

UNITED COMMERCIAL BANK LIMITED
CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2016.
(UNAUDITED)

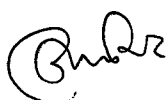
PROPERTIES AND ASSETS	30-06-2016. Taka	31-12-2015. Taka
Cash	19,222,217,982	17,960,809,783
Cash in Hand (Including Foreign Currencies)	3,421,324,448	2,582,238,708
Balance with Bangladesh Bank & its agent bank(s) (Including Foreign Currencies)	15,800,893,534	15,378,571,075
Balance with other banks & financial institution	4,861,632,912	10,763,934,598
In Bangladesh	4,861,632,912	9,652,043,098
Outside Bangladesh	-	1,111,891,500
Money at call on short notice	1,840,000,000	390,000,000
Investments	47,695,187,051	44,870,400,969
Government	42,786,006,417	40,090,074,812
Others	4,909,180,634	4,780,326,157
Loans and Advances	213,230,602,989	197,493,629,137
Loans, Cash Credit, Overdrafts etc	197,725,285,706	185,437,071,383
Bills purchased and discounted	15,505,317,283	12,056,557,754
Fixed assets including premises, furniture & fixture	8,512,663,863	8,593,072,108
Other assets	5,330,005,746	13,667,503,729
Non-banking assets	-	-
Total Assets	300,692,310,543	293,739,350,324
LIABILITIES AND CAPITAL		
Liabilities :		
Borrowings from other banks, financial institutions and agents	24,069,786,944	18,743,658,871
Deposits and other accounts	232,070,964,482	220,568,454,834
Current accounts & other Accounts	36,639,118,239	36,956,431,950
Bills Payable	5,514,375,231	3,426,104,766
Savings Bank Deposits	37,077,539,082	31,946,122,205
Fixed Deposit	152,839,931,930	148,239,795,913
Other Liabilities	19,821,153,624	28,764,577,181
Total Liabilities	275,961,905,049	268,076,690,886
Capital/Shareholders' Equity		
Paid up Capital	10,541,306,540	10,039,339,570
Share Premium	1,454,976,750	1,454,976,750
Statutory Reserve	8,828,578,896	8,337,157,253
General Reserve	26,577,961	26,577,961
Other Reserve	2,963,021,968	3,182,611,773
Retained Earning	915,943,269	2,621,996,020
Total Shareholders' Equity	24,730,405,385	25,662,659,327
Non Controlling Interest	109	111
Total shareholders' Equity with non controlling interest	24,730,405,494	25,662,659,438
Total Liabilities and Shareholders' Equity	300,692,310,543	293,739,350,324



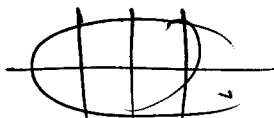
UNITED COMMERCIAL BANK LTD.
CONSOLIDATED OFF-BALANCE SHEET ITEMS
AS AT 30 JUNE 2016.
(UNAUDITED)

OFF BALANCE SHEET ITEMS

	30-06-2016. Taka	31-12-2015. Taka
CONTINGENT LIABILITIES	173,330,729,799	149,693,281,105
Acceptances & Endorsements	44,735,093,206	37,879,280,267
Letter of Guarantees	81,424,726,936	75,561,302,582
Irrevocable Letter of Credit	32,587,666,165	24,948,050,367
Bills for Collection	14,583,243,492	11,304,647,889
 Other Commitments	 2,116,800,000	 1,020,503,900
Documentary credit and other short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	2,116,800,000	1,020,503,900
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Off-Balance sheet items including contingent liabilities	<u>175,447,529,799</u>	<u>150,713,785,005</u>



ATM Tahmiduzzaman, FCS
Company Secretary



Mohammad Habibur Rahman Chowdhury, FCA
Chief Financial Officer



Muhammed Ali
Managing Director



Md. Tanvir Khan
Director



M. A. Sabur
Chairman

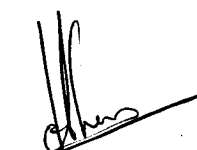
UNITED COMMERCIAL BANK LTD
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR ENDED ON 30 June 2016.
(UNAUDITED)


	January to June 30, 2016 Taka	January to June 30, 2015 Taka	April to June 30, 2016 Taka	April to June 30, 2015 Taka
Interest Income	10,826,685,241	11,333,633,352	5,502,748,322	5,709,897,559
Interest Paid on Deposit and Borrowings	6,536,468,707	7,361,556,757	3,190,535,609	3,608,065,412
Net Interest Income	4,290,216,534	3,972,076,595	2,312,212,713	2,101,832,147
Income from Investment	1,845,191,054	1,939,681,155	1,000,650,586	917,235,366
Commission, Exchange and Brokerage	1,673,530,472	1,580,210,662	899,522,811	882,399,078
Other Operating Income	165,771,616	344,340,826	77,891,066	193,425,141
Total Operating Income (A)	7,974,709,676	7,836,309,239	4,290,277,176	4,094,891,733
OPERATING EXPENSES				
Salary and Allowances	2,901,340,106	2,197,561,636	1,280,282,818	892,123,756
Rent,Taxes,Insurance,Electricity etc.	533,145,069	477,642,234	288,855,465	259,237,835
Legal Expenses	19,123,565	54,549,798	12,107,341	29,699,163
Postage,Stamps, Telegram,Telephone etc.	54,114,490	77,716,231	29,337,400	44,499,472
Stationery, Printing, Advertisements etc.	477,982,865	202,530,695	329,916,202	152,938,505
Chief Executive's Salary and fees	6,160,000	5,560,000	2,880,000	2,280,000
Director's Fee and other expenses	2,774,902	2,525,377	1,943,435	1,331,939
Auditors Fees	402,500	-	402,500	-
Depreciation and repair of Fixed Assets	355,618,983	347,176,039	186,232,503	182,988,331
Other Expenses	390,732,622	384,386,899	200,386,996	195,545,727
Total Operating Expenses (B)	4,741,395,102	3,749,648,909	2,332,344,660	1,760,644,728
Profit & Loss before provision (C) =(A-B)	3,233,314,574	4,086,660,330	1,957,932,516	2,334,247,005
Provision for Loans & Advance	638,625,721	441,222,640	311,521,100	272,431,758
Provision for diminution in value of investments	(103,887,629)	(217,839,246)	(256,197)	(139,820,285)
Other provision	241,367,000	181,129,000	125,635,000	65,493,381
Total Provision	776,105,092	404,512,394	436,899,903	198,104,854
Total Profit before Income Tax	2,457,209,482	3,682,147,936	1,521,032,613	2,136,142,151
Provision for Taxation	1,162,005,705	1,605,069,186	666,172,710	874,497,963
Current Tax Expenses	1,162,005,705	1,605,069,186	666,172,710	874,497,963
Deferred Tax Expenses	-	-	-	-
Net profit after Tax	1,295,203,777	2,077,078,750	854,859,903	1,261,644,188
Appropriations :				
Statutory Reserve	491,421,643	729,546,932	304,601,335	423,330,604
General Reserve	-	-	-	-
Retained Earning	803,782,134	1,347,531,817	550,258,567	838,313,584
Earning per ordinary share (EPS)	1.23	1.97	0.81	1.20


ATM Tahmiduzzaman, FCS
 Company Secretary


Mohammad Habibur Rahman Chowdhury, FCA
 Chief Financial Officer


Muhammed Ali
 Managing Director


Md. Tanvir Khan
 Director

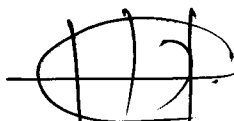

M. A. Sabur
 Chairman

UNITED COMMERCIAL BANK LTD
CONSOLIDATED CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED ON 30 JUNE 2016.
(UNAUDITED)

	30-06-2016.	30-06-2015.
	Taka	Taka
Cash flows from operating activities		
Interest receipts	12,424,095,243	14,213,661,761
Interest payments	(6,765,358,351)	(6,802,276,286)
Dividend receipt	113,200,136	45,151,298
Fees & Commission receipt	1,114,206,423	949,735,156
Recoveries from previously written off advances	61,978,766	181,703,155
Payments to employees	(2,907,500,106)	(2,203,121,636)
Payments to suppliers	(1,065,242,424)	(757,784,286)
Payment for Advance Income Tax	(1,316,909,756)	(1,879,390,751)
Receipt from other operating activities	761,065,124	773,303,732
Payment for other activities	(500,314,010)	(516,177,803)
Operating profit before changes in operating assets and Liabilities	1,919,221,045	4,004,804,341
Increase / Decrease in operating assets and liabilities		
Statutory Deposit	(2,695,931,605)	167,473,050
Purchase/Sale of trading securities	(528,854,077)	(168,904,833)
Loans and advances to customers	(16,314,092,201)	(15,780,354,564)
Other Assets	(277,745,222)	326,022,812
Deposit from Banks	(3,732,434)	3,452,170
Deposit from customers	11,506,242,082	3,662,863,819
Other liabilities	(594,669,079)	383,284,131
Net cash from operating activities (A)	(6,989,561,491)	(7,401,359,075)
Cash flows from investing activities		
Purchase/Sale of Securities	399,999,600	(4,447,122)
Purchase of Property, Plant & Equipments	80,408,245	(4,697,791)
Sales of Property, Plant & Equipments	-	-
Net cash increase/decrease for sales of subsidiary	-	-
Cash flows from investing activities (B)	480,407,845	(9,144,913)
Cash flows from financing activities		
Receipt from borrowing	5,326,128,073	5,550,069,767
Repayment of borrowing and release of debt securities	-	-
Cash received from issuing of right shares	-	-
Cash dividend payment	(2,007,867,914)	(836,611,631)
Net cash from financing activities (C)	3,318,260,159	4,713,458,136
Net cash increase/decrease (A+B+C)	(3,190,893,487)	(2,697,045,852)
Effects of the changes of exchange rate on cash and cash equivalents*		
Cash and cash equivalent at beginning of the year	29,114,744,381	26,609,210,639
Closing cash and cash equivalent at the end of the period	25,923,850,894	23,912,164,787



ATM Tahmiduzzaman, FCS
Company Secretary



Mohammad Habibur Rahman Chowdhury, FCA
Chief Financial Officer



Muhammed Ali
Managing Director



Md. Tanvir Khan
Director




M. A. Sabur
Chairman


UNITED COMMERCIAL BANK LTD
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED ON 30 June 2016.
(UNAUDITED)

Particulars	Paid up Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Assets Revaluation Reserve	Investment revaluation Reserve	Non Controlling Interest	Foreign currency translation gain/(loss)	Total
Balance as at ,01 January 2016.	10,039,339,570	1,454,976,750	8,337,157,253	26,577,961	2,621,996,021	2,534,101,559	645,466,405	111	3,043,809	25,662,659,439
Changes in accounting policy	-	-	-	-	-	-	-	-	-	-
Restated balance	10,039,339,570	1,454,976,750	8,337,157,253	26,577,961	2,621,996,021	2,534,101,559	645,466,405	111	3,043,809	25,662,659,439
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-	-	-
Surplus/Deficit revaluation of investments	-	-	-	-	-	-	(219,589,805)	-	-	(219,589,805)
Currency Translation adjustment	-	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	1,295,203,777	-	-	-	-	1,295,203,777
Appropriation made during the period	-	-	491,421,643	-	(491,421,643)	-	-	-	-	-
Dividends (Bonus Share issued)	501,966,970	-	-	-	(501,966,970)	-	-	-	-	-
Dividends (Cash)	-	-	-	-	(2,007,867,914)	-	-	-	-	(2,007,867,914)
Non Controlling Interest	-	-	-	-	(2)	-	-	(2)	-	(4)
Balance as at June 30, 2016	10,541,306,540	1,454,976,750	8,828,578,896	26,577,961	915,943,269	2,534,101,559	425,876,600	109	3,043,809	24,730,405,494
Balance as at June 30, 2015	10,039,339,570	1,454,976,750	7,616,236,102	26,577,961	1,403,958,048	2,534,101,559	683,942,606	111	-	23,759,132,708


Atiq Tahmiduzzaman, FCS
 Company Secretary


Mohammad Habibur Rahman Chowdhury, FCA
 Chief Financial Officer


Muhammed Ali
 Managing Director


Md. Tanvir Khan
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M. A. Sabur
 Chairman

UNITED COMMERCIAL BANK LIMITED
BALANCE SHEET
AS AT 30 JUNE 2016.
(UNAUDITED)

PROPERTIES AND ASSETS	30-06-2016. Taka	31-12-2015. Taka
Cash	19,222,204,957	17,960,684,783
Cash in Hand (Including Foreign Currencies)	3,421,311,423	2,582,113,708
Balance with Bangladesh Bank & its agent bank(s) (Including Foreign Currencies)	15,800,893,534	15,378,571,075
Balance with other banks & financial institution	4,792,689,046	10,705,568,587
In Bangladesh	4,792,689,046	9,593,677,087
Outside Bangladesh	-	1,111,891,500
Money at call on short notice	1,840,000,000	390,000,000
Investments	47,166,429,468	44,345,730,872
Government	42,786,006,417	40,090,074,812
Others	4,380,423,051	4,255,656,060
Loans and Advances	213,157,461,945	197,413,637,963
Loans,Cash Credit, Overdrafts etc	197,652,144,662	185,357,080,209
Bills purchased and discounted	15,505,317,283	12,056,557,754
Fixed assets including premises,furniture & fixture	8,505,362,743	8,586,732,295
Other assets	6,029,087,747	14,444,871,374
Non-banking assets	-	-
Total Assets	300,713,235,906	293,847,225,874
LIABILITIES AND CAPITAL		
Liabilities :		
Borrowings from other banks,financial institutions and agents	24,069,786,944	18,743,658,871
Deposits and other accounts	232,437,338,781	220,866,480,332
Current accounts & other Accounts	36,724,337,791	36,981,031,530
Bills Payable	5,514,375,231	3,426,104,766
Savings Bank Deposits	37,077,539,082	31,946,122,205
Fixed Deposit	153,121,086,677	148,513,221,831
Other Liabilities	19,543,461,217	28,648,268,131
Total Liabilities	276,050,586,941	268,258,407,334
Capital/Shareholders'Equity		
Paid up Capital	10,541,306,540	10,039,339,570
Share Premium	1,454,976,750	1,454,976,750
Statutory Reserve	8,828,578,896	8,337,157,253
General Reserve	26,577,961	26,577,961
Other Reserve	2,963,021,968	3,182,611,773
Retained Earning	848,186,849	2,548,155,233
Total Shareholders'Equity	24,662,648,965	25,588,818,540
Total Liabilities and Shareholders'Equity	300,713,235,906	293,847,225,874



UNITED COMMERCIAL BANK LTD.

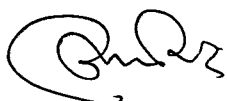
OFF-BALANCE SHEET ITEMS

AS AT 30 JUNE 2016.

(UNAUDITED)

OFF BALANCE SHEET ITEMS


	30-06-2016.	31-12-2015.
	<u>Taka</u>	<u>Taka</u>
Contingent Liabilities	173,330,729,799	149,693,281,105
Acceptances & Endorsements	44,735,093,206	37,879,280,267
Letter of Guarantees	81,424,726,936	75,561,302,582
Irrevocable Letter of Credit	32,587,666,165	24,948,050,367
Bills for Collection	14,583,243,492	11,304,647,889
Other Commitments	2,116,800,000	1,020,503,900
Documentary credit and other short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	2,116,800,000	1,020,503,900
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Off-Balance sheet items including contingent liabilities	<u>175,447,529,799</u>	<u>150,713,785,005</u>



ATM Tahmiduzzaman, FCS
Company Secretary



Mohammad Habibur Rahman Chowdhury, FCA
Chief Financial Officer



Muhammed Ali
Managing Director



Md. Tanvir Khan
Director



M. A. Sabur
Chairman

UNITED COMMERCIAL BANK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR ENDED ON 30 June 2016.
(UNAUDITED)

	January to June 30, 2016 Taka	January to June 30, 2015 Taka	April to June 30, 2016 Taka	April to June 30, 2015 Taka
Interest Income	10,792,632,297	11,281,756,152	5,486,207,027	5,683,999,861
Interest Paid on Deposit and Borrowings	6,518,897,997	7,336,624,912	3,182,529,334	3,595,832,479
Net Interest Income	4,273,734,300	3,945,131,240	2,303,677,693	2,088,167,382
Income from Investment	1,835,294,739	1,939,681,155	990,772,902	917,235,366
Commission, Exchange and Brokerage	1,656,716,175	1,563,114,573	891,920,650	871,078,201
Other Operating Income	165,649,393	343,834,716	77,851,099	192,964,093
Total Operating Income (A)	7,931,394,607	7,791,761,685	4,264,222,344	4,069,445,043
OPERATING EXPENSES				
Salary and Allowances	2,889,935,777	2,196,599,920	1,272,701,468	892,094,431
Rent,Taxes,Insurance,Electricity etc.	532,543,792	477,537,360	288,805,725	259,165,433
Legal Expenses	19,066,065	54,549,798	12,049,841	29,699,163
Postage,Stamps, Telecommunication etc.	53,898,573	77,716,231	29,121,483	44,499,472
Stationery, Printing, Advertisements etc.	477,787,342	202,530,695	329,720,679	152,938,505
Chief Executive's Salary and fees	6,160,000	5,560,000	2,880,000	2,280,000
Director's Fee and other expenses	2,774,902	2,525,377	1,943,435	1,331,939
Auditors Fees	402,500	-	402,500	-
Depreciation and repair of Fixed Assets	354,013,167	346,852,724	185,124,468	182,796,325
Other Expenses	387,463,894	380,154,918	198,736,171	192,641,433
Total Operating Expenses (B)	4,724,046,012	3,744,027,023	2,321,485,770	1,757,446,701
Profit & Loss before provision (C) =(A-B)	3,207,348,595	4,047,734,662	1,942,736,574	2,311,998,342
Provision for Loans & Advance	612,873,378	436,710,246	294,094,897	269,672,224
Provision for diminution in value of investments	(104,000,000)	(217,839,246)	-	(139,820,285)
Other provision	241,367,000	181,129,000	125,635,000	65,493,381
Total Provision	750,240,378	400,000,000	419,729,897	195,345,320
Total Profit before Income Tax	2,457,108,217	3,647,734,662	1,523,006,677	2,116,653,022
Provision for Taxation	1,155,820,074	1,597,705,515	663,067,128	870,193,261
Current Tax Expenses	1,155,820,074	1,597,705,515	663,067,128	870,193,261
Deferred Tax Expenses	-	-	-	-
Net profit after Tax	1,301,288,143	2,050,029,147	859,939,549	1,246,459,761
Appropriations :				
Statutory Reserve	491,421,643	729,546,932	304,601,335	423,330,604
General Reserve	-	-	-	-
Retained Earning	809,866,500	1,320,482,214	555,338,213	823,129,157
Earning per ordinary share (EPS)	1.23	1.94	0.82	1.18



ATM Tahmiduzzaman, FCS
Company Secretary



Mohammad Habibur Rahman Chowdhury, FCA
Chief Financial Officer



Muhammed Ali
Managing Director



Md. Tanvir Khan
Director



M. A. Sabur
Chairman

UNITED COMMERCIAL BANK LTD
CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED ON 30 JUNE 2016.
(UNAUDITED)

	30-06-2016. Taka	30-06-2015. Taka
Cash flows from operating activities		
Interest receipts	12,390,042,299	14,161,784,561
Interest payments	(6,747,787,641)	(6,777,344,441)
Dividend receipt	103,339,352	45,151,298
Fees & Commission receipt	1,097,392,127	932,639,067
Recoveries from previously written off advances	61,978,766	181,703,155
Payments to employees	(2,896,095,777)	(2,202,159,920)
Payments to suppliers	(1,064,229,707)	(757,784,286)
Payment for Advance Income Tax	(1,302,995,018)	(1,861,344,295)
Receipt from other operating activities	760,907,371	772,797,622
Payment for other activities	(496,530,924)	(511,517,633)
Operating profit before changes in operating assets and Liabilities	1,906,020,848	3,983,925,129
Increase / Decrease in operating assets and liabilities		
Statutory Deposit	(2,695,931,605)	167,473,050
Purchase/Sale of trading securities	(524,766,591)	(168,743,716)
Loans and advances to customers	(16,320,942,331)	(15,764,628,772)
Other Assets	(213,374,316)	312,129,281
Deposit from Banks	(3,732,434)	3,452,170
Deposit from customers	11,574,590,883	3,674,878,828
Other liabilities	(722,853,132)	284,025,719
Net cash from operating activities (A)	(7,000,988,678)	(7,507,488,312)
Cash flows from investing activities		
Sales of Securities	-	-
Purchase/Sale of Securities	399,999,600	(4,447,122)
Purchase of Property, Plant & Equipments	81,369,552	(4,533,369)
Sales of Property, Plant & Equipments	-	-
Net cash increase/decrease for sales of subsidiary	-	-
Cash flows from investing activities (B)	481,369,152	(8,980,491)
Cash flows from financing activities		
Receipt from borrowing	5,326,128,073	5,550,069,767
Repayment of borrowing and release of debt securities	-	-
Cash received from issuing of Right shares	-	-
Cash dividend payment	(2,007,867,914)	(836,611,631)
Net cash from financing activities (C)	3,318,260,159	4,713,458,136
Net cash increase/decrease (A+B+C)	(3,201,359,367)	(2,803,010,667)
Effects of the changes of exchange rate on cash and cash equivalents	29,056,253,370	26,602,043,721
Cash and cash equivalent at beginning of the year	25,854,894,003	23,799,033,054
Closing cash and cash equivalent at the end of the period	22,653,534,636	20,996,022,387



ATM Tahmiduzzaman, FCS
Company Secretary



Md. Tanvir Khan
Director



Mohammad Nabibur Rahman Chowdhury, FCA
Chief Financial Officer




Muhammed Ali
Managing Director



M. A. Sabur
Chairman


UNITED COMMERCIAL BANK LTD
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED ON 30 June 2016.
(UNAUDITED)

Particulars	Paid up Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Assets Revaluation Reserve	Investment Revaluation Reserve	Foreign currency translation gain/(loss)	Total
Balance as at ,01 January 2016.	10,039,339,570	1,454,976,750	8,337,157,253	26,577,961	2,548,155,233	2,534,101,559	645,466,405	3,043,809	25,588,818,540
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance	10,039,339,570	1,454,976,750	8,337,157,253	26,577,961	2,548,155,233	2,534,101,559	645,466,405	3,043,809	25,588,818,540
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/Deficit revaluation of investments	-	-	-	-	-	-	(219,589,805)	-	(219,589,805)
Currency translation differences	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	1,301,288,143	-	-	-	1,301,288,143
Appropriation made during the period	-	-	491,421,643	-	(491,421,643)	-	-	-	-
Dividend (Bonus Share issued)	501,966,970	-	-	-	(501,966,970)	-	-	-	(1,505,900,944)
Dividend (Cash)	-	-	-	-	(2,007,867,914)	-	-	-	(501,966,970)
Balance as at June 30, 2016	10,541,306,540	1,454,976,750	8,828,578,896	26,577,961	848,186,849	2,534,101,559	425,876,600	3,043,809	24,662,648,965
Balance as at June 30, 2015	10,039,339,570	1,454,976,750	7,616,236,102	26,577,961	1,341,765,114	2,534,101,559	683,942,606	-	23,696,939,663


ATM Tahmiduzzaman, FCS
 Company Secretary


Mohammad Habibur Rahman Chowdhury, FCA
 Chief Financial Officer


Muhammed Ali
 Managing Director


Md. Tanvir Khan
 Director


M. A. Sabur
 Chairman

United Commercial Bank Ltd.
Selective Notes to the financial statements
as at and for the half year ended 30 June 2016

01. Basis of Preparation:

The half yearly financial statements are being prepared in condensed form in accordance with the requirements of Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting" and Rule 13 of the Securities and Exchange Rules 1987.

02. Accounting policies:

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

03. Provisions:

Provisions consists of provision for loans & advances, provision for diminution in the value of investment as well as provision for off balance sheet exposure. Total provisions has increased by Tk. 35.02 crore for the half year ended 30 June 2016 compared to the corresponding period of previous year mainly due to increase of loans & advances and off balance sheet exposure.

04. Provision for taxation:

Provision for income tax has been made on taxable income after necessary add back in accordance with the provisions of Finance Act 2016, the Income Tax ordinance 1984 and other relevant legislation as applicable.

05. Net Profit After Tax:

Net Profit After Tax for the half year ended 2016 decreased by Tk. 74.87 crore compared to its previous corresponding periods mainly due to decrease of investment income, increase of operating expenses as well as increase of provision for loans & advances and off balance sheet exposure.

06. Earnings per share (EPS):

Earnings per share (EPS) has been calculated in accordance with BAS 33 "Earnings Per Share". EPS for previous period has been restated for issuance of bonus share.

	<u>Jan-Jun'16</u>	<u>Jan-Jun'15</u>	<u>Apr-Jun'16</u>	<u>Apr-Jun'15</u>
Profit after tax:				
Net Profit after tax (Solo)	1,301,288,143	2,050,029,147	859,939,549	1,246,459,761
Net Profit after tax (Consolidated)	1,295,203,777	2,077,078,750	854,859,903	1,261,644,188
Weighted average number of shares outstanding:	1,054,130,654	1,054,130,654	1,054,130,654	1,054,130,654
EPS Calculations:				
Basic Earnings per share (EPS) - (Solo)	1.23	1.94	0.82	1.18
Basic Earnings per share (EPS) - (Consolidated)	1.23	1.97	0.81	1.20

Diluted Earnings per share (DEPS)

No DEPS is required to be calculated for the period as there was no scope or event for dilution of share during the period.

07. Rounding off and rearrangement of figures

Figures have been rounded off to the nearest Taka and 2015 figures have been reclassified/rearranged, where necessary to conform to the current period presentation.

08. Events after the reporting period

No other material event has occurred after the balance sheet date, which could materially affect the amounts or disclosures in these financial statements.

09. Credit Rating

ECRL has rated the Bank based on December 31, 2015 with "AA"(pronounced as Double A) in the Long Term and ECRL-2 for the Short Term. The date of rating was May 07,2016.

Year	Long Term Rating	Short Term Rating
2015	AA	ECRL-2
2014	AA	ECRL-2

10. Approval of 1st half yearly unaudited financial statements:

The 1st half yearly financial statements as at and for the period ended on 30 June 2016 were approved by the Board on 28 July 2016.



ATM Tahmiduzzaman, FCS
Company Secretary



Mohammad Habibur Rahman Chowdhury, FCA
Chief Financial Officer



Muhammed Ali
Managing Director



Md. Tanvir Khan
Director



M. A. Sabur
Chairman