

Half-yearly Financial Statements **(Un-audited)**

As on June 30, 2011

happy banking

UCB

United Commercial Bank Limited

Corporate Head Office

Plot - CWS (A)-1, Road No - 34
Gulshan Avenue, Dhaka - 1212

Phone: 880-2-8852500

Website: www.ucbl.com

July 27, 2011

To: All Shareholders

Sub: **Half Yearly Accounts as on June 30, 2011
(un-audited)**

In terms of section 13 of the Securities and Exchange Rules 1987, the Bank is pleased to enclose unaudited Balance Sheet, Profit and Loss Account, Cash Flow Statement and Statement of Changes in equity for the half year ended on 30th June 2011.

A handwritten signature in black ink, appearing to read 'R. Rane', is written over a horizontal line.

Company Secretary

CONSOLIDATED BALANCE SHEET

AS AT 30 JUNE 2011 (UN-AUDITED)

	30-06-2011	31-12-2010
PROPERTIES AND ASSETS	<u>Taka</u>	<u>Taka</u>
CASH	11,454,254,290	10,029,475,236
Cash in Hand (Including Foreign Currencies)	1,502,761,100	1,615,750,667
Balance with Bangladesh Bank & Sonali Bank (Including Foreign Currencies)	9,951,493,190	8,413,724,569
BALANCE WITH OTHER BANK & FINANCIAL INSTITUTIONS	1,261,098,829	1,824,534,862
In Bangladesh	973,018,288	1,278,118,316
Outside Bangladesh	288,080,541	546,416,546
MONEY AT CALL AND SHORT NOTICE	1,000,000,000	1,120,000,000
INVESTMENT	17,746,983,803	15,171,379,647
Government	14,686,594,880	12,408,114,292
Others	3,060,388,923	2,763,265,355
LOANS AND ADVANCES	104,240,123,594	93,560,701,744
Loans, Cash Credit Overdrafts etc	101,340,656,913	91,186,591,801
Bills purchased and discounted	2,899,466,681	2,374,109,943
PREMISES AND FIXED ASSETS	2,188,070,271	1,966,349,087
OTHER ASSETS	7,922,740,792	6,101,989,094
NON BANKING ASSETS	-	-
TOTAL ASSETS	145,813,271,579	129,774,429,670
LIABILITIES AND CAPITAL		
Liabilities :		
BORROWING FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS ETC	-	-
DEPOSITS AND OTHER ACCOUNTS	121,100,380,109	112,970,782,505
Current Accounts & other Accounts	12,393,477,066	16,136,267,104
Bills Payable	1,888,875,759	2,542,828,147
Savings Bank Deposits	14,904,807,451	14,130,384,569
Term Deposit	91,913,219,833	80,161,302,685
OTHER LIABILITIES	11,619,382,992	8,989,014,745
TOTAL LIABILITIES	132,719,763,101	121,959,797,250
CAPITAL / SHAREHOLDERS' EQUITY		
Paid up Capital	7,274,883,750	2,909,953,500
Share Premium	1,454,976,750	-
Statutory Reserve	2,951,052,185	2,559,695,017
General Reserve	91,577,961	91,577,961
Assets Revaluation Reserve	456,496,559	456,496,559
Revaluation Reserve (HTM)	79,359,327	79,359,327
Revaluation Reserve (HFT)	303,592,238	264,113,717
Retained Earning	481,569,611	1,453,436,242
TOTAL SHAREHOLDERS' EQUITY	13,093,508,381	7,814,632,323
Non Controlling Interest	97	97
Total shareholders' Equity with non controlling interest	13,093,508,478	7,814,632,420
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	145,813,271,579	129,774,429,670
OFF BALANCE SHEET ITEMS		
CONTINGENT LIABILITIES	40,010,108,443	40,797,736,864
Acceptances & Endorsements	16,573,264,247	13,680,010,767
Letter of Guarantees	10,411,877,966	10,543,900,599
Irrevocable Letter of Credit	12,839,780,226	16,288,672,250
Bills for Collection	185,186,004	285,153,248
Other contingent Liabilities	-	-
TOTAL	40,010,108,443	40,797,736,864
Other Commitments	-	-
Documentary credit and other short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Off-Balance sheet items including contingent liabilities	40,010,108,443	40,797,736,864


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C)

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE HALF YEAR ENDED ON 30 JUNE, 2011 (UN-AUDITED)

	January to June 30, 2011	January to June 30, 2010	April to June 30, 2011	April to June 30, 2010
	Taka	Taka	Taka	Taka
OPERATING INCOME				
Interest Income	6,941,074,834	4,239,091,542	3,810,320,127	2,202,382,868
Interest Paid on Deposit and Borrowings	4,629,975,402	2,406,140,849	2,556,485,460	1,246,114,743
Net Interest Income	2,311,099,432	1,832,950,693	1,253,834,667	956,268,125
Income from Investment	848,857,273	717,402,807	422,048,049	393,834,145
Commission, Exchange and Brokerage	765,232,896	600,063,271	414,228,927	322,462,024
Other Operating Income	362,826,300	264,831,305	203,417,571	184,787,790
Total Operating Income (A)	4,288,015,901	3,415,248,076	2,293,529,214	1,857,352,084
OPERATING EXPENSES				
Salary and Allowances	824,911,752	710,781,525	417,455,054	365,344,874
Rent, Taxes, Insurance, Lighting etc.	211,216,502	161,777,847	99,605,078	87,746,119
Legal Expenses	4,722,303	4,026,808	2,310,447	1,831,319
Postage, Stamps, Telegram, Telephone etc.	30,548,179	22,642,256	14,698,543	11,988,133
Stationery, Printing, Advertisements etc.	81,994,442	47,469,119	36,099,950	27,251,958
Chief Executive's Salary including Other Fees	4,593,000	4,230,000	2,296,500	2,170,000
Director's Fee and other expenses	1,807,276	1,974,883	955,516	1,314,738
Auditors Fees	278,556	-	188,556	-
Depreciation and repair of Fixed Assets	85,311,652	67,034,678	43,678,992	38,190,504
Other Expenses	345,421,929	219,640,954	162,602,380	121,649,436
Total Operating Expenses (B)	1,590,805,591	1,239,578,070	779,891,016	657,487,081
Profit & Loss before provision (C)=(A-B)	2,697,210,310	2,175,670,006	1,513,638,198	1,199,865,003
Provision for Loans & Advance	444,092,023	427,875,000	231,876,898	292,613,000
Provision for diminution in value of investments	291,030,000	55,329,000	73,335,729	27,870,000
Other provision	3,309,775	91,566,000	(558,225)	56,273,000
Total Provision	738,431,798	574,770,000	304,654,402	376,756,000
Total Profit before Income Tax	1,958,778,512	1,600,900,006	1,208,983,796	823,109,003
Provision for Taxation	1,084,311,225	773,158,636	612,834,490	402,191,906
Current Tax Expenses	1,084,311,225	773,158,636	612,834,490	402,191,906
Deferred Tax Expenses	-	-	-	-
Net profit after Tax	874,467,287	827,741,370	596,149,306	420,917,097
Appropriations:				
Statutory Reserve	391,357,168	320,180,001	241,796,759	164,621,801
General Reserve	-	-	-	-
Retained Earning	483,110,119	507,561,369	354,352,547	256,295,296
Earning per ordinary share (EPS)	1.29	1.32	0.88	0.67
(Restated - 2010)				


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C.)

CONSOLIDATED CASH FLOW STATEMENT

FOR THE HALF YEAR ENDED ON 30 JUNE, 2011

(UN-AUDITED)

	30-06-2011	30-06-2010
	Taka	Taka
CASH FLOW FROM OPERATING ACTIVITIES		
Interest receipts	7,569,897,503	4,695,937,236
Interest payments	(4,629,975,402)	(2,406,140,849)
Dividend receipt	66,456,836	19,997,575
Fees & Commission receipt	496,053,920	375,537,633
Recoveries from previously written off advances	3,123,037	5,542,099
Payments to employees	(829,504,752)	(715,011,525)
Payments to suppliers	(323,759,123)	(231,889,222)
Payment for Advance Income Tax	(852,264,825)	(528,461,718)
Receipt from other operating activities	782,460,007	724,374,382
Payment for other activities	(366,785,056)	(237,732,217)
Operating profit before changes in operating assets and Liabilities	1,915,702,145	1,702,153,394
<u>Changes in operating assets and liabilities:</u>		
Statutory Deposit	(2,273,480,588)	(2,560,423,955)
Purchase of trading securities	(302,123,569)	(191,865,504)
Loans and advances to customers	(10,679,421,849)	(8,835,361,494)
Other Assets	(1,640,696,875)	(850,009,942)
Deposit from Banks	708,047,000	(1,699,557,000)
Deposit from customers	8,093,730,604	9,210,407,606
Other liabilities	776,377,087	525,621,668
Net cash flow from operating activities (A)	(3,401,866,045)	(2,699,035,227)
CASH FLOW FROM INVESTING ACTIVITIES		
Sales of Securities	-	-
Purchase of Securities	-	(75,000,000)
Purchase of Property, Plant & Equipments	(222,456,524)	(371,641,614)
Sales of Property, Plant & Equipments	735,340	186,536
Net cash increase/decrease for sales of subsidiary	-	-
Net cash employed in investing activities (B)	(221,721,184)	(446,455,078)
<u>Cash flows from financing activities</u>		
Receipt from borrowing & issuance of debt securities	-	170,000,000
Repayment of borrowing and release of debt securities	-	-
Cash received from issuing of right shares	4,364,930,250	-
Cash dividend payment	-	-
Net cash received from financing activities (C)	4,364,930,250	170,000,000
Net cash increase/decrease (A+B+C)	741,343,021	(2,975,490,305)
Effects of the changes of exchange rate on cash and cash equivalents*	-	-
Opening Cash and cash equivalent at January 01, 2011	12,974,010,098	13,323,033,320
Closing Cash and cash equivalent at June 30, 2011	13,715,353,119	10,347,543,015


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED ON 30 JUNE, 2011

(UN-AUDITED)

Particulars	Paid up Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Assets Revaluation Reserve	Investment Revaluation Reserve	Non Controlling Interest	Total
Balance as at ,01 January 2011.	2,909,953,500	-	2,559,695,017	91,577,961	1,453,436,242	456,496,559	343,473,044	97	7,814,632,420
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance	2,909,953,500	-	2,559,695,017	91,577,961	1,453,436,242	456,496,559	343,473,044	97	7,814,632,420
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investments	-	-	-	-	-	-	39,478,521	-	39,478,521
Net profit for the period	-	-	-	-	874,467,287	-	-	-	874,467,287
Appropriation made during the period	-	-	391,357,168	-	(391,357,168)	-	-	-	-
Dividends (Bonus Share issued)	1,454,976,750	-	-	-	(1,454,976,750)	-	-	-	-
Issue of Share Capital	2,909,953,500	1,454,976,750	-	-	-	-	-	-	4,364,930,250
Non Controlling Interest	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2011	7,274,883,750	1,454,976,750	2,951,052,185	91,577,961	481,569,611	456,496,559	382,951,565	97	13,093,508,478
Balance as at June 30, 2010	1,193,827,100	-	1,833,335,403	200,710,065	2,434,735,666	456,496,559	418,375,745	-	6,537,480,538


 Md. Ahsan Mozlish
 First Vice President


 Shafiqui Alam
 Managing Director (C.C)

BALANCE SHEET

AS AT 30 JUNE 2011

(UN-AUDITED)

	30-06-2011	31-12-2010
PROPERTIES AND ASSETS	Taka	Taka
CASH	11,454,254,290	10,029,475,236
Cash in Hand (Including Foreign Currencies)	1,502,761,100	1,615,750,667
Balance with Bangladesh Bank & Sonali Bank (Including Foreign Currencies)	9,951,493,190	8,413,724,569
BALANCE WITH OTHER BANK & FINANCIAL INSTITUTIONS	1,258,948,843	1,824,534,862
In Bangladesh	973,018,288	1,278,118,316
Outside Bangladesh	285,930,555	546,416,546
MONEY AT CALL AND SHORT NOTICE	1,000,000,000	1,120,000,000
INVESTMENT	17,623,836,660	15,048,232,504
Government	14,686,594,880	12,408,114,292
Others	2,937,241,780	2,640,118,212
LOANS AND ADVANCES	103,468,349,133	93,460,374,606
Loans, Cash Credit Overdrafts etc	101,340,656,913	91,186,591,801
Bills purchased and discounted	2,127,692,220	2,273,782,805
PREMISES AND FIXED ASSETS	2,188,070,271	1,966,349,087
OTHER ASSETS	8,919,360,570	6,427,258,102
NON BANKING ASSETS	-	-
TOTAL ASSETS	145,912,819,767	129,876,224,397
LIABILITIES AND CAPITAL		
Liabilities :		
BORROWING FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS ETC	-	-
DEPOSITS AND OTHER ACCOUNTS	121,200,380,109	113,070,782,505
Current Deposit & other Accounts	13,266,595,138	16,337,205,176
Bills Payable	1,888,875,759	2,542,828,147
Savings Bank Deposits	14,133,272,934	14,030,124,624
Fixed Deposit	91,911,636,278	80,160,624,558
OTHER LIABILITIES	11,619,084,377	8,988,970,000
TOTAL LIABILITIES	132,819,464,486	122,059,752,505
CAPITAL / SHAREHOLDERS' EQUITY		
Paid up Capital	7,274,883,750	2,909,953,500
Share Premium	1,454,976,750	-
Statutory Reserve	2,951,052,185	2,559,695,017
General Reserve	91,577,961	91,577,961
Assets Revaluation Reserve	456,496,559	456,496,559
Revaluation Reserve (HTM)	79,359,327	79,359,327
Revaluation Reserve (HFT)	303,592,239	264,113,717
Retained Earning	481,416,510	1,455,275,811
TOTAL SHAREHOLDERS' EQUITY	13,093,355,281	7,816,471,892
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	145,912,819,767	129,876,224,397
OFF BALANCE SHEET ITEMS		
CONTINGENT LIABILITIES	40,010,108,443	40,797,736,864
Acceptances & Endorsements	16,573,264,247	13,680,010,767
Letter of Guarantees	10,411,877,966	10,543,900,599
Irrevocable Letter of Credit	12,839,780,226	16,288,672,250
Bills for Collection	185,186,004	285,153,248
Other contingent Liabilities	-	-
TOTAL	-	-
Other Commitments	-	-
Documentary credit and other short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Off-Balance sheet items including contingent liabilities	40,010,108,443	40,797,736,864


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C)

PROFIT AND LOSS ACCOUNT

FOR THE HALF YEAR ENDED ON 30 JUNE, 2011

(UN-AUDITED)

	January to June 30, 2011	January to June 30, 2010	April to June 30, 2011	April to June 30, 2010
	Taka	Taka	Taka	Taka
OPERATING INCOME				
Interest Income	6,937,969,879	4,239,091,542	3,810,320,127	2,202,382,868
Interest Paid on Deposit and Borrowings	4,629,459,179	2,406,140,849	2,556,485,460	1,246,114,743
Net Interest Income	2,308,510,700	1,832,950,693	1,253,834,667	956,268,125
Income from Investment	848,857,273	717,402,807	422,048,049	393,834,145
Commission, Exchange and Brokerage	765,232,896	600,063,271	414,228,927	322,462,024
Other Operating Income	362,516,934	264,831,305	203,417,571	184,787,790
Total Operating Income (A)	4,285,117,803	3,415,248,076	2,293,529,214	1,857,352,084
OPERATING EXPENSES				
Salary and Allowances	824,006,324	710,781,525	417,455,054	365,344,874
Rent, Taxes, Insurance, Lighting etc.	211,216,502	161,777,847	99,605,078	87,746,119
Legal Expenses	4,722,303	4,026,808	2,310,447	1,831,319
Postage, Stamps, Telegram, Telephone etc.	30,548,179	22,642,256	14,698,543	11,988,133
Stationery, Printing, Advertisements etc.	81,994,442	47,469,119	36,099,950	27,251,958
Chief Executive's Salary including Other Fees	4,593,000	4,230,000	2,296,500	2,170,000
Director's Fee and other expenses	1,807,276	1,974,883	955,516	1,314,738
Auditors Fees	278,556	-	188,556	-
Depreciation and repair of Fixed Assets	85,311,652	67,034,678	43,678,992	38,190,504
Other Expenses	345,421,929	219,640,954	162,602,380	121,649,436
Total Operating Expenses (B)	1,589,900,163	1,239,578,070	779,891,016	657,487,081
Profit & Loss before provision (C)=(A-B)	2,695,217,640	2,175,670,006	1,513,638,198	1,199,865,003
Provision for Loans & Advance	444,092,023	427,875,000	231,876,898	292,613,000
Provision for diminution in value of investments	291,030,000	55,329,000	73,335,729	27,870,000
Other provision	3,309,775	91,566,000	(558,225)	56,273,000
Total Provision	738,431,798	574,770,000	304,654,402	376,756,000
Total Profit before Income Tax	1,956,785,842	1,600,900,006	1,208,983,796	823,109,003
Provision for Taxation	1,084,311,225	773,158,636	612,834,490	402,191,906
Current Tax Expenses	1,084,311,225	773,158,636	612,834,490	402,191,906
Deferred Tax Expenses	-	-	-	-
Net profit after Tax	872,474,617	827,741,370	596,149,306	420,917,097
Appropriations :				
Statutory Reserve	391,357,168	320,180,001	241,796,759	164,621,801
General Reserve	-	-	-	-
Retained Earning	481,117,449	507,561,369	354,352,547	256,295,296
Earning per ordinary share (EPS) (Restated - 2010)	1.29	1.32	0.88	0.67


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C)

CASH FLOW STATEMENT

FOR THE HALF YEAR ENDED ON 30 JUNE, 2011 (UN-AUDITED)

	30-06-2011	30-06-2010
	Taka	Taka
CASH FLOW FROM OPERATING ACTIVITIES		
Interest receipts	7,566,792,548	4,695,937,236
Interest payments	(4,629,459,179)	(2,406,140,849)
Dividend receipt	66,456,836	19,997,575
Fees & Commission receipt	496,053,920	375,537,633
Recoveries from previously written off advances	3,123,037	5,542,099
Payments to employees	(828,599,324)	(715,011,525)
Payments to suppliers	(323,759,123)	(231,889,222)
Payment for Advance Income Tax	(852,264,825)	(528,461,718)
Receipt from other operating activities	782,150,641	724,374,382
Payment for other activities	(366,785,056)	(237,732,217)
Operating profit before changes in operating assets and Liabilities	1,913,709,475	1,702,153,394
Changes in operating assets and liabilities:		
Statutory Deposit	(2,273,480,588)	(2,560,423,955)
Purchase of trading securities	(302,123,569)	(191,865,504)
Loans and advances to customers	(10,007,974,527)	(8,835,361,494)
Other Assets	(1,639,837,643)	(850,009,942)
Deposit from Banks	35,867,000	(1,699,557,000)
Deposit from customers	8,093,730,604	9,210,407,606
Other liabilities	776,093,217	525,621,668
Net cash flow from operating activities (A)	(3,404,016,031)	(2,699,035,227)
CASH FLOW FROM INVESTING ACTIVITIES		
Sales of Securities	-	-
Purchase of Securities	-	(75,000,000)
Purchase of Property, Plant & Equipments	(222,456,524)	(371,641,614)
Sales of Property, Plant & Equipments	735,340	186,536
Net cash increase/decrease for sales of subsidiary	-	-
Net cash employed in investing activities (B)	(221,721,184)	(446,455,078)
Cash flows from financing activities		
Receipt from borrowing & issuance of debt securities	-	170,000,000
Repayment of borrowing and release of debt securities	-	-
Cash received from issuing of Right shares	4,364,930,250	-
Cash dividend payment	-	-
Net cash received from financing activities (C)	4,364,930,250	170,000,000
Net cash increase/decrease (A+B+C)	739,193,035	(2,975,490,305)
Effects of the changes of exchange rate on cash and cash equivalents*	-	-
Opening Cash and cash equivalent at January 01, 2011	12,974,010,098	13,323,033,320
Closing Cash and cash equivalent at June 30, 2011	13,713,203,133	10,347,543,015


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C)

STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED ON 30 JUNE, 2011
(UN-AUDITED)

Particulars	Paid up Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Assets Revaluation Reserve	Investment Revaluation Reserve	Total
Balance as at ,01 January 2011.	2,909,953,500	-	2,559,695,017	91,577,961	1,455,275,811	456,496,559	343,473,044	7,816,471,892
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated balance	2,909,953,500	-	2,559,695,017	91,577,961	1,455,275,811	456,496,559	343,473,044	7,816,471,892
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investments	-	-	-	-	-	-	39,478,522	39,478,522
Net profit for the period	-	-	-	-	872,474,617	-	-	872,474,617
Appropriation made during the period	-	-	391,357,168	-	(391,357,168)	-	-	-
Dividends (Bonus Share issued)	1,454,976,750	-	-	-	(1,454,976,750)	-	-	-
Issue of Share Capital	2,909,953,500	1,454,976,750	-	-	-	-	-	4,364,930,250
Balance as at June 30, 2011	7,274,883,750	1,454,976,750	2,951,052,185	91,577,961	481,416,510	456,496,559	382,951,566	13,093,355,281
Balance as at June 30, 2010	1,193,827,100	-	1,833,335,403	200,710,065	2,434,735,666	456,496,559	418,375,745	6,537,480,538


Md. Ahsan Mozlish
First Vice President


Shafiqul Alam
Managing Director (C.C)