

BALANCE SHEET

	2004 Taka	2003 Taka
PROPERTY & ASSETS		
CASH:	1,062,113,165	1,281,657,275
Cash in Hand (including foreign currencies)	142,603,903	120,811,619
Balance with Bangladesh Bank & Sonali Bank (including foreign currencies)	919,509,262	1,160,845,656
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS:		
In Bangladesh	937,888,789	804,516,372
Outside Bangladesh	191,525,833	62,402,778
MONEY AT CALL AND SHORT NOTICE:	746,362,956	722,113,594
INVESTMENTS:	4,922,500,000	2,664,300,000
Government	3,077,902,511	2,046,102,882
Others	2,791,047,500	1,911,001,100
LOANS & ADVANCES:	286,855,011	135,101,782
Loans, Cash Credit & Over Draft etc.	16,538,805,141	12,886,688,559
Bills Discounted and Purchased	16,208,663,197	12,646,193,029
PREMISES AND FIXED ASSETS:	330,141,944	240,495,530
OTHER ASSETS:	124,713,634	87,445,194
NON-BANKING ASSETS:	1,514,171,523	1,044,912,875
TOTAL ASSETS	28,178,094,763	20,815,623,157
LIABILITIES & CAPITAL		
Liabilities:		
Borrowings from other banks & financial institutions and agents	3,125,000,000	1,515,000,000
DEPOSITS AND OTHER ACCOUNTS:	22,575,365,660	16,850,833,278
Current Accounts & Other Accounts	2,757,750,009	2,135,606,570
Bills Payable	323,639,132	186,001,264
Savings Bank Deposits	2,310,513,196	1,452,828,956
Term Deposits	17,183,463,323	13,076,396,488
OTHER LIABILITIES	989,841,741	1,239,815,062
TOTAL LIABILITIES	26,690,207,401	19,605,648,340
CAPITAL / SHAREHOLDERS' EQUITY:		
Paid-up Capital	663,836,200	531,069,000
Share Premium Account	-	89,416,846
Statutory Reserve	520,626,175	394,111,596
Other Reserve	72,366,672	30,563,436
Surplus in Profit and Loss Account	231,058,315	164,813,939
TOTAL SHAREHOLDERS' EQUITY:	1,487,887,362	1,209,974,817
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	28,178,094,763	20,815,623,157
CONTINGENT LIABILITIES:		
Acceptances and Endorsements	1,208,658,227	965,107,400
Letter of Credit	5,746,304,115	3,617,263,000
Letter of Guarantee	3,589,368,696	2,438,768,564
Bills for Collection	369,939,259	66,185,837
Other Contingent Liabilities	298,731,877	368,401,568
TOTAL:	11,215,002,174	7,455,746,369
OTHER COMMITMENTS:	11,215,002,174	7,455,746,369
TOTAL OFF - BALANCE SHEET ITEMS	11,215,002,174	7,455,746,369

PROFIT AND LOSS ACCOUNT

	2004 Taka	2003 Taka
OPERATING INCOME		
Interest Income	2,010,922,687	1,728,433,179
Interest paid on Deposits & Borrowings	1,389,172,510	1,340,240,203
Net Interest Income	621,750,177	388,192,976
Interest from Investment	146,297,105	132,685,600
Commission, Exchange Earnings & Brokerage	405,750,979	370,924,820
Other Operating Income	96,043,914	51,347,864
TOTAL OPERATING INCOME (A)	1,269,842,176	943,142,260
OPERATING EXPENSES		
Salary & Allowance:	243,049,833	200,163,468
Rent, Taxes, Insurance, Lighting etc.	48,741,773	35,058,620
Legal Expenses	1,932,456	1,219,888
Postage, Stamp, Telecommunication etc.	12,079,051	12,202,133
Stationery, Printing, Advertisement etc.	23,394,852	23,311,121
Chief Executives salary & fees	3,860,000	3,559,643
Directors' Fee & Meeting Expenses	1,436,965	2,609,064
Audit Fee	105,000	75,000
Charges on loan losses	7,230,408	3,315,125
Depreciation of Bank's Assets	10,470,246	8,293,320
Other Expenses	170,735,043	143,736,608
TOTAL OPERATING EXPENSES (B)	523,036,227	433,544,090
Profit / (Loss) Before Provision (C) = (A - B)	746,805,949	509,598,170
Provision for loan	88,823,405	(20,975,891)
Provision for diminution in value of investments	-	500,000
Other Provision	12,500,000	10,451,534
Provision for Dhaka Bank Foundation	12,909,650	-
Total Provision (D)	114,233,055	(24,357)
Total Profit / (Loss) before Tax (C - D)	632,572,894	509,622,527
Provision for Tax	275,000,000	240,615,146
Net Profit / (Loss) after Tax:	357,572,894	269,007,381
Distribution:		
Statutory Reserve	126,514,579	104,193,442
General Reserve	-	-
Dividends etc.	231,058,315	164,813,939
Retained surplus	-	-
Earning per Share (EPS):	60.57	52.86

CASH FLOW STATEMENT

	2004 Taka	2003 Taka
CASH FLOW FROM OPERATING ACTIVITIES		
Interest receipts	1,995,083,079	1,776,879,312
Interest payments	(1,399,743,758)	(1,277,896,351)
Dividend receipts	8,738,193	8,322,592
Fee and commission receipts	234,063,366	188,463,355
Recoveries on loans previously written off	-	81,457,891
Payments to employees	(243,049,833)	(200,163,468)
Payments to suppliers	(37,511,359)	(36,808,242)
Income taxes paid	(211,449,249)	(133,121,380)
Receipts from other operating activities	147,779,664	153,118,724
Payments from other operating activities	(235,244,627)	(193,257,255)
Operating profit before changes in current assets & liabilities	258,665,476	366,995,178
Increase / Decrease in operating assets and liabilities:		
Statutory deposits	455,503,540	(156,480,564)
Purchase / Sale of trading securities	(880,000,000)	(100,000,000)
Loans and advances to other banks	-	-
Loans and advances to customers	(3,791,332,841)	(1,675,294,775)
Other assets	(677,398,151)	(213,388,350)
Deposits from other banks	2,432,496,862	(1,062,579,445)
Deposits from customers	4,457,103,228	2,668,529,614
Other liabilities account of customers	(31,076,787)	41,772,020
Trading liabilities	-	-
Other liabilities	1,954,725	(478,116,235)
Net cash flow from operating activities (A)	2,225,916,052	(608,562,557)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of securities	136,905,637	124,363,008
Purchase of securities	(169,496,112)	3,446,258
Purchase / Sale of property, plant & equipment	(44,498,848)	14,914,675
Sale of property, plant & equipment	3,728,105	2,821,577
Purchase / Sale of subsidiary	-	-
Net cash used in investing activities (B)	(73,363,218)	145,545,518
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from issue of ordinary shares	-	151,734,000
Dividends paid	(79,660,350)	(106,213,800)
Net cash flow from financing activities (C)	(79,660,350)	45,520,200
Net increase / (Decrease) in cash (A+B+C)	2,072,892,484	(417,496,839)
Effects of exchange rate changes on cash & cash equivalent	99,182,223	77,869,028
Opening cash & cash equivalent at 1 January	4,751,474,747	5,091,102,558
Closing cash & cash equivalent at 31 December	6,923,549,454	4,751,474,747

DHAKA BANK LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

STATEMENT OF CHANGES IN EQUITY

	Paid up capital	Share Premium Account	Statutory Reserve	Other Reserve	Profit and Loss Account	Total
Balance as at 1 January 2004	531,069,000	89,416,846	394,111,596	30,563,436	164,813,939	1,209,974,817
Changes in accounting policy	-	-	-	-	-	-
Restated balance	-	-	-	-	-	-
Surplus/deficit on account of revaluation of properties	-	-	126,514,579	-	-	126,514,579
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-	-	-
Retained surplus	-	-	-	-	231,058,315	231,058,315
Dividend paid during the year	-	-	-	-	(123,010,703)	(123,010,703)
Transferred to Other Reserve	-	-	-	41,803,236	(41,803,236)	-
Issuance of Share Capital	132,767,200	(89,416,846)	-	-	-	43,350,354
Balance as at 31 December 2004	663,836,200	-	520,626,175	72,366,672	231,058,315	1,487,887,362

LIQUIDITY STATEMENT

	Upto 01 month	1 - 3 months	3 - 12 months	1 - 5 years	more than 5 years	Total
Assets:						
Cash in hand	1,062,113,165	-	-	-	-	1,062,113,165
Balance with other banks and financial institutions	937,888,789	-	-	-	-	937,888,789
Money at call on short notice	3,552,500,000	1,250,000,000	120,000,000	-	-	4,922,500,000
Investment	115,621,511	150,000,000	1,300,000,000	1,496,281,000	16,000,000	3,077,902,511
Loans and Advances	279,602,451	1,293,679,206	9,898,827,133	4,472,858,279	593,838,072	16,538,805,141
Fixed assets including premises, furniture and fixtures	-	-	-	124,713,634	-	124,713,634
Other assets	472,573,318	-	835,111,299	142,367,461	64,119,445	1,514,171,523
Non-banking assets	-	-	-	-	-	-
Total Assets	6,420,299,234	2,693,679,206	12,153,938,432	6,236,220,374	373,957,517	28,178,094,763
Liabilities:						
Borrowing from Bangladesh Bank, Other banks, financial institutions and agents	3,125,000,000	-	-	-	-	3,125,000,000
Deposits & Other Accounts	3,082,163,382	3,094,273,064	15,884,169,468	136,654,215	378,105,531	22,575,365,660
Provision and other liabilities	137,498,843	-	852,342,898	-	-	989,841,741
Total Liabilities	6,344,662,225	3,094,273,064	16,736,512,366	136,654,215	378,105,531	26,690,207,401
Net Liquidity Gap	75,637,009	(400,593,858)	(4,582,573,934)	6,099,566,159	295,851,986	1,487,887,362

The accompanying notes form an integral part of this financial statement.

Shahed Noman Managing Director	Selina Hoi Director	Takshana Zaman Chairperson	ATA KHAN & CO. Chartered Accountants
28 February 2005			

SOME IMPORTANT NOTES TO THE FINANCIAL STATEMENTS

	2004 Taka	2003 Taka
1. LOANS & ADVANCES		
1.1 Loans, Cash Credits & Overdrafts etc.:		
In Bangladesh		
Overdrafts	3,166,525,948	2,658,821,101
Demand Loan	1,415,907	9,062,917
Cash Credits	1,191,832,376	741,497,427
House Building Loan	226,371,605	377,146,190
Transport Loan	72,168,263	101,068,832
Term Loan	3,331,891,028	2,778,191,312
Loan against Trust Receipt	570,837,570	4,157,653,403
Payment against Documents	597,505,894	646,708,641
Loan against Imported Merchandise	619,885,247	343,141,861
Loan against Accepted Bills	225,547	98,191,705
Packing Credit	45,567,716	30,019,041
Lease Finance	681,737,188	468,875,795
Credit Card	58,096,552	66,735,824
Personal/Car Loan	246,700,758	106,850,593
Other Loans	237,901,598	62,228,367
Bills Purchased & Discounted (Local & Foreign)	330,141,944	240,495,530
	16,538,805,141	12,886,688,559
Outside Bangladesh		
Total	16,538,805,141	12,886,688,559
1.2 Residual maturity grouping of loans including bills purchased and discounted		
Repayable on Demand	279,602,451	450,886,447
Not more than 3 months	1,293,679,206	1,035,530,695
More than 3 months but not more than 1 year	9,898,827,133	7,650,985,483
More than 1 year but not more than 5 years	4,472,858,279	3,178,424,332
More than 5 years	593,838,072	570,860,602
Total	16,538,805,141	12,886,688,559
1.3 Loans on the basis of significant concentration including bills purchased & discounted:		
Advances to allied concerns of Directors;		654,744
Advances to Chief Executive	880,326	1,069,737
Advances to Other Senior Executives	19,083,945	41,104,270
Advances to Customer's Group:		
Agriculture loan	4,487,125	2,572,000
Commercial lending	9,796,183,497	4,806,432,958
Export financing	354,330,173	327,167,136
Special Program Loan (SME)	11,176,597	437,080
Staff Loan	85,728,854	76,378,468
Others	6,266,934,624	7,630,872,166
Total	16,538,805,141	12,886,688,559
Loans and advances allowed to each customer exceeding 15% of Bank's total Capital:		
Number of Customers	121	66
Amount of outstanding loans*	9,740,902,719	7,734,189,916
Classified amount thereon	-	-
Measures taken for recovery	-	-
1.4 Industry - wise loans including bills purchased & discounted:		
Agricultural Industries	4,487,125	2,572,000
Pharmaceutical Industries	535,820,875	212,696,211
Textile & Garment Industries	1,889,289,863	896,825,123
Chemical Industries	524,141,137	652,091,075
Food & allied Industries	2,262,232,965	2,216,636,050
Transport & Communication	640,633,928	535,270,038
Electronics & Automobile Industries	407,467,897	239,312,030
Housing & Construction Industries	1,963,396,312	1,787,658,032
Engineering & Metal Industries including Ship Breaking	2,340,411,898	1,626,507,875
Energy & Power Industries	99,944,884	94,788,850
Service Industries	53,942,116	11,118,275
Other Industries	5,817,036,141	4,611,213,000
Total	16,538,805,141	12,886,688,559
1.5 Classification of loans & advances:		
Unclassified (including staff loan)	16,267,406,911	12,466,735,973
Sub-Standard	57,929,342	198,069,371
Doubtful	13,543,991	15,857,567
Bad or loss	199,924,897	206,025,648</