## H Bank Asia

## LIMITED Financial Statements

2009

Taka

7,260,486,652

680,323,338

497,178,354

189,532,123

8,627,520,467

4,498,016,814

838,346,661

530,344,526

143,774,764

6,010,482,765

2,617,037,702

6,247,494,941

4,905,788

738,327,143

2010

Taka

9,542,268,922

1,242,128,185

899,352,675

424,659,372

12,110,994,154

5,420,584,211

1,364,055,932

872,216,458

205,272,749

7,862,129,350

4,248,864,804

8,381,354,215

23,547,960

963,164,997

2,585,000

As per Bangladesh Labour Act 2006 and SRO no. 336/Law/2010, all companies falling within the scope of WPPF are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time. Bank obtained opinion from its Association of Bankers of Bangladesh regarding this issue which stated that the Bank is not required to make provision for WPPF as it is not within the scope of WPPF. As

such the Bank did not make any provision during the year for WPPF.

Workers' profit participation fund (WPPF)

Interest, discount and similar income (Note 19.1)

Gains less losses arising from dealing in securities Gains less losses arising from investment securities Gains less losses arising from dealing in foreign currencies

Fees, commission and brokerage (Note 19.2)

Income statement

(Note 23.1)

Expenses:

Dividend income (Note 22)

Income from non-banking assets Other operating income (Note 24)

Profit less losses on interest rate changes

Interest paid/profit shared on deposits

Administrative expenses (Note 19.3)

Depreciation on banks assets (Note 32.1)

Interest income/profit on investments (Note 20)

and borrowings, etc. (Note 21)

Other expenses (Note 33)

19.1 Interest, discount and similar income

Interest on treasury bills

306,401,681

(178,998,418)

475,353,671

102,514,120

146,268,794

3,182,997,551

Interest on treasury bonds

2010

	No. of hold	ers	% of total ho	lding
Holding	2010	2009	2010	2009
Less than 500	13,052	9,668	3.59	3.31
500 to 5,000	1,381	976	5.67	5.53
5,001 to 10,000	77	68	1.89	2.19
10,001 to 20,000	59	39	2.73	2.37
20,001 to 30,000	23	16	1.94	1.94
30,001 to 40,000	9	19	1.09	2.96
40,001 to 50,000	12	7	1.78	1.48
50,001 to 100,000	25	30	5.89	10.00
100,001 to 1,000,000	56	45	52.35	70.22
Over 1,000,000	6	-	23.07	
Control of Control of Management and Property (Control of Control	14,700	10,868	100.00	100.00

SI	Name of the directors	Status	Opening position	Closing
1	Mr. A Rouf Chowdhury	Chairman	392,975	550,1
2	Mr. Mohd. Safwan Chowdhury (Representing Phulbari Tea Estates Ltd.)	Vice Chairman	844,586	1,182,4
3	Mr. Mohammed Lakiotullah (Independent director)	Vice Chairman	-	
4	Mr. Anisur Rahman Sinha	Director	122,981	172,1
5	Mr. Rumee A Hossain	Director	887,858	1,243,0
6	Mr. Romo Rouf Chowdhury	Director	353,997	495,5
7	Mr. A M Nurul Islam	Director	106,900	
8	Mr. Mashiur Rahman / Mr. Mir Shajahan	Director	441,877	618,6
9	Mr. M Irfan Syed	Director	30,750	30,0
10	Mr. Faisal Samad	Director	-	140,0
11	Ms. Sohana Rouf Chowdhury	Director	165,000	231,0
12	Lt. Col. Farid Uddin Ahmed	Director	89,366	125,1
13	Mr. Shah Md. Nurul Alam (Representing Amiran Generations Ltd.)	Director	-	922,3
14	Mr. Murshed Sultan Chowdhury	Director		1,161,6
	Minimum environment of the envir	4 661 50 164 00 14 14	3,436,290	6,872,1

		Taka	Taka
15	Statutory reserve		
	Balance as at 1 January	1,557,013,281	1,099,774,
	Add:Addition during the year (20% of pre-tax p)ofi	715,904,148	457,238,
	Balance as at 31 December	2,272,917,429	1,557,013,
16	Revaluation reserve		
	HTM securities ( Note 16.1)	-	31,174,
	HFT securities ( Note 16.2)	482,618,168	275,227,

16.1	Revaluation reserve on HTM securities Balance as at 1 January	31,174,514	8,362,8
	Adjustment for sale/maturity of securities	(31,174,514)	3.0787-0787
	Gain from revaluation on investments	-	39,011,4
		-	47,374,2
	Deferred tax liabilities	17.0	(16,199,7
	Balance as at 31 December	-	31,174,5
16.2	Revaluation reserve on HFT securities Balance as at 1 January	275,227,167	4,036,1
	Gain from revaluation on investments	260,678,624	650,315,9

(53,287,623)

482,618,168

Adjustment for sale/maturity of securities

Add: Deferred tax released during the year

Letters of guarantee

Letters of guarantee (Foreign)

Less: Margin

18.1

Conventional and Islamic banking (Note 18.1)

riam believed to received during the year		1,011,000
CONTRACTOR AND	482,618,168	477,198,360
Less: Deferred tax liabilities	-	201,971,193
Balance as at 31 December	482,618,168	275,227,167
Retained earnings		
Balance as at 1 January	942,577,212	473,693,748
Add: Retained surplus for the year	1,213,678,009	869,945,964
Transferred from exchange equalization reserve	3,339,553	-
	2,159,594,774	1,343,639,712
Less: Issue of bonus share	857,925,000	401,062,500
Transferred to profit equalisation reserve	8,166,144	-
and a state of the control of the state of t	866,091,144	401,062,500
Balance as at 31 December	1,293,503,630	942,577,212
	Less: Deferred tax liabilities Balance as at 31 December  Retained earnings Balance as at 1 January Add: Retained surplus for the year Transferred from exchange equalization reserve  Less: Issue of bonus share Transferred to profit equalisation reserve	Less: Deferred tax liabilities  Balance as at 31 December  Retained earnings  Balance as at 1 January  Add: Retained surplus for the year  Transferred from exchange equalization reserve  Transferred to profit equalisation reserve  482,618,168  482,618,168  942,577,212  1,213,678,009  3,339,553  2,159,594,774  Less: Issue of bonus share  Transferred to profit equalisation reserve  857,925,000  8,166,144  866,091,144

Contingent liabilities Conventional and Islamic banking	48,704,206,413	27,761,626,796
Off-shore banking unit	270,477,865	217,195,257
	48,974,684,278	27,978,822,053
Acceptances and endorsements		
Conventional and Islamic banking	10,771,189,260	5,847,924,280
Off-shore banking unit	119,710,220	122,614,416
	10,890,899,480	5,970,538,696

6,556,270,342

40,224,786

6,556,270,342

170,316,080

6,385,954,262 3,036,728,757

14,779,208

5,641,405,239

27,452,015

3,157,281,501

Off-shore banking unit	-	-
1700	6,556,270,342	3,182,997,551
Irrevocable letters of credit		
Conventional and Islamic banking (Note 18.2)	25,735,341,572	15,573,423,464
Off-shore banking unit	82,758,550	94,580,841
	25,818,100,122	15,668,004,305
Bills for collection		
Conventional and Islamic banking (Note 18.3)	5,641,405,239	3,157,281,501

oventional and Islamic banking (Note 18.3)	5,641,405,239	3,157,281,501
-shore banking unit	68,009,095	
	5,709,414,334	3,157,281,501
ner contingent liabilities		
nventional and Islamic banking	-	72-
-shore banking unit	-	

-	
-	
-	
48,974,684,278	27,978,822,05
6,516,045,556	3,080,483,43
	48,974,684,278

EC33: Margin	170/310/000	110,200,751
ACCOMMUNICATION CONTRACTOR CONTRA	6,385,954,262	3,036,728,757
Balance for which the Bank is contingently liable in respect of guarantee issued favouring:		
Directors or officers	-	1.01
Government	651,371,228	620,353,551
Banks and other financial institutions	278,748,364	253,407,604
Others	5,626,150,750	2,309,236,396
Colores.	6,556,270,342	3,182,997,551
Less: Margin	170,316,080	146,268,794

Irrevocable letters of credit		
Letters of credit (Inland)	1,930,851,852	1,127,378,808
Letters of credit (General)	15,986,211,652	11,610,447,575
Back to back L/C	5,241,471,085	516,923,105
Back to back bills	2,576,806,983	2,318,673,976
	25,735,341,572	15,573,423,464
Less: Margin	1,697,610,685	834,001,218

	Letters of credit (Inland)	1,930,851,852	1,12/,3/8,808
	Letters of credit (General)	15,986,211,652	11,610,447,575
	Back to back L/C	5,241,471,085	516,923,105
	Back to back bills	2,576,806,983	2,318,673,976
		25,735,341,572	15,573,423,464
	Less: Margin	1,697,610,685	834,001,218
		24,037,730,887	14,739,422,246
8.3	Bills for collection		
	Outward local bills for collection	3,657,927,867	2,160,890,502
	Outward foreign bills for collection	1,881,695,319	931,711,595
	Inward local bills for collection	87,002,845	37,227,389

Inward foreign bills for collection

	(3)()		
	Interest on debentures	529,981	
	Income from investment in shares	117,870,745	87,476,255
	Capital gain on Government securities	55,801,024	182,282,525
		9,542,268,922	7,260,486,652
	necessary, to conform the current year's pre-	arranged, where sentation.	ever considered
19.2	1.50	1 242 120 100	600 333 330
	Commission	1,242,128,185	680,323,338
	Brokerage	1,242,128,185	680,323,338
100000		1,242,120,103	000,323,330
9.3	Administrative expenses	100000000000000000000000000000000000000	200020000000
	Salaries and allowances (Note 25)	1,015,219,528	593,257,191
	Rent, taxes, insurance, electricity, etc. (Note 26)	158,628,865	119,728,571
	Legal expenses (Note 27)	4,196,492	4,528,540
	Postage, stamp, telecommunication, etc. (Note 28)	40,678,680	32,038,840
	Stationery, printing, advertisement, etc. (Note 29)	84,019,298	55,612,766
	Managing Director's salary and fees (Note 30)	6,417,200	3,451,942
	Directors' fees (Note 31)	1,582,000	832,000
	Auditors' fees	450,000	365,750
	Repair of Bank's assets (Note 32.1)	52,863,869	28,531,061
	The part of barrier assets (trace service)	1,364,055,932	838,346,661
20	Interest income/profit on investments		
	Conventional and Islamic banking (Note 20.1)	8,317,818,178	6,245,342,590
	Off-shore banking unit	63,536,037	2,152,351
	OII SHOTE DATIKING UNIC	8,381,354,215	6,247,494,941
20.1	Conventional and Islamic banking		
20.1	· [10] [10] [10] [10] [10] [10] [10] [10]	2 522 055	150 ((2 222
	Loans (General)/Musharaka	3,523,855	150,663,320
	Loans against trust receipts/ Bai Murabaha post import Packing credit	2,432,325,831 8,716,177	1,753,147,070 5,964,657
	House building loan	43,864,541	25,209,180
	Payment against documents	493,158,896	384,237,559
	Cash credit/Bai-Muajjal	17,956,276	5,787,425
	Overdraft/ Quard against deposit	1,737,527,090	1,302,950,856
	Consumer credit scheme	398,159,024	294,596,709
	Staff Ioan	25,972,775	17,692,188
	Local bills purchased	661,412,962	407,258,416
	Foreign bills purchased	56,093,800	36,584,175
	gri billo parendou	100,000	30,301,173

	Interest income from credit card	100,235,267	60,245,365
	Term loan- others/ Hire purchase Shirkatul Melk	794,268,307	618,402,149
	Term loan- industrial	374,616,722	411,345,812
	Demand loan	515,548,996	403,256,174
	Transport loan	66,997,639	60,550,202
	Poverty alleviation loan	2,340,074	3,996,448
	Sachsondo - SME	218,084,976	48,499,187
	Upfront fee	2,113,650	•
	Other loans and advances	121,975,180	42,712,953
	Net Interest on margin loan of broker house	113,104,715	6,403,206
	Total interest/profit on loans and advances/investments	8,187,996,753	6,039,503,051
	Interest/profit on balance with other banks and financial institutions	117,900,431	185,988,416
	Interest/profit received from foreign banks	11,920,994	19,851,123
		8,317,818,178	6,245,342,590
21	Interest paid/profit shared on deposits and borrowings etc.		
	Conventional and Islamic banking (Note 21.1)	5,392,773,541	4,497,302,555
	Off-shore banking unit	27,810,670	714,259
	SUMMERS AND DESCRIPTION OF SUMMERS	5,420,584,211	4,498,016,814
21.1	40 TIN NO TO THE STORY OF THE TRANSPORT OF THE STORY OF T		
	Interest paid/profit shared on deposits		
	Fixed deposits/ Mudaraba Fixed deposit	3,739,445,735	3,453,377,488
	Sanchaya plus	147,822,632	291,480,250
	Savings deposits/ Mudaraba Savings bank	291,443,573 341,760,724	190,954,371
	Special notice deposits Other deposits	436,795,851	155,553,777 235,566,991
	Other deposits	4,957,268,515	4,326,932,877
	1915 N 92 1995	1,557,200,515	1,520,552,611
	Interest on borrowings	425 505 026	170 260 670
	Local banks including Bangladesh Bank Foreign banks	435,505,026	170,369,678
	roleigh banks	435,505,026	170,369,678
		5,392,773,541	4,497,302,555
22	Investment income		
	Interest on treasury bills	23,547,960	4,905,788
	Interest on treasury bonds	963,164,997	738,327,143
	Capital gain from investment in shares	117,870,745	87,476,255
	Dividend on shares	2,585,000	-
	Interest on debentures	529,981	72
	Capital gain on Government securities	55,801,024	182,282,525
	1	,163,499,707	1,012,991,711
	Figures of previous year have been rearranged,	wherever consid	dered necessary
0.000.000	to conform the current year's presentation.		
23	Commission, exchange and brokerage		

	commission, exchange and brokerage		
	Conventional and Islamic banking (Note 23.1)	2,134,970,563	1,175,095,231
	Off-shore banking unit	6,510,297	2,406,461
		2,141,480,860	1,177,501,692
23.1	Conventional and Islamic Banking		
	Commission on L/C	329,107,892	419,178,684
	Commission on back to back L/C	277,304,213	-
	Fees and commission	53,973,637	8,498,777
	Commission on L/G	64,866,156	41,609,746
	Commission on export bills	54,205,858	62,774,467
	Commission on accepted bills	12	280,835
	Commission on OBC, IBC, etc.	8,539,124	2,905
	Commission on PO, DD, TT, TC, etc.	11,599,884	98,013,501
	Commission on brokerage	429,414,894	17,637,820
	Other commission	6,606,230	29,920,142
		1,235,617,888	677,916,877
	Foreign exchange gain	899,352,675	497,178,354
		2,134,970,563	1,175,095,231
	-		

420,293,100

424,659,372

4,366,272

188,748,876

189,532,123

783,247

24 Other operating income

Off-shore banking unit

Conventional and Islamic banking (Note 24.1)

24.1	Commentional and Identic banking		
24.1	Conventional and Islamic banking Locker charge	4,401,380	2,609,750
	Service and other charges	107,222,536	103,843,806
	Master card fees and charges	65,184,868	30,434,462
	Postage/telex/SWIFT/fax recoveries	203,563,069	44,577,864
	Profit on sale of fixed assets	-	2,402,000
	Non-operating income	15,453,671	3,873,468
	Rebate on nostro A/C	24,467,576	
	Other income from brokerage	-	1,007,526
	92.50	420,293,100	188,748,876
25	Salaries and allowances		
	Conventional and Islamic banking (Note 25.1)	1,015,219,528	592,962,168
	Off-shore banking unit	-	295,023
		1,015,219,528	593,257,191
25.1	Conventional and Islamic banking		
	Basic salary	307,282,444	173,328,516
	Allowances	393,748,096	229,024,056
	Festival bonus	67,380,956	34,583,677
	Gratuity	29,113,794	16,220,278

2010

Taka

29,728,206

187,966,032

158,529,081

158,628,865

85,202,660

43,456,764

29,869,657

366,769

40,678,680

84,019,298

99,784

1,015,219,528

2009

Taka

16,848,143

4,528,540

4,528,540

3,172,160

1,356,380

4,528,540

31,992,579

32,038,840

55,586,176

55,612,766

26,590

46,261

	Performance bonus
26	Rent, taxes, insurance, electricity etc. Conventional and Islamic banking (Note 26.1)
	Off-shore banking unit
26.1	Conventional and Islamic banking
	Rent, rate and taxes
	Insurance
	Power and electricity

Off-shore banking unit

28.1 Conventional and Islamic banking

Conventional and Islamic banking (Note 29.1)

Off-shore banking unit

32

32.1 Conventional and Islamic banking

33 Other expenses

Depreciation (Details are shown in Annexure-E)

Provident fund contribution

		158,529,081
27	Legal expenses	4.107.403
	Conventional and Islamic banking (Note 27.1) Off-shore banking unit	4,196,492
		4,196,492
27.1	Conventional and Islamic Banking	
	Legal expenses	2,766,422
	Other professional charges	1,430,070
		4,196,492
28	Postage, stamps, telecommunication et	c.
	Conventional and Islamic banking (Note 28.1)	40,311,911

9	Stationery, printing, advertisements etc.		
		40,311,911	31,992,579
	Internet	1,659,904	1,368,802
	Reuter charge	1,399,440	1,399,617
	ATM charge	1,827,398	1,705,139
	Master/VISA card process fee	1,977,273	-
	SWIFT charge	8,088,200	7,654,014
	Courier	14,036,543	9,726,967
	Telephone and telex	10,654,306	9,768,319
	Postage	668,847	369,721

			The state of the s
29.1	Conventional and Islamic banking		
	Office and security stationery	35,416,397	25,473,786
	Calendar, diary, souvenir, etc	1,081,940	3,338,555
	ATM card	463,800	14,758
	Books and periodicals	1,385,099	1,475,150
	Publicity and advertisement	45,672,062	25,283,927
		84,019,298	55,586,176
30	Managing Director's salary and fees		

Managing Director's salary and fees		
Basic salary	3,592,000	1,676,968
House rent allowance	1,176,000	790,793
Entertainment allowances	60,000	2,903
Bonus	690,000	416,000
Utility allowance	240,000	163,871
House maintenance allowance	300,000	239,033
Provident fund	359,200	162,374
	6,417,200	3,451,942
Directors' fees		

Directors' fees	1,582,000	832,000
	1,582,000	832,000
Depreciation and repair of Bank's assets		
Conventional and Islamic banking (Note 32.1) Off-shore banking unit	258,136,618	172,305,825
STORES OF THE ANGELS OF THE COST OF	258,136,618	172,305,825

Owned assets	158,000,420	94,453,83
Leased assets	47,272,329	49,320,92
	205,272,749	143,774,76
Repairs		
Building	2,678,287	6,438,22
Furniture and fixtures	273,843	84,85
Equipments	3,600,921	2,397,90
Computer and accessories	11,101,006	
Maintenance	35,209,812	19,610,07
	52,863,869	28,531,06

258,136,618 172,305,825

871,987,284 530,291,487

	Conventional and Islamic banking (Note 33.1) Off-shore banking unit	871,987,284 229,174	530,291,487 53,039
	ESTABLISHED REPORTED AND AND AND AND AND AND AND AND AND AN	872,216,458	530,344,526
33.1	Conventional and Islamic banking		NATIONAL PROPERTY.
	Car expenses	87,240,124	64,071,312
	Contractual service expenses	124,265,668	73,216,635
	Computer expenses	70,797,188	47,262,472
	Other management and administrative expenses	92,356,844	65,931,593
	Entertainment	37,703,297	22,683,954
	AGM/EGM expenses	7,905,064	S S
	PROPERTY AND ADMINISTRATION OF THE PROPERTY OF		

Cai expenses	07,240,124	04,071,312	
Contractual service expenses	124,265,668	73,216,635	
Computer expenses	70,797,188	47,262,472	
Other management and administrative expenses	92,356,844	65,931,593	
Entertainment	37,703,297	22,683,954	
AGM/EGM expenses	7,905,064	*	
Office plantation	4,326,297	3,463,630	
Payment to superannuation fund	2,400,000	2,400,000	
Finance charge for lease assets	19,633,652	54,428,227	
Donation and subscription to institutions	27,317,620	13,589,707	
Travelling expenses	9,353,490	8,153,980	
Training and internship	4,228,866	3,829,629	
Directors' travelling expenses	447,354	155,480	
Provision for profit equalisation	-	2,285,963	
Provision for others	9,910,037	10 mg	
Loss on revaluation on investment	132,692,254	104,188,906	
Loan write-off	241,409,529	64,629,999	

		2010 Taka	2009 Taka
34	Provision for loans and advances /investments and off-balance sheet items		
	Conventional and Islamic banking	610,329,124	325,170,774
	Off-shore banking unit	35,177,240	5,674,460
		645,506,364	330,845,234
	Break up of provision for loans and advances/In	vestments is sho	wn below:
	General provision		
	Conventional and Islamic banking	301,441,640	124,685,720

Break up of provision for loans and advance	s/Investments is sho	wn below:
General provision		
Conventional and Islamic banking	301,441,640	124,685,7
Off-shore banking unit	35,343,216	3,724,5
Specific provision	336,784,856	128,410,2
Conventional and Islamic banking	140,787,589	119,009,3
Off-shore banking unit	-	l.
Provision for off-balance sheet items	140,787,589	119,009,3
Conventional and Islamic banking	168,099,895	81,475,6
Off-shore banking unit	(165,976)	1,949,8

167,933,919

645,506,364

597,079,850

4,366,272

4,401,380

107,222,536

65,184,868

203,563,069

216,707,997

4,196,492

1,582,000

40,678,680

871,987,284

6,417,200

601,446,122

83,425,564

330,845,234

186,346,876

187,130,123

2,609,750

103,843,806

30,434,462

44,577,864

4,880,994

186,346,876

606,283,381

606,486,171

202,790

171,114,300

4,528,540

832,000

28,531,061

32,038,840

369,238,640

122,957,498	
592,962,168	35 Receipts from other operating activities
119,578,820 149,751	Conventional and Islamic banking (Note 35.1) Off-shore banking unit
119,728,571	
66 546 424	35.1 Conventional and Islamic banking Locker charge
66,546,424 32,350,623	Service and other charges
20,681,773	Master card fees and charges
119,578,820	Postage/telex/SWIFT/ fax recoveries

Non-operating income

Legal expenses Directors' fees

Other expenses

Repair and maintenance

Managing Director's salary

Postage, stamp, telecommunication, etc

		597,079,850
36	Payments for other operating activities Conventional and Islamic banking (Note 36.1)	1,083,840,737
	Off-shore banking unit	328,958
		1,084,169,695
36.	Rent, rates and taxes	158,529,081

	Auditors' fee	450,000	-
		1,083,840,737	606,283,381
37	Earnings per share (EPS)		
	Net profit after tax (Numerator)	1,929,582,157	1,327,184,458
	Number of ordinary shares outstanding (Denominator)	30,027,375	30,027,375
	Earnings per share (EPS)	64.26	44.20

an issue without consid-eration of cash. It is treated as if it has occurred prior to the beginning of 2010, the earliest period reported. Actual EPS for 2009 was Taka 61.88.

38 Number of employees The number of employees receiving remuneration of Taka 36,000 or above per employee per year were 1,237 (2009: 1,052). Audit committee

In pursuance of the directives of the Bangladesh Bank vide BRPD Circular no.12 dated 23 December 2002, the Board of Directors in its meeting held on 18 January 2003 constituted an Audit Committee. Presently, the Audit Committee members are:

Name	Status in the Board	Status in the Audit Committee	Educational qualification
Mr. Rumee A Hossain	Director	Chairman of the Audit Committee	B. Sc in Mechanical Engineering, MBA
Mr. Mohammed Lakiotullah	Vice Chairman & Director	Member of the Audit Committee	M.Sc.
Mr. Shah Md. Nurul Alam	Director	Member of the Audit Committee	MBA (IBA), M.Sc (Applied Physics)

The Company Secretary of the Bank acts as the Secretary dightmittee.

١	No. of meeting	Date	No. of meeting	Date
1.	53rd Meeting	2 March 2010	10. 62nd Meeting	3 August 2010
2.	54th Meeting	28 March 2010	11. 63rd Meeting	22 August 2010
3.	55th Meeting	6 April 2010	12. 64th Meeting	8 September 2010
4.	56th Meeting	11 May 2010	13. 65th Meeting	21 September 2010
5.	57th Meeting	12 May 2010	14. 66th Meeting	28 September 2010
6.	58st Meeting	10 June 2010	15. 67th Meeting	12 October 2010
7.	59th Meeting	13 June 2010	16. 68th Meeting	27 October 2010
8.	60th Meeting	19 July 2010	17. 69st Meeting	8 November 2010
9.	61st Meeting	25 July 2010	18. 70th Meeting	23 November 2010

inspection team and progress towards addressing the lapses identified in those reports to ensure internal control and for development of a compliance culture in the Bank. 2. Financial report with explanations from the management, internal and external auditors, when necessary.

3. Examine the organization structure of Audit Department, its functions, efficiency, effectiveness, resources and ensure no hindrance and unjustified restrictions are made. Revised draft audit policy.

Evaluate whether the banking operations are conducted in conformity with regulations and guidelines of the regulatory authorities as well as Board of Directors of the Bank. Operations of other departments of the Bank like - Credit Administration, ICCD, Treasury, Credit and Credit Card - which are concerned with exposure to risk.

Name of director	Status with the Bank	Name of organization	Natureof business
Mr. A Rouf Chowdhury	Chairman	Rangs Motors Ltd. Ranks ITT Ltd. Reliance Insurance Ltd. Shield Security Services Ltd. Rangs Industries Ltd. The Daily Star	Vehicles IT connectivity service Insurance Security services Generator Publication of advertisement
Mr. Romo Rouf Chowdhury	Director	Rangs Motors Ltd. Ranks ITT Limited Rangs Industries Ltd. Shield Security Services Ltd.	Vehicles IT connectivity service Generator Security services
Ms. Sohana Rouf Chowdhury	Director	Rangs Motors Ltd.	Vehicles
Mr. Rumee A Hossain	Director	Romask Ltd. Rangs Industries Ltd.	Printing Generator

Documents ofitie to goo

The external auditor of the Bank, M/s Rahman Rahman Huq, Chartered Accountants worked about 2,250

41 Coverage of external audit

person hours. They have reviewed more than 80% of the Bank's risk weighted assets as at the Balance 42 Share trading The bank started trading its ordinary shares in CDBL on 30 January 2006. The closing market price on 31, December 2010 was Tk. 383.25 (2009: 426.75) at DSE and Tk. 382.25 (2009: 428.00) at CSE.

Highlights on the overall activities of the bank have been furnished in Annexure - A.

44 Events after the reporting period The Board of Directors in its 199th meeting held on 23 February 2011 has recommended stock dividend

@ 40% subject to the approval of the shareholders at the next Annual General Meeting. The Board of Directos has also decided: To increase the authorised share capital from Tk 4,450 million to Tk 15,000 million, as approved by the

To offer right share at par @ 25% i.e. 1 (one) right share for every 4 (four) shares held subject to the approval of the shareholders in its next Extra Ordinary General Meeting (EGM) and regulatory authorities. To restructure/revise the features of the proposed Subordinated Debt in the form of Zero Coupon Bonds to be issued to raise Tk 2,500 million subject to approval by the shareholders and regulatory authorities.