	782,663	6,122,184	494,362
	<b>6,672,498,179</b>	<b>6,910,547,987</b>	<b>3,268,704,566</b>	<b>3,564,732,607</b>
<b>19 INTEREST PAID ON DEPOSITS AND BORROWINGS</b>				
<b>19.1 Interest paid on deposits</b>				
Interest on SND Account	260,036,579	180,924,531	160,042,412	130,812,008
Interest on FDR Account	2,593,311,198	3,189,372,539	1,290,829,982	1,627,097,627
Interest on Foreign Currency Deposit	24,094,181	21,913,486	13,567,808	9,876,147
Interest on Savings Account	187,628,168	194,134,252	99,592,805	98,433,666
Interest on Scheme Deposits	743,592,821	638,734,538	383,074,369	321,833,924
	<b>3,808,662,947</b>	<b>4,225,079,346</b>	<b>1,947,107,376</b>	<b>2,188,053,372</b>

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka	1 April 2016 to 30 June 2016 Taka	1 April 2015 to 30 June 2015 Taka
<b>19.2 Profit paid on Islamic Banking Deposits</b>				
Profit Paid on Mudaraba Savings Account	17,773,115	15,158,862	9,134,019	7,848,215
Profit Paid on Mudaraba SND	2,262,002	888,767	1,651,485	623,877
Interest Paid on Mudaraba TDR	284,218,376	282,498,393	135,139,688	149,440,411
Profit Paid on Mudaraba MTDR - 1 Month	4,414,939	7,848,810	3,455,451	5,958,297
Profit Paid on TBL Barakat Hajj Deposit Scheme	388,004	286,577	206,092	152,181
Profit on Mudaraba Kotipati Scheme (MKS)	3,777,654	1,976,811	1,975,794	1,079,483
Profit on Mudaraba Millionaire Scheme (MMS)	5,519,939	2,454,327	2,980,348	1,350,913
Profit on Mudaraba Money Double Scheme (MMDS)	3,196,079	1,922,463	1,681,337	1,032,047
Profit Paid on DPMSA	68,665	37,962	53,905	24,268
Profit Paid on TEMSA	877,789	763,331	550,201	400,232
Profit Paid on Mudaraba Monthly Savings Scheme	12,321,117	8,837,233	6,385,755	4,664,938
Profit paid on Trust Bank Mudaraba Cash Waqf	37,269	9,230	18,547	8,830
Profit Paid On - Fc Deposits	158	28	88	28
Profit paid on MMPS	11,484,461	5,333,049	5,830,098	3,513,349
Profit paid on TIB Payroll	43,342	2,753	21,380	2,753
	<b>346,382,909</b>	<b>328,018,596</b>	<b>169,084,188</b>	<b>176,099,822</b>
<b>19.3 Interest paid on borrowings</b>				
Interest on Call Deposits.	15,788,125	24,550,820	-	9,946,653
Interest on Repo	2,286,724	20,268,550	-	987,216
Interest on Other Borrowings	276,529,308	278,898,016	138,761,566	140,614,996
	<b>294,604,157</b>	<b>323,717,386</b>	<b>138,761,566</b>	<b>151,548,865</b>
<b>Under Islamic Banking</b>				
Profit paid on Bangladesh Bank Borrowings	3,542,176	4,195,995	2,005,528	1,920,271
	<b>4,453,192,189</b>	<b>4,881,011,323</b>	<b>2,256,958,658</b>	<b>2,517,622,330</b>
<b>19 (a) Consolidated Interest / profit paid on deposits, borrowings etc. on investment</b>				
Trust Bank Limited	4,453,192,189	4,881,011,323	2,256,958,658	2,517,622,330
Trust Bank Securities Limited	-	-	-	-
Trust Bank Investment Limited	11,824,310	1,652,362	6,345,646	761,788
	<b>4,465,016,499</b>	<b>4,882,663,685</b>	<b>2,263,304,304</b>	<b>2,518,384,118</b>
Less : Inter Company Transaction	11,370,244	782,663	6,122,184	494,362
	<b>4,453,646,255</b>	<b>4,881,881,022</b>	<b>2,257,182,120</b>	<b>2,517,889,756</b>
<b>20 INCOME FROM INVESTMENTS</b>				
<b>20.1 Income from Conventional Banking</b>				
Income from Treasury bills	173,491,550	160,656,902	81,422,987	75,625,097
Income from Treasury bonds	747,568,966	724,581,825	374,171,287	365,462,815
Income from Reverse REPO	3,928,720	853,225	3,928,720	853,225
Income from Corporate Bonds	44,414,798	18,687,498	22,596,149	9,475,033
Dividend Income	227,625	7,859,186	120,750	3,413,922
Income on Investment in Commercial Paper	19,865,972	347,222	7,833,334	347,222
Gain from sales of shares	43,664	-	43,664	-
	<b>1,035,387,443</b>	<b>912,985,858</b>	<b>533,898,689</b>	<b>455,177,314</b>
<b>20.2 Income from Islamic Banking Investments</b>				
Dividend Income	111,150	594,100	30,000	594,100
Profit on Investment in Islamic Bank Bond	-	3,107,632	-	3,107,632
Profit on Sale of Shares	63,793	-	63,793	-
	<b>174,943</b>	<b>3,701,732</b>	<b>93,793</b>	<b>3,701,732</b>
	<b>1,035,562,386</b>	<b>916,687,590</b>	<b>533,992,482</b>	<b>458,879,046</b>
<b>20 (a) Consolidated Income from Investment</b>				
Trust Bank Limited	1,035,562,386	916,687,590	533,992,482	458,879,046
Trust Bank Securities Limited	-	-	-	-
Trust Bank Investment Limited	51,591,220	44,950,329	34,484,161	32,283,032
	<b>1,087,153,606</b>	<b>961,637,919</b>	<b>568,476,643</b>	<b>491,162,078</b>
<b>21 Commission, exchange and brokerage</b>				
Demand Draft, Money Transfer, Telegraphic Transfer, Pay Order etc	2,436,165	2,978,962	1,258,486	1,527,518
Bills	15,479,019	14,003,084	7,538,251	7,160,407
Letter of Guarantees	80,482,696	78,032,594	31,136,406	39,793,282
Letter of Credits	141,060,648	140,570,756	55,276,545	70,945,231
Foreign Remittances	2,933,620	3,514,363	2,470,767	2,965,981
Commission on Sale of Government Securities	13,755,106	8,718,929	8,728,688	4,714,867
Fund Transfer Commission	9,200	5,200	6,000	3,400
Commission on Sale & Purchase of Shares	400	57,148	-	600
Under writing Commission	698,440	314,922	190	1
Acceptance Commission	90,941,958	99,222,111	45,188,656	57,220,458
Foreign Correspondence Charges	-	1,125	-	-
Miscellaneous Commission	15,713,628	15,396,000	8,219,449	7,798,467
	<b>363,510,880</b>	<b>362,815,194</b>	<b>159,823,438</b>	<b>192,130,212</b>
Foreign Currency Exchange Gain	249,143,727	230,365,671	157,958,032	133,387,321
	<b>612,654,607</b>	<b>593,180,865</b>	<b>317,781,470</b>	<b>325,517,533</b>

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<b>21 (a) Consolidated Commission, exchange and brokerage</b>				
Trust Bank Limited	612,654,607	593,180,865	317,781,470	325,517,533
Trust Bank Securities Limited	5,211,627	6,470,456	2,392,627	4,771,122
Trust Bank Investment Limited	208,210	366,461	205,840	353,673
	<b>618,074,444</b>	<b>600,017,782</b>	<b>320,379,937</b>	<b>330,642,328</b>
<b>22 OTHER OPERATING INCOME</b>				
Locker Rent	904,755	727,000	478,750	332,000
Swift Charge (Net)	25,502,364	23,311,957	12,803,494	12,640,335
Postage Charge (Net)	4,354,786	3,179,649	2,060,534	1,610,014
Sale Proceeds of Forms	419,725	495,282	196,750	221,796
Service Charges	36,710,977	31,412,966	35,500,774	29,585,352
Service Compensation	256,427	730,457	256,427	132,000
Front End Fees	11,513,667	25,229,907	3,012,488	13,342,107
Notice Pay	422,045	1,203,841	331,792	1,019,468
Closing Charge	792,029	689,776	297,751	335,505
Sale Proceeds of Cheque books	57,500	74,000	29,500	37,500
Income from Mobile Banking	128,736	100,507	74,008	35,295
O/W Cheque Processing Fees	335,259	286,911	171,479	161,748
EFTN Org Processing Fees	2	2	-	-
Service Charge - Transaction Agent (TA)	-	648	-	-
Introductory Commission	-	3,833	-	3,833
Syndication Fees	16,150,000	6,725,000	10,670,000	-
Income through Credit & ATM Card	42,883,903	29,422,288	19,513,805	15,251,408
Insurance Premium Income	27,786	19,770	16,693	5,350
SMS Notification Fees	11,060,085	235	11,060,085	-
Service Charges on e-GP	847,644	1,081,422	221,150	301,605
Service Charge on Passport	1,275,125	300	1,274,825	-
Miscellaneous Foreign Exchange Income	50,118,941	58,218,551	25,842,224	30,246,355
Service Charge on BRTA Transaction	866,148	801,441	390,862	801,441
Income from Priority Pass	-	4,226	-	-
RTGS Settlement Charge	8,200	-	5,200	-
Charges for Footage	8,500	-	3,000	-
Miscellaneous Earnings	35,016,902	40,088,680	17,295,197	19,699,124
	<b>241,371,911</b>	<b>223,808,649</b>	<b>143,206,788</b>	<b>125,762,236</b>
<b>22 (a) Consolidated other operating income</b>				
Trust Bank Limited	241,371,911	223,808,649	143,206,788	125,762,236
Trust Bank Securities Limited	8,839,933	609,299	8,642,601	491,745
Trust Bank Investment Limited	29,979,403	32,592,781	14,148,535	15,746,985
	<b>280,191,247</b>	<b>257,010,729</b>	<b>165,997,924</b>	<b>142,000,966</b>
<b>23 Salaries and allowances</b>				
Basic Salary	365,649,709	284,468,058	183,022,563	143,209,942
House Rent Allowances	182,825,336	142,193,795	91,511,717	71,565,972
Conveyance Allowances	20,012,207	16,190,472	10,017,049	8,226,162
Medical Allowances	73,933,000	60,276,217	37,032,351	30,475,727
Telephone Allowance	174,720	171,733	87,168	84,733
Club Membership Allowance	650,059	630,667	323,903	309,764
Contractual Staffs Salary	5,551,497	4,887,892	3,266,624	2,807,562
Managers' Charge Allowance	1,508,500	1,242,000	755,500	621,000
Key Holding Allowance	558,750	582,750	275,250	293,250
Festival Bonus	73,128,404	47,571,450	73,128,404	47,571,450
Bank's Contribution to Provident Fund	35,107,082	26,587,982	17,630,139	13,333,133
Bank's Contribution to Superannuation Fund	3,045,996	2,210,415	1,522,998	884,166
Bank's Contribution to Employees' Gratuity Fund	54,602,301	45,982,344	26,613,297	23,303,170
	<b>850,172,577</b>	<b>660,951,244</b>	<b>462,006,884</b>	<b>357,535,056</b>
<b>23 (a) Consolidated salaries and allowances</b>				
Trust Bank Limited	850,172,577	660,951,244	462,006,884	357,535,056
Trust Bank Securities Limited	3,210,647	2,541,370	1,741,625	1,360,435
Trust Bank Investment Limited	13,745,758	15,205,888	6,844,012	8,050,359
	<b>867,128,982</b>	<b>678,698,502</b>	<b>470,592,521</b>	<b>366,945,850</b>
<b>24 RENT, TAXES, INSURANCE, ELECTRICITY, ETC.</b>				
Rent	216,071,113	184,776,053	107,753,798	93,794,988
Electricity and Lighting	28,622,318	25,030,662	18,708,454	15,829,181
Insurance	56,365,038	48,837,662	26,317,423	24,306,195
Rates, Taxes & Excise Duty	298,443	135,587	163,391	69,188
Fees & Renewals	3,535,682	3,855,174	2,069,754	3,565,996
Generator Fuel	2,600,432	2,617,145	1,467,653	1,620,200
Gas/Water Bill	814,363	805,505	449,168	455,352
	<b>308,307,389</b>	<b>266,057,788</b>	<b>156,929,641</b>	<b>139,641,100</b>



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<b>24 (a) Consolidated rent,taxes,insurance, electricity,etc.</b>				
Trust Bank Limited	308,307,389	266,057,788	156,929,641	139,641,100
Trust Bank Securities Limited	508,419	310,317	287,167	155,000
Trust Bank Investment Limited	6,246,518	6,639,973	3,161,056	3,153,432
	<b>315,062,326</b>	<b>273,008,078</b>	<b>160,377,864</b>	<b>142,949,532</b>
<b>25 POSTAGE, STAMPS, TELECOMMUNICATION, ETC.</b>				
Stamp	66,192	103,218	15,818	53,123
ATM Connectivity Charges	133,048	428,000	133,048	180,000
ATM Maintenance Charges	6,571,382	1,510,730	6,571,382	752,360
Online Expenses	54,878,574	50,784,645	27,431,650	25,832,294
Internet Charge	691,582	823,801	322,308	341,370
Router Charge	1,231,772	916,699	615,691	305,306
Telegram, Telex, Telephone, Trunk Call etc. (Net)	5,778,760	4,910,828	3,467,773	2,583,043
	<b>73,256,330</b>	<b>59,477,921</b>	<b>40,148,940</b>	<b>30,047,496</b>
<b>25 (a) Consolidated postages, stamps, telecommunication, etc.</b>				
Trust Bank Limited	73,256,330	59,477,921	40,148,940	30,047,496
Trust Bank Securities Limited	392,278	419,712	193,229	276,973
Trust Bank Investment Limited	709,400	709,798	360,430	342,626
	<b>74,358,008</b>	<b>60,607,431</b>	<b>40,702,599</b>	<b>30,667,095</b>
<b>26 STATIONERY, PRINTING, ADVERTISEMENT, ETC.</b>				
Printing and Stationery (Net)	30,952,648	25,507,074	15,903,067	15,150,709
Publicity and Advertisement	2,847,472	6,757,579	1,927,328	2,744,490
	<b>33,800,120</b>	<b>32,264,653</b>	<b>17,830,395</b>	<b>17,895,199</b>
<b>26 (a) Consolidated stationery, printing, advertisement,etc etc.</b>				
Trust Bank Limited	33,800,120	32,264,653	17,830,395	17,895,199
Trust Bank Securities Limited	31,789	35,585	9,301	2,030
Trust Bank Investment Limited	207,299	284,014	94,031	187,786
	<b>34,039,208</b>	<b>32,584,252</b>	<b>17,933,727</b>	<b>18,085,015</b>
<b>27 DIRECTORS' FEES</b>				
Meeting fees	1,251,000	874,600	743,000	524,400
Other benefits	-	-	-	-
	<b>1,251,000</b>	<b>874,600</b>	<b>743,000</b>	<b>524,400</b>
<b>27 (a) Consolidated directors fees</b>				
Trust Bank Limited	1,251,000	874,600	743,000	524,400
Trust Bank Securities Limited	79,080	-	42,360	-
Trust Bank Investment Limited	66,000	120,000	42,000	81,000
	<b>1,396,080</b>	<b>994,600</b>	<b>827,360</b>	<b>605,400</b>
<b>28 Depreciation and repair of bank's assets</b>				
<b>Depreciation</b>				
Fixed assets	93,833,069	80,329,584	46,976,677	40,402,630
<b>Repairs</b>				
Building	238,210	140,143	197,722	115,783
Furniture and fixtures	1,361,265	772,728	559,348	179,738
Office equipment	9,818,515	14,099,095	6,146,719	11,523,931
Bank's vehicles	1,987,932	1,540,213	1,100,720	1,060,076
Maintenance	7,980,947	13,637,628	7,138,773	2,401,311
	<b>21,386,869</b>	<b>30,189,807</b>	<b>15,143,282</b>	<b>15,280,839</b>
	<b>115,219,938</b>	<b>110,519,391</b>	<b>62,119,959</b>	<b>55,683,469</b>
<b>28 (a) Consolidated depreciation and repair of bank's assets</b>				
Trust Bank Limited	115,219,938	110,519,391	62,119,959	55,683,469
Trust Bank Securities Limited	467,852	433,509	234,495	220,518
Trust Bank Investment Limited	921,976	1,688,782	418,919	973,930
	<b>116,609,766</b>	<b>112,641,682</b>	<b>62,773,373</b>	<b>56,877,917</b>

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka	1 April 2016 to 30 June 2016 Taka	1 April 2015 to 30 June 2015 Taka
<b>29 OTHER EXPENSES</b>				
Business Development Expenses	13,018,845	9,710,786	4,473,541	6,840,560
Clearing House Charge	49,125	53,735	26,537	32,124
Entertainment	17,067,402	15,652,702	8,695,496	10,345,137
Car Expenses	46,592,866	42,683,901	23,407,331	21,251,924
Cash Handling Charge	1,704,000	1,547,100	854,400	777,300
Bank charges	91,313	35,121	30,744	13,479
Meeting Expenses	545,965	1,821,951	194,050	1,639,155
News Paper and Periodicals	524,013	413,715	333,855	233,012
Oil and Lubricant	4,412,335	3,732,201	2,236,649	2,345,387
Other Contractual Service	123,096,563	93,333,089	63,097,665	47,715,838
Internship Allowances	790,602	1,018,136	360,602	420,136
Honorarium for Banking Diploma	638,000	417,000	49,000	132,000
Training & Recruitment Expenses	3,902,900	2,923,559	2,263,068	2,051,710
Traveling Expenses	10,315,492	7,985,590	6,228,040	5,499,033
Up Keep of Office Premises	4,808,651	3,846,736	2,158,515	2,026,919
Washing Charges	1,123,814	1,004,943	524,874	505,413
Loss on Sale of Fixed Assets	5,385,313	11,171,568	20,217	11,171,568
Car Leasing Expenses	2,568,111	2,370,746	1,670,137	1,346,961
Foreign Correspondence Expenses	3,012,064	7,746,891	1,628,511	5,066,653
Amortization of Intangible Assets	2,333,012	1,873,373	1,115,402	1,095,144
CDBL Charges	108,891	130,772	108,891	3,540
Security Expenses	2,115	34,651	1,115	115
Broker's Expenses	-	3,003	-	3,003
Share/Bond Issue Expense	5,758,000	-	5,380,000	-
Sales Commission	2,875,826	1,203,474	2,150,061	1,020,231
Cash Carrying Charges	3,654,512	2,920,823	1,959,032	1,762,353
Wages paid to daily Labor	159,111	140,220	75,991	64,380
Purchase of Utensils	414,222	351,074	198,758	182,333
Medical Expenses	-	890	-	750
Contact Point Verification Fees (RB)	63,925	28,950	36,475	23,525
Loss on sale of Treasury Bills	371,750	-	-	-
Miscellaneous Expenses	124,734	85,650	47,098	38,051
	<b>271,663,888</b>	<b>224,513,341</b>	<b>132,984,416</b>	<b>127,074,798</b>
<b>29 (a) Consolidated other expenses</b>				
Trust Bank Limited	271,663,888	224,513,341	132,984,416	127,074,798
Trust Bank Securities Limited	1,309,110	1,414,319	605,628	943,252
Trust Bank Investment Limited	4,368,032	4,939,381	2,183,279	2,630,714
	<b>277,341,030</b>	<b>230,867,041</b>	<b>135,773,323</b>	<b>130,648,764</b>
<b>30 PROVISION FOR LOANS AND ADVANCES / INVESTMENTS</b>				
Specific Provisions-against classified loans & advances	536,604,000	240,750,000	154,346,000	116,545,000
General Provisions-against un-classified loans & advances	(144,528,000)	132,210,000	(6,790,000)	105,510,000
General Provisions-against special mentioned accounts	25,467,000	17,990,000	(12,161,000)	(980,000)
	<b>417,543,000</b>	<b>390,950,000</b>	<b>135,395,000</b>	<b>221,075,000</b>
<b>30 (a) Consolidated Provision for Loans &amp; Advances / Investment</b>				
Trust Bank Limited	417,543,000	390,950,000	135,395,000	221,075,000
Trust Bank Securities Limited	-	-	-	-
Trust Bank Investment Limited	-	-	-	-
	<b>417,543,000</b>	<b>390,950,000</b>	<b>135,395,000</b>	<b>221,075,000</b>
<b>31 PROVISION FOR DIMINUTION IN VALUE OF INVESTMENTS:</b>				
Decline in value of investment should consist of the following divisions:				
(a) Dealing securities				
- Quoted	-	-	-	-
- Unquoted	-	-	-	-
(b) Investment securities				
- Quoted	(8,808,928)	-	(2,897,970)	-
- Unquoted	-	-	-	-
	<b>(8,808,928)</b>	<b>-</b>	<b>(2,897,970)</b>	<b>-</b>
	<b>(8,808,928)</b>	<b>-</b>	<b>(2,897,970)</b>	<b>-</b>
Provision for Investment in Share has been made as per BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank.				
<b>31 (a) Consolidated Provision for Loans &amp; Advances / Investment</b>				
Trust Bank Limited	(8,808,928)	-	(2,897,970)	-
Trust Bank Securities Limited	(263,885)	-	(196,600)	(29,818)
Trust Bank Investment Limited	-	-	-	-
	<b>(9,072,813)</b>	<b>-</b>	<b>(3,094,570)</b>	<b>(29,818)</b>

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka	1 April 2016 to 30 June 2016 Taka	1 April 2015 to 30 June 2015 Taka
<b>32 OTHER PROVISION</b>				
General Provision for Off Balance Sheet Exposures	11,821,000	91,550,000	3,969,000	71,425,000
Provision for Other Assets	-	581,717	-	707,818
	<b>11,821,000</b>	<b>92,131,717</b>	<b>3,969,000</b>	<b>72,132,818</b>

General provision for off balance sheet exposures has been made @ 1% on period end balance of total off balance sheet exposures as per BRPD circular No. 8 and 10 dated August 07, 2007 and September 18, 2007 respectively issued by Bangladesh Bank respectively.

<b>32 (a) Consolidated Other Provision</b>				
Trust Bank Limited	11,821,000	92,131,717	3,969,000	72,132,818
Trust Bank Securities Limited	-	-	-	-
Trust Bank Investment Limited	-	3,166,275	-	3,166,275
	<b>11,821,000</b>	<b>95,297,992</b>	<b>3,969,000</b>	<b>75,299,093</b>

The Bank has no secured liabilities on the reporting date and therefore the Bank has no asset pledged as security against such liabilities.

<b>33 EARNING PER SHARE (EPS)</b>				
Profit attributable to outstanding ordinary share holders	1,037,266,778	934,917,982	542,406,546	463,656,769
<b>Nos of Ordinary Outstanding Share</b>	<b>506,332,924</b>	<b>506,332,924</b>	<b>506,332,924</b>	<b>506,332,924</b>
Earning per Share	2.05	1.85	1.07	0.92

<b>33 (a) Consolidated Earning per Share (EPS)</b>				
Profit attributable to outstanding ordinary share holders	1,098,958,899	997,081,749	583,402,439	499,375,206
<b>Nos of Ordinary Outstanding Share</b>	<b>506,332,924</b>	<b>506,332,924</b>	<b>506,332,924</b>	<b>506,332,924</b>
Earning per Share	2.17	1.97	1.15	0.99

**34 EXPENDITURE INCURRED FOR EMPLOYEES****Salaries, allowances and benefits**

Number of employees at 30 June 2016 was 1849; (31 December 2015 was 1854) who were in receipt of remuneration for that period which in the aggregate was not less than Tk 36,000 and those employed for a part of that year who were in receipt of remuneration of not less than TK. 3,000 per month.

**35 AUDIT COMMITTEE****35.a Particulars of Audit Committee**

An audit committee has been formed by the Board of Directors of the Bank in its 64<sup>th</sup> Board meeting held on 05 February 2003. In accordance with the BRPD circular letter no. 12 dated 23 December 2002, the committee constituted with a chairman, two members and a member secretary.

As on 30 June 2016 the Honorable Members of the committee were as follows:

Name	Status with Bank	Status with committee	Educational Qualification
Mr. Shahedul Islam	Independent Director	Chairman	B.A., CS
Brig Gen Mohammad Omar Zahid, psc, MBA	Nominated Director	Member	MDS
Mr. Khalid Mahbub Morshed	Company Secretary	Member Secretary	M. Com, FCA

**35.b** During the period end as on 30 June 2016, the following number of meetings of the Audit Committee held with the bank's Senior Management to consider and review the Bank's Financial Statements and Risk Management:

<u>Meeting Number</u>	<u>Date of Meeting</u>
1 <sup>st</sup>	27-Jan-16
2 <sup>nd</sup>	15-Mar-16
3 <sup>rd</sup>	20-Apr-16
4 <sup>th</sup>	6-Jun-16

**35.c** **Following steps have been taken for implementation of an effective Internal Control Procedures of the banks:**

A strong internal control & compliance division has been formed with a view to establish compliance culture and full control.

Regular review of internal and external (including Bangladesh Bank) audit reports with a view to implement the suggestion of internal and external auditors (including Bangladesh Bank), in respect of internal control techniques.

To establish an effective management system that includes planning, organizing and supervising culture in the branches as well as at head office.

Continuous monitoring & evaluation on application of internal control system, internal audit policy, policy for financial risks, existing rules and regulations (internal and external), other obligations from controlling authority, disclosure process of financial statements etc. of the bank.

Review the accounting procedures with a view to ascertain that the Bangladesh Financial Reporting Standards (BFRSs) have been applied in preparation and presentation of financial statements.

Formulation of HRM policy and other operating procedures.

**36 Related Party Disclosures**

Parties are considered to be related if one party has been able to control the other party or to exercise significant influence over the other party in making financial and operating decision. Related party information are given below:

i) Directors' interest in different entities:

Sl.	Name of the Directors	Status with Bank	Entities where they have interest	% of Interest
1	Gen Abu Belal Muhammad Shafiu Huq, ndc, psc	Chairman (Representing Army Welfare Trust)	Sena Kalyan Sangstha – Chairman, Board of Trustees	Nominated
			Sena Hotel Development Ltd. – Chairman, Board of Directors	Nominated
			Bangladesh Machine Tools Factory Ltd.- Chairman, Board of Directors	Nominated
			Army Welfare Trust – Chairman, Board of Trustees	Nominated
			Trust Bank Investment Limited (TBIL), Chairman, Board of Directors	Nominated
			Military Institute of Science & Technology, Vice Chairman	Nominated
			Council of the College, Armed Forces Medical College, Chairman	Nominated
			Sena Paribar Kalyan Samiti, Chief Patron	Nominated
			Advisory Committee of Proyash, President	Nominated
			National Defence College & Defence Services Command and Staff College Governing Body, Vice Chairman	Nominated
			Bangladesh Golf Federation, President	Nominated
			Kurmitola Golf Clubs, President	Nominated
Defence Officers Housing Scheme Committee, Chairman	Nominated			
2	Maj Gen S M Matiur Rahman, afwc, psc	Vice Chairman (Nominated Director)	Sena Kalyan Sangstha- Vice Chairman, Board of Trustees	Nominated
			Sena Hotel Development Ltd.- Vice Chairman, Board of Directors	Nominated
			Army Welfare Trust - Vice Chairman, Board of Trustees	Nominated
			Trust Transport Services, Chairman, Board of Directors	Nominated
			Army Housing Scheme, Chairman, Board of Directors	Nominated
			Governing Bodies of Cadet Colleges, Chairman	Nominated
			Trust Technical Training Institute, Chairman, Board of Directors	Nominated
			Trust Bank Investment Limited (TBIL), Vice-Chairman, Board of Directors	Nominated
Trust Bank Securities Limited (TBSL)- Chairman, Board of Directors	Nominated			
3	Mr. Ashrafuzzaman Khan	Independent Director	Executive Attire Limited, Managing Director	-
			Trust Bank Investment Limited-Independent Director, Board of Directors	-
			Trust Bank Securities Limited-Independent Director, Board of Directors	-
4	Mr. Shahedul Islam	Independent Director	Bengal Pacific (Pvt.) Ltd. – Managing Director	-
			Bengal Braided Rugs Limited – Managing Director	-
			Promises Medical Ltd. – Chairman	-
			Bengal Poly & Paper Sack Ltd. – Director	-
			Trust Bank Investment Limited- Independent Director, Board of Directors	-
5	Brig Gen Md Jalal Ghani Khan, ndc, psc	Director (Nominated)	Army Welfare Trust (AWT) – Managing Director	Ex-Officio
			Sena Hotel Development Limited – Director	Nominated
			Trust Technical Training Institute (TTTI) – Director, Board of Directors	Nominated
			Trust Bank Investment Limited (TBIL)- Director, Board of Directors	Nominated
			Trust Bank Securities Limited (TBSL)- Director, Board of Directors	Nominated
Army Housing Scheme- Managing Director	Nominated			
6	Brig Gen Md Sarwar Hossain, BSP, SGP, ndc, hdmc, psc	Director (Nominated)	Service	-
7	Brig Gen Mohammad Omar Zahid, psc, MBA	Director (Nominated)	Service	-
8	Brig Gen Md Mohsin, ndc, psc	Director (Nominated)	Service	-

**ii) Significant contracts where Bank is a party and wherein Directors have interest:**

Nature of Contract	Branch Name	Name of Directors and related by
Lease Agreement with Army Welfare Trust	Principal Branch	Gen Abu Belal Muhammad Shafiul Huq, ndc, psc Chairman, Board of Trustees, Army Welfare Trust
		Maj Gen S M Matiur Rahman, afwc, psc Vice Chairman, Board of Trustees, Army Welfare Trust
		Brig Gen Md Jalal Ghani Khan, ndc, psc Managing Director, Army Welfare Trust
Lease Agreement with Sena Kalyan Sangstha	Sena Kalyan Bhaban Branch Khulna Branch Tongi Branch	Gen Abu Belal Muhammad Shafiul Huq, ndc, psc Chairman, Board of Trustees, Sena Kalyan Sangstha
		Maj Gen S M Matiur Rahman, afwc, psc Vice chairman, Board of Trustees, Sena Kalyan Sangstha.
		Gen Abu Belal Muhammad Shafiul Huq, ndc, psc Chief Patron, Sena Paribar Kalyan Samiti
Lease Agreement with Sena Paribar Kalyan Samiti	Head Office Millenium Corporate Branch	Gen Abu Belal Muhammad Shafiul Huq, ndc, psc Chairman, Board of Trustees, Army Welfare Trust
Advertisement Agreement with Army Welfare Trust	Head Office	Maj Gen S M Matiur Rahman, afwc, psc Vice Chairman, Board of Trustees, Army Welfare Trust
		Brig Gen Md Jalal Ghani Khan, ndc, psc Managing Director, Army Welfare Trust

iii) Shares issued to Directors and Executives without consideration or exercisable at discount: Nil

**iv) Related party Transactions:**

1. The significant Related party transactions during the year were as follows:

**a) Transactions relating to rent**

Name of the Company/Person	Nature of Relation ship	Nature of Transactions	Amount of transaction made during the Period
Army Welfare Trust	Common Director	Office Rent	10,705,500
Sena Kalyan Sangstha	Common Director	Office Rent	6,348,116
Sena Paribar Kalyan Samiti	Common Director	Office Rent	48,644,700

**b) Transactions with Subsidiaries:**

Bank balance of subsidiaries with Trust Bank Limited

Name of the Subsidiaries	Nature of Account	Balance as on 30 June 16
Trsut Bank Investmetn Ltd.	Special Notice Deposit (SND) and Current Account	2,051,246
Trust Bank Securirries Ltd.	Special Notice Deposit (SND) and Current Account	1,501,753

**v) Lending Policies to related Parties:**

Related parties are allowed Loans & Advances as per General Loan Policy of the Bank.

vi) Loan and Advances to Directors and their related concern: 250,552,785

vii) Business other than banking business with any related concern of the Directors as per Section 18(2) of the Bank Companies Act – 1991:

Name of Party	Relationship	Name of transaction	Amount
Trust Securities & Logistic Support Ltd.	Common Director	Securities Services to the Bank	123,096,563

viii) Investments in the Securities of Directors and their related concern: Nil

36.1 The Bank's Directors' loan and advances as have been shown above in serial no. vi, fall within purview of scheme loan launched for the defense officers for house building purposes.

**37 FINANCIAL HIGHLIGHTS**

As per BRPD Circular # 14, dated 25 June 2003, Financial Highlights of the Bank for the quarter ended on 30 June 2016 has been shown in Annexure - C.

## Schedule of Balance with Other Banks-Outside Bangladesh (Nostro Accounts)

Name of the Bank	Name of the foreign currency	30.06.2016			31.12.2015		
		Amount in foreign currency	Exchange rate as on 30.06.2016	Total amount equivalent to Taka	Amount in foreign currency	Exchange rate as on 31.12.2015	Total amount equivalent to Taka
Mashreqbank psc, USA	USD	1,957,218.58	78.80	154,228,824	2,125,214.23	78.95	167,785,663
Standard Chartered Bank, USA	USD	2,099,150.88	78.80	165,413,089	5,905,889.20	78.95	466,269,952
HSBC Bank, USA	USD	-	-	-	9,964,961.32	78.95	786,733,696
ICICI Bank Ltd., Hongkong	USD	958,706.61	78.80	75,546,081	746,450.54	78.95	58,932,269
Commerz Bank, AG Germany	USD	1,255,419.54	78.80	98,927,060	5,394,807.35	78.95	425,920,040
Habib Bank Limited	USD	108,568.67	78.80	8,555,211	80,173.04	78.95	6,329,662
Sonali Bank Ltd. UK	USD	274,371.14	78.80	21,620,446	336,742.70	78.95	26,585,836
United Bank Of India	USD	612,493.97	78.80	48,264,525	407,754.85	78.95	32,192,245
Commerzbank Ag, Frankfurt, Germany (Au	AUD	31,614.62	60.45	1,911,129	6,809.61	59.49	405,095
Standard Chartered Bank, UK	GBP	105,658.65	107.03	11,309,089	84,680.52	118.47	10,032,081
Sonali Bank Ltd. UK,GBP	GBP	19,875.25	107.03	2,127,331	12,118.51	118.47	1,435,679
HSBC, PLC, UK	GBP	-	-	-	118,941.12	118.47	14,090,943
Standard Chartered Bank, Japan	YEN	5,370,985.00	0.80	4,279,601	1,599,418.00	0.69	1,096,721
Commerzbank Ag, Frankfurt, Germany (Jp	YEN	1,237,102.00	0.80	985,723	3,955,659.00	0.69	2,712,395
HSBC, PLC, UK	EURO	-	-	-	52,698.57	87.85	4,629,659
Standard Chartered Bank, UK	EURO	100,047.04	89.04	8,907,708	265,023.73	87.85	23,282,785
ICICI Bank Ltd., Mumbai, India	EURO	17,456.19	89.04	1,554,215	20,772.79	87.85	1,824,925
Sonali Bank Ltd. UK, EURO	EURO	34,934.00	89.04	3,110,356	10,492.66	87.85	921,798
Commerz Bank, AG Germany	EURO	112,291.44	89.04	9,997,891	38,547.90	87.85	3,386,499
ICICI Bank Ltd., Mumbai, India	ACU	1,222,232.95	78.80	96,311,956	520,326.05	78.95	41,079,742
AB Bank, Mumbai, India	ACU	1,395,365.53	78.80	109,954,804	833,964.87	78.95	65,841,527
Mashreqbank, Mumbai, India	ACU	726,250.96	78.80	57,228,576	212,746.66	78.95	16,796,349
Standard Chartered Bank, Mumbai, India	ACU	630,190.20	78.80	49,658,988	351,685.60	78.95	27,765,539
Bank Aljazira - SAR	SAR	100,000.00	21.28	2,127,570	100,000.00	21.28	2,128,370
Habib Bank, Zurich	CHF	16,261.95	81.23	1,320,945	41,061.02	80.66	3,311,842
<b>Total</b>				<b>933,341,118</b>			<b>2,191,491,312</b>

**Schedule of Fixed Assets**  
**As at 30 June 2016**

PARTICULARS	COST				DEPRECIATION				WRITTEN DOWN VALUE at 30 June 2016
	Balance on 1 January 2016	Additions during the half-year	Disposal/ adjustment during the half- year	Balance at 30 June 2016	Balance on 1 January 2016	Charge for the half-year	Disposal/ adjustment during the half-year	Balance at 30 June 2016	
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Leasehold Land	160,469	-	-	160,469	-	-	-	-	160,469
Office Building	12,680,000	-	-	12,680,000	2,258,472	130,272	-	2,388,744	10,291,256
Furniture and Fixtures	195,967,955	11,883,995	802,729	207,049,221	68,243,381	8,058,422	382,852	75,918,951	131,130,270
Office Equipment	832,519,531	41,115,493	598,614	873,036,410	494,117,922	60,396,028	598,608	553,915,342	319,121,068
Motor Vehicles	79,837,795	-	-	79,837,795	58,241,059	4,845,912	-	63,086,971	16,750,824
Office Renovation	491,623,670	25,615,004	8,978,317	508,260,357	162,377,172	20,402,435	3,976,709	178,802,898	329,457,459
<b>30 June 2016</b>	<b>1,612,789,420</b>	<b>78,614,492</b>	<b>10,379,660</b>	<b>1,681,024,252</b>	<b>785,238,006</b>	<b>93,833,069</b>	<b>4,958,169</b>	<b>874,112,906</b>	<b>806,911,346</b>
<b>31 December 2015</b>	<b>1,273,256,447</b>	<b>426,435,739</b>	<b>86,902,766</b>	<b>1,612,789,420</b>	<b>669,616,372</b>	<b>183,496,004</b>	<b>67,874,370</b>	<b>785,238,006</b>	<b>827,551,414</b>



## Financial Highlights

SI No	Particulars	Base	30.06.2016	31.12.2015
1	Paid up Capital	Taka	5,063,329,240	4,688,267,820
2	Total Capital	Taka	15,276,342,622	13,922,314,764
3	Capital surplus/(deficit)	Taka	6,153,300,000	5,157,800,000
4	Total Assets	Taka	200,519,705,938	180,229,572,689
5	Total Deposits	Taka	170,262,286,750	150,854,195,426
6	Total Loans and Advances	Taka	132,854,656,718	130,614,645,769
7	Total Contingent Liabilities and Commitments	Taka	58,973,018,408	57,787,045,772
8	Credit Deposit Ratio	%	78.03	86.58
9	Percentage of classified loans against total loans and advances	%	3.52	2.74
10	Profit after tax and provision	Taka	1,037,266,778	1,539,330,248
11	Amount of classified loans during current year	Taka	1,085,660,116	973,714,085
12	Provisions kept against classified loan	Taka	1,991,755,000	1,455,151,000
13	Provision surplus/(deficit)	Taka	30,008,177	68,759,931
14	Cost of fund	%	5.25	6.79
15	Interest earning Assets	Taka	169,031,132,396	154,765,832,780
16	Non-interest earning Assets	Taka	31,488,573,542	25,463,739,909
17	Return on Investment (ROI)	%	6.79	11.06
18	Return on Asset (ROA)	%	0.52	0.85
19	Income from Investment	Taka	1,035,562,386	2,010,603,555
20	Earning per Share (EPS)	Taka	2.05	3.04
21	Net income per Share	Taka	2.05	3.04
22	Price Earning Ratio	Times	11.72	7.93
23	Net Asset Value (NAV)	Taka	10,170,190,978	9,512,048,529
24	Net Operating Cash Flow Per Share (NOCFPS)	Taka	35.66	8.91

**Balance Sheet of Islami Banking Division**  
**As at 30 June 2016**

Notes	30.06.2016 (Unaudited) Taka	31.12.2015 (Audited) Taka
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
Cash in hand (including foreign currencies)	30,825,797	11,563,961
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	1,090,270,118	840,303,471
	1,121,095,915	851,867,432
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	511,984,483	2,028,781,869
Outside Bangladesh	-	-
	511,984,483	2,028,781,869
<b>Placement with banks and other financial institution</b>		
	-	-
<b>Investments in Shares and Securities</b>		
Government	700,000,000	750,000,000
Others	264,651,921	267,790,742
	964,651,921	1,017,790,742
<b>Investments</b>		
General Investments etc.	11,171,674,881	8,869,930,081
Bills purchased and discounted	607,816,994	311,187,682
	11,779,491,875	9,181,117,763
<b>Fixed assets including premises</b>		
	-	-
<b>Other assets</b>		
	43,050,822	525,876,907
<b>Non-banking assets</b>		
	-	-
<b>Total Assets:</b>	<b>14,420,275,016</b>	<b>13,605,434,713</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities:</b>		
Placement from banks and other financial institutions	725,814,701	427,402,257
<b>Deposits and other accounts:</b>		
Al-wadeeah Current Accounts and Other Deposit Accounts	831,954,545	817,378,405
Mudaraba Savings Deposits	1,284,150,986	983,057,953
Mudaraba Term Deposits	10,538,723,509	10,580,206,141
Other Mudaraba Deposits	-	-
Bills Payable	2,812,003	4,455,355
	12,657,641,043	12,385,097,854
<b>Other liabilities</b>		
	787,741,459	433,244,540
<b>Total Liabilities:</b>	<b>14,171,197,203</b>	<b>13,245,744,651</b>
<b>Capital/Shareholders' Equity</b>		
Paid up Capital		-
Foreign Currency Transaction Difference		-
Statutory Reserve		-
Other Reserve		-
Retained Earnings	249,077,813	359,690,062
<b>Total Shareholders' Equity</b>	<b>249,077,813</b>	<b>359,690,062</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>14,420,275,016</b>	<b>13,605,434,713</b>

**Profit and Loss Account of Islami Banking Division  
For the period from January to June 2016**

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka
Investment Income	560,916,046	511,538,191
Profit paid on deposits	353,528,512	332,302,276
<b>Net Investment Income</b>	<b>207,387,534</b>	<b>179,235,915</b>
Income from investments in Shares/Securities	13,851,697	3,701,732
Commission, exchange and brokerage	35,231,864	38,983,242
Other operating income	13,099,158	13,370,780
	62,182,719	56,055,754
<b>Total operating income</b>	<b>269,570,253</b>	<b>235,291,669</b>
Salaries and allowances	18,276,946	9,400,396
Rent, taxes, insurance, electricity, etc.	180,000	60,000
Legal expenses	-	-
Postage, stamps, telecommunications, etc.	39,905	6,383
Stationery, printing, advertisement etc.	-	-
Chief Executive's Salary & Fees	-	-
Directors' Fees and Expenses	-	-
Shariah Supervisory Committee's Fees and Expenses	35,000	39,600
Auditors' Fees	-	-
Changes in Investment Losses	-	-
Depreciation and repair to bank's assets	-	-
Zakat Expenses	-	-
Other expenses	1,960,589	785,790
<b>Total operating expenses</b>	<b>20,492,440</b>	<b>10,292,169</b>
<b>Profit before provision</b>	<b>249,077,813</b>	<b>224,999,500</b>

**Cash Flow Statements of Islami Banking Division**  
**For the period from January to June 2016**

	1 January 2016 to 30 June 2016 Taka	1 January 2015 to 30 June 2015 Taka
<b>A. Cash flow from operating activities</b>		
Interest/Investment Income received in cash	561,806,430	530,123,095
Interest/Profit paid on Deposits	(353,528,512)	(332,302,276)
Dividend receipts	111,150	594,100
Fees and commission receipts in cash	-	-
Recoveries of written off Loans/Investments	-	-
Cash paid to employees	(18,276,946)	(9,400,396)
Cash paid to suppliers	-	-
Income Taxes paid	-	-
Received from other operating activities (item-wise)	62,071,569	55,461,654
Payments for other operating activities (item-wise)	(2,215,494)	(891,773)
<b>Operating profit before changes in operating Assets and Liabilities</b>	<b>249,968,197</b>	<b>243,584,404</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>		
Statutory Deposits	-	-
Net Investment in trading securities	3,138,821	-
Loan & advance/Investments to other banks	-	-
Loan & advance/Investments to customers	(2,598,374,112)	(2,208,783,542)
Other assets (item-wise) 38	481,935,701	(157,838,443)
Deposits from other banks	-	-
Deposits from customers	272,543,189	1,965,681,911
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities (item-wise) 39	129,497,419	(211,750,553)
<b>Net cash from operating activities (A)</b>	<b>(1,461,290,785)</b>	<b>(369,106,223)</b>
<b>B. Cash flow from investing activities</b>		
Proceeds from sale of securities	-	-
Payments for purchase of government securities	50,000,000	(90,000,000)
Purchase of property, plant & equipment	-	-
Purchase of intangible assets	-	-
Sale of property, plant & equipment	-	-
<b>Net cash from investing activities (B)</b>	<b>50,000,000</b>	<b>(90,000,000)</b>
<b>C. Cash flow from financing activities</b>		
Increase/(Decrease) in Borrowing:		
Call loan	-	-
Other borrowings	298,412,444	242,999,416
Share Capital A/c	-	-
Share Premium A/c	-	-
<b>Net cash from financing activities (C)</b>	<b>298,412,444</b>	<b>242,999,416</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>	<b>(1,112,878,341)</b>	<b>(216,106,807)</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
<b>F. Opening Cash and Cash Equivalent</b>	<b>2,880,649,301</b>	<b>1,326,544,665</b>
<b>Cash and cash equivalents at end of period (D+E+F) 40</b>	<b>1,767,770,960</b>	<b>1,110,437,858</b>

**Offshore Banking Unit**  
**Balance Sheet**  
**As at 30 June 2016**

	30.06.2016		31.12.2015
	USD	Taka	Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
Cash in hand (including foreign currencies)	-	-	-
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	-	-	-
<b>Balance with other banks and financial institutions</b>			
In Bangladesh	-	-	-
Outside Bangladesh	245,350.00	19,333,580	18,499,248
	245,350.00	19,333,580	18,499,248
<b>Money at call and short notice</b>			
<b>Investments</b>			
Government	-	-	-
Others	-	-	-
<b>Loans and Advances/Islami Banking Investments</b>			
Loans, Cash Credit, Overdrafts etc./ Investment	7,542,346.00	594,336,865	724,759,105
Bills purchased and discounted	33,312,655.00	2,625,037,214	1,686,038,278
	40,855,001.00	3,219,374,079	2,410,797,383
<b>Fixed assets including premises, furniture and fixtures</b>			
Other assets	-	-	-
Non-banking assets	-	-	-
<b>Total Assets</b>	<b>41,100,351.00</b>	<b>3,238,707,659</b>	<b>2,429,296,631</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	40,735,950.00	3,209,992,860	2,353,095,671
<b>Deposits and other accounts</b>			
Current / Al-wadeeah Current Accounts and other Accounts	75,043.00	5,913,388	43,039,040
Bills Payable	-	-	-
Savings Bank / Mudaraba Savings Deposits	-	-	-
Fixed Deposits / Mudaraba Term Deposits	-	-	-
Bearer Certificates of Deposit	-	-	-
Other Deposits	-	-	-
	75,043.00	5,913,388	43,039,040
<b>Other liabilities</b>	-	-	-
<b>Total Liabilities</b>	<b>40,810,993.00</b>	<b>3,215,906,248</b>	<b>2,396,134,711</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	-	-	-
Foreign Currency Transaction Difference	-	(14,467)	42,002
Statutory Reserve	-	-	-
Other Reserve	-	-	-
Retained Earnings	289,358.00	22,815,878	33,119,918
<b>Total Shareholders' Equity</b>	<b>289,358.00</b>	<b>22,801,411</b>	<b>33,161,920</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>41,100,351.00</b>	<b>3,238,707,659</b>	<b>2,429,296,631</b>

**Offshore Banking Unit**  
**Profit and Loss Account**  
For the period from January to June 2016

	30.06.2016		31.12.2015
	USD	Taka	Taka
Interest income / Profit on Investment	944,914.00	74,506,469	139,515,298
Interest / Profit paid on deposits and borrowings etc.	653,993.00	51,567,348	98,159,182
<b>Net interest income</b>	<b>290,921.00</b>	<b>22,939,121</b>	<b>41,356,116</b>
Income from investments	-	-	-
Commission, exchange and brokerage	-	-	-
Other operating income	-	-	-
	-	-	-
<b>Total operating income</b>	<b>290,921.00</b>	<b>22,939,121</b>	<b>41,356,116</b>
Salaries and allowances	-	-	-
Rent, taxes, insurance, electricity, etc.	-	-	-
Legal expenses	-	-	-
Postage, stamps, telecommunications, etc.	-	-	-
Stationery, printing, advertisement etc.	-	-	-
Managing Director's salary and benefits	-	-	-
Directors' fees	-	-	-
Auditors' fee	-	-	-
Charges on loan losses	-	-	-
Depreciation and repair of bank's assets	-	-	-
Other expenses	1,563.00	123,243	8,236,198
<b>Total operating expenses</b>	<b>1,563.00</b>	<b>123,243</b>	<b>8,236,198</b>
<b>Profit before provision</b>	<b>289,358.00</b>	<b>22,815,878</b>	<b>33,119,918</b>
Provision for loans & advances / Investments	-	-	-
Provision for Diminution in value of Investment	-	-	-
Other provision	-	-	-
	-	-	-
<b>Total Profit before Taxes</b>	<b>289,358.00</b>	<b>22,815,878</b>	<b>33,119,918</b>
Provision for Taxation			
Current tax	-	-	-
Deferred tax	-	-	-
	-	-	-
<b>Net Profit after Taxation</b>	<b>289,358.00</b>	<b>22,815,878</b>	<b>33,119,918</b>
<b>Appropriations</b>			
Statutory Reserve	-	-	-
General reserve	-	-	-
	-	-	-
<b>Retained surplus</b>	<b>289,358.00</b>	<b>22,815,878</b>	<b>33,119,918</b>

**Offshore Banking Unit**  
**Cash Flow Statements**  
For the period from January to June 2016

	30.06.2016		31.12.2015
	USD	Taka	Taka
<b>A. Cash flow from operating activities</b>			
Interest received in cash	944,914.00	74,506,469	139,515,298
Interest payments	(653,993.00)	(51,567,348)	(98,159,182)
Dividend receipts	-	-	-
Fees and commission receipts in cash	-	-	-
Recoveries of loans previously written off	-	-	-
Cash paid to employees	-	-	-
Cash paid to suppliers	-	-	-
Income Taxes paid	-	-	-
Received from other operating activities (item-wise)	-	-	-
Payments for other operating activities (item-wise)	(1,563.00)	(123,243)	(8,236,198)
<b>Operating profit before changes in operating Assets and Liabilities</b>	<b>289,358.00</b>	<b>22,815,878</b>	<b>33,119,918</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>			
Statutory Deposits	-	-	-
Net Investment in trading securities	-	-	-
Loan & advance to other banks	-	-	-
Loan & advance to customers	(10,319,252.00)	(808,576,696)	715,971,053
Other assets (item-wise)	-	-	-
Deposits from other banks	(470,100.00)	(37,125,652)	43,039,040
Deposits from customers	-	-	-
Other liabilities account of customers	-	-	-
Trading liabilities	-	-	-
Other liabilities (item-wise)	-	-	-
<b>Net cash from operating activities (A)</b>	<b>(10,499,994.00)</b>	<b>(822,886,470)</b>	<b>792,130,011</b>
<b>B. Cash flow from investing activities</b>			
Proceeds from sale of securities	-	-	-
Payments for purchase of government securities	-	-	-
Purchase of property, plant & equipment	-	-	-
Purchase of intangible assets	-	-	-
Sale of property, plant & equipment	-	-	-
<b>Net cash from investing activities (B)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>C. Cash flow from financing activities</b>			
Increase/(Decrease) in Borrowing:	-	-	-
Call loan	10,931,065.00	856,897,189	(749,749,854)
Re-Purchase agreement (REPO)	-	-	-
Other borrowings	-	-	-
Share Capital A/c	-	-	-
Share Premium A/c	-	-	-
Profit transfer to Head Office	(420,037.00)	(33,119,918)	(29,369,259)
<b>Net cash from financing activities (C)</b>	<b>10,511,028.00</b>	<b>823,777,271</b>	<b>(779,119,113)</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>	<b>11,034.00</b>	<b>890,801</b>	<b>13,010,898</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>(56,469)</b>	<b>(145,661)</b>
<b>F. Opening Cash and Cash Equivalent</b>	<b>234,316.00</b>	<b>18,499,248</b>	<b>5,634,011</b>
<b>G. Cash and cash equivalents at end of year (D+E+F)</b>	<b>245,350.00</b>	<b>19,333,580</b>	<b>18,499,248</b>