

PUBALIBANKLIMIED

FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2010

Some Important Notes to the Financial Statements

10,278,757

20,794,360

11,902,109

11,761,735

6,739,101

1,387,795

1,333,713

679,371

170,468

49,730

54,827,069

51,405,710

19,857,594

11,443,446

9,314,822

6,376,985

98,398,557

10,297,538

8,678,698

4,579,638

81,497,617

8,687

Telephone (office)

SWIFT charges

Tele rate/router

Telephone (residence)

Postage

Internet

Telex

Fax

Stamps

Advertisement

Table stationery

502,000,000

3,560,464,894 3,190,983,382

4,184,964,364 3,274,273,362

Computer stationery

Printing and stationery

Telegram

Postage, stamps, telecommunication, etc

Stationery, printing, advertisement, etc

Consumption of books and forms

			Son	ne Ir
Ref.			Amounts in Taka At At	Ref.
IAS 37.84	13.2	Accumulated interest suspense account	31 Dec 2010 31 Dec 2009	IAS 1.97
		Balance at the beginning of the year Add: Amount transferred during the year Less: Amount recovered during the year Less: Amount written off during the year Balance at the end of the year	203,012,021 208,787,333 61,574,539 128,362,137 (57,085,743) (75,846,265) (28,594,165) (58,291,184) 178,906,652 203,012,021	Proposition of the Brok
IAS 37.84	13.3	Provision for exposure against off-balance sheet items Provision held at the beginning of the year Provision made during the year Provision held at the end of the year (note 35.1)	179,300,000 129,300,000 70,000,000 50,000,000 249,300,000 179,300,000	
IAS 37.84	13.4	Provision for current tax Provision held at the beginning of the year Provision made for previous year Provision made for the current year Settlement of previous year's tax liability Balance at the end of the year	5,133,846,048 5,309,089,791 131,655,587 1,689,935,574 1,442,732,041 (126,356,616) (1,749,631,371) 6,704,166,128 5,133,846,048	
IAS 12.81(g)(i)	13.5	Provision for deferred tax Provision held at the beginning of the year Provision made during the year Provision held at the end of the year	82,249,476 79,399,627 50,280,985 2,849,849 132,530,461 82,249,476	
	13.6	Tax provision made during the year Current tax Deffered tax	1,696,676,696 1,574,387,628 50,280,985 2,849,849 1,746,957,681 1,577,237,477	
IAS 1.79	14. 14.1	Share capital Authorised capital:		
		1,000,000,000/50,000,000 ordinary shares of Taka 10/100 each	10,000,000,000 5,000,000,000	IFRS 7.20(b)
IAS 1.79(a)(ii)	14.2	Issued, subscribed and paid up capital: 1,600,000 ordinary shares of Taka 100 each issued for cash 400,000 ordinary shares of Taka 100 each as bonus share in 2000 2,000,000 ordinary shares of Taka 100 each as bonus share in 2004 8,000,000 ordinary shares of Taka 100 each as bonus share in 2005 9,000,000 ordinary shares of Taka 100 each as bonus share in 2006 8,400,000 ordinary shares of Taka 100 each as bonus share in 2007 8,820,000 ordinary shares of Taka 100 each as bonus share in 2008 114,66,000 ordinary shares of Taka 100 each as bonus share in 2009	160,000,000	
IAS 1.79(a)(ii)	14.3	The face value of all shares has been converted to Taka 10 each in EG Percentage of shareholdings	3M held on 15 July 2010.	
		No. of Percentage shares (%)		
IAS 1.79	14.4	Directors 83,247,000 16.75 Cooperative societies 103,513,085 20.83 Banks and financial institutions 25,170,664 5.07 Government 1,200 0.0002 Other institutions 63,877,435 12.86 Non- residents 23,284,078 4.69 General public 197,766,538 39.80 496,860,000 100.00 Shareholding range	832,470,000 431,953,200 1,035,130,850 168,061,700 251,706,640 348,188,000 12,000 9,300 638,774,350 422,160,800 232,840,780 129,889,000 1,977,665,380 2,321,738,000 4,968,600,000 3,822,000,000	IAS 18.35
100 2.79	14.4	Range of Number of of holding shareholding shareholders of shares (%)	Number of shares 2010 2009	IFRS 7.20(c)
		Up to 500 shares 59,737 2.08 501 to 5,000 23,249 7.05 5,001 to 10,000 1,442 2.16	10,320,792 2,038,483 35,046,287 3,005,655 10,750,965 1,059,935	
		10,001 to 20,000 767 2.23 20,001 to 30,000 181 0.90 30,001 to 40,000 152 1.04 40,001 to 50,000 180 1.65 50,001 to 100,000 174 2.58	11,096,300 1,175,674 4,482,913 750,038 5,150,270 630,786 8,193,005 726,040 12,796,580 3,625,610	
IAS 1.135(d)		100,000 and above 318 80.31 86,200 100.00	399,022,888 25,207,779 496,860,000 38,220,000	1
N3 1.133(6)	14.5	Capital adequacy ratio (CAR) In terms of section 13(2) of the Bank Companies Act 1991 and Banglad and 05 dated 8 January, 16 November 1996, 25 November 2002 and 14		
		Total assets including off -financial position items Total risk- weighted assets Required capital (A) 9% of risk- weighted assets	156,198,501,388 134,608,800,000 12,114,792,000 7,388,5722,000	
		Core capital (Tier-I) Supplementary capital (Tier-II) Actual capital maintained (B) Total capital surplus(B-A)	11,458,223,984 8,344,191,174 3,665,011,969 1,727,829,228 15,123,235,953 10,072,020,402 3,008,443,953 2,683,448,202	IAS 1.97
		Capital adequacy ratio (CAR): CAR for 2010 : Based on Basel II framework CAR for 2009 : Based on Basel I framework	11.23% 13.63%	
		Capital requirment Required Held Tier-I (Minimum) 4.50% 8.51% Tier-II (Balancing) 4.50% 2.72% Total 9.00% 11.23%	Required Held 5.00% 11.29% 5.00% 2.34% 10.00% 13.63%	
		Core capital (Tier-I) Paid-up capital Statutory reserve Retained earnings	4,968,600,000 4,148,732,309 2,340,891,675 11,458,223,984 3,822,000,000 3,152,722,217 1,369,468,957	
		Supplementary capital (Tier-II) General provision on unclassified loans (1%) Assets revaluation reserve	1,262,810,202 951,019,383 1,445,320,066 557,314,990	IAS 1.104
		Exchange equalisation account General provision for off balance sheet exposures Revaluation on investment (HFT) Revaluation on investment (HTM) Revaluation reserve for equity instruments upto 10%	29,959,972 249,300,000 104,123 417,606 677,100,000 3,665,011,969 29,959,972 179,300,000 8,095,646 2,139,237	
IAS 1.77	15.	Total capital Statutory reserve This represents amounts transferred to this reserve as per section 24 of Banking Cortax for the year 2010.	15,123,235,953 10,072,020,402	IAS 1.97
		Balance at the beginning of the year Add: Addition during the year Balance at the end of the year	3,152,722,217 2,418,827,866 996,010,092 733,894,351 4,148,732,309 3,152,722,217	
IAS 1.77	16.	Retained earnings Balance at the beginning of the year Add: Transfer from Profit and Loss Statement Add: Gain on sale of property	1,369,468,957 2,237,082,688 72,040,030 1,358,339,925	4
		Less: Issue of dividend Balance at the end of the year	3,678,591,675 1,369,468,957 1,337,700,000 - 2,340,891,675 1,369,468,957	IAS 1.97
IAS 1.77	17.	Other reserve Assets revaluation reserve (note 17.1) Exchange equalisation fund (note 17.2)	2,891,683,589 1,135,099,745 29,959,972 29,959,972 2,921,643,561 1,165,059,717	
	17.1	Assets revaluation reserve Balance at the beginning of the year Add: Addition during the year Balance at the end of the year	1,134,765,761 1,264,567,525 1,776,010,154 20,469,766 2,910,775,915 1,285,037,291 333,984 333,984	IAS 1.97
	17.2	Exchange equalisation fund	(19,426,310) (150,271,530) 2,891,683,589 1,135,099,745	
	19	Balance at the beginning of the year Add: Addition during the year Balance at the end of the year Letters of guarantee	29,959,972 29,959,972 29,959,972 29,959,972 2,921,643,561 1,165,059,717	
	18.	Letters of guarantee Claims against the Bank not acknowledged as debts Money for which the Bank is contingently liable in respect		IAS 1.97
		of guarantees given favouring: Government Directors Banks and other financial institutions	122,499,470 83,289,980	

Others

Banks and other financial institutions

ne In	npo	ortant Notes to the Final	ncial S	tatem
Ref.			Amounts Year ended	in Taka Year ended
IAS 1.97	Profit :	and Loss Statement	31 Dec 2010	31 Dec 2009
IFRS 7.20(b)	19.	Interest income		
		Loan against trust receipt Cash credits Overdrafts	1,785,981,635 1,675,064,538 1,148,992,275	1,360,842,069
		Secured mortgages CLS account	1,064,729,520 869,908,279	1,322,468,356 1,091,034,285 506,083,581
		Loans Term loans	847,395,773 800,040,567	817,428,732 506,027,921
		Lease finance Payments against document	346,383,173 131,760,908	347,211,631 191,567,983
		Call loans Inland bills purchased and demand drafts purchased	90,666,212 67,000,436	211,001,387 52,005,448
		Margin finance Loan against Pubali Bank deposit pension scheme	53,598,296 30,713,426	13,519,756 59,681,081
		Sundries account Foreign bank accounts	29,803,498 23,784,461	12,608,166 33,476,020
		Packing credits Loan against Pubali sanchay prokalpa	19,428,624 9,961,735	16,990,361 27,257,691
		Foreign bills purchased and export development fund Loans against deposit pension scheme	3,546,320 2,875,075	5,452,214 4,330,085
		Loan agains imported merchandise Loan against non-resident credit scheme	1,212,512 448,622	1,909,441 608,401
		Loan against shikya sanchay prokalpa Agricultural credits and rural credits	83,792 66,025	26,305 30,379
		Foreign currency balance Pubali monthly munafa account	56,932 2,838	600,780
		Wage earners scheme letter of credits	2,189 9,003,507,661	- 8,056,637,551
IFRS 7.20(b)	20.	Interest paid on deposits, borrowings, etc		
IFRS 7.20(u)	20.	Fixed deposit	1,623,196,388	1,726,347,434
4		Savings bank deposit Dwigun sanchay prokalpa	856,242,379 408,275,685	830,180,797 320,870,358
	- \	Short-term deposit Call deposit	407,473,051 168,806,050	487,528,702 6,074,444
		Pubali sanchay prokalpa Pubali pension scheme	157,855,993 112,590,260	91,739,169 257,477,690
)	Monthly monafa based deposit scheme Loss on revaluation of treasury bills	21,814,998 14,442,135	22,276,119
		Deposit pension scheme Shikhya sanchay prokalpa	9,305,671 3,556,388	11,918,267 1,871,975
		Sundry accounts Treasury bonds	3,050,018 1,855,680	5,084,568
	imizal	Borrowings Child education care and maturity deposits	1,172,323 437,915	3,481,994 472,997
		Q-cash debit card	3,790,183,811	217,789 3,765,542,303
IAS 18.35	21.	Investment Income		
		Gain on sale of shares Interest on treasury bills	1,495,609,550 335,419,003	159,942,287 767,411,712
		Interest on treasury bonds Dividend on shares	202,616,427 97,665,535	22,291,956 151,624,655
		Interest on debentures	5,900,233 2,137,210,748	8,197,102 1,109,467,712
IFRS 7.20(c)	22.	Commission, exchange and brokerage	K	
1FRS 7.20(c)	44.	Commission on		
		Other transactions L/C- foreign	289,465,496 221,977,113	270,558,893 185,724,882
	Sec. la	DD,TT, MT, PO, etc L/C-local	172,225,523 95,118,863	153,193,348 54,076,378
~	6	Miscellaneous handling commission Issuance of local guarantee	52,680,354 45,975,137	61,168,106 42,223,568
	4	Commission on stationery	2,032,036 924,358	1,594,950 272,980
		Issuance of foreign guarantee Issuance of travellers' cheques	816,375 68,614	584,111 2,143,815
		Point of service (POS) transactions	21,467 881,305,336	771,541,031
		Net exchange gain (note 22.1) Brokerage on securities trading	407,205,246 97,324,829	394,116,599 22,870,892
	22.1	Net exchange gain	1,385,835,411	1,188,528,522
		Exchange gain	941,236,693	834,707,516
	Б	Less: Exchange loss	(534,031,447) 407,205,246	(440,590,917) 394,116,599
IAS 1.97	23.	Other operating income		
	(Postage	49,015,517	49,006,271
	- 1	Service charge Swift income	42,049,049 36,189,410	43,891,708 35,243,102
	7	Online service charge recovery Rent	2,681,839 2,550,580	14,163,735 6,308,642
	6	Account opening charge of consumer loan scheme Supervision and monitoring	2,306,261 685,109	1,832,938 122,105
		Sale of leased asset Documentation charge recovery	353,264 239,450	528,967 142,100
		Application fee of consumer loan scheme Transfer fee	226,172 165,761	130,134 62,811
.		Recovered from bad debts written off Sale of Bank's property Foreign currency charge	82,672 30,121	11,298 646 145
		Miscellaneous income	165,398,105 301,973,310	157,734,918
	nunun		301,773,310	307,117,320
IAS 1.104	24.	Salaries and allowances Basic pay	833,021,819	719,741,904
		House rent Other allowance	448,818,439 455,604,534	410,837,558 348,192,982
	\	Bonus Medical allowance	145,884,445 99,941,847	118,564,844 100,221,523
1		Bank's contributory provident fund Bank's contribution to general provident fund	70,077,415 1,107,264	64,974,475 893,112
(AS 1.97	25.	Rent, taxes, insurance, electricity, etc	2,054,455,763	1,763,426,398
		Rent (Bank's premises)	118,285,109	91,128,706
		Insurance premium Electricity	50,815,573 25,154,874	43,622,529 18,769,678
1		Rates and taxes Insurance (vault)	7,783,916 8,669,284	4,305,759 8,124,642
		Electric fittings and fixtures Rent (godown)	9,967,115 24,120	13,059,254 177,200
		Water and sewerage ATM	2,110,246 3,000,000	944,959 3,000,000
		Rent (officers' residence)	4,140 225,814,377	126,905 183,259,632
IAS 1.97	26.	Legal expenses		
		Lawyers' charges Court fee and other expenses	8,184,881 2,093,876	8,435,236 2,188,639
		A CONTRACTOR OF THE PROPERTY O	1775001455000000000000000000000000000000	

I	е	nts				
-		Ref.			Amounts	in Taka Year ended
4		IAS 1.97	Profit	and Loss Statement	31 Dec 2010	31 Dec 2009
		IAS 1.97	20	Managina Discontinuis colony and fore		
		0013/	29.	Managing Director's salary and fees Basic pay	5,400,000	3,600,000
				Allowances Bank's contribution to provident fund	1,260,000 540,000	1,440,000 360,000
				Bonus	900,000 8,100,000	700,000 6,100,000
		IAS 1.97	30.	Directors' fees		
				Meeting fees and honorarium Meeting expenses	3,250,000 867,561	2,416,000 1,324,789
				Meeting related travelling allowances	1,018,680 5,136,241	1,235,926 4,976,715
				Each director is paid Tk. 5,000 per meeting attendance.		
			31.	Auditors' fees	<u> </u>	
				Statutory audit Special audit	600,000	450,000
					600,000	450,000
		IAS 1.104	32.	Depreciation, maintenance and repair of Bank's assets	120,594,029	86,701,167
				Depreciation on assets Maintenance of assets	24,839,451	25,822,447
				Repair to assets	7,157,431 152,590,911	6,538,995 119,062,609
-		IAS 1.97	33.	Other expenses Gratuity	516,637,080	466,074,670
				House maintenance Donations	78,984,314 50,769,600	79,646,870 46,349,250
		- 7		Employees recreation Petrol consumption	40,331,220 38,390,744	39,682,388 29,459,372
				Promotional expenses Entertainment	31,703,099 19,617,709	35,288,857
		/		Travelling	17,901,155	11,686,073 13,653,053
	i			Overtime Conveyance	15,526,386 10,979,191	14,098,587 9,533,644
d			\mathcal{I}	CDBL fees Subscriptions	10,970,920 10,803,288	3,900,528 7,053,015
	7		4	Laga hawla charges Group insurance	9,696,528 8,919,016	2,207,798 8,532,104
		,	₹	Training Annual general meeting	7,231,141 5,605,563	4,488,267 3,804,022
	ı			Newspapers Photocopying	2,913,006 1,774,448	2,520,999 1,863,023
	7			Honorarium Sub-ordinate staff clothing	1,474,062 1,439,937	1,828,575 5,180,293
1				Professional fees Repairs to rented property	1,308,458 1,087,584	808,538 3,337,804
			7	Gun licence fees Carrying	1,052,470 995,613	696,280 957,312
				Branch opening expenses Car allowance	972,215 847,766	436,332 15,056
				Shifting Loss on sale of Bank's property	736,416 515,719	286,030 782,555
				Chemicals for office equipment Telegrafic address renewal fee	337,174 7,420	498,593 2,840
7				Income tax for employees Miscellaneous (note 33.1)	7,067 42,171,865	64,649 30,756,196
				Miscerialicous (note 33.1)	931,708,174	825,493,573
			0000			
6	100	IAS 37,84	34.	Provision for loans, advances and investments	31 Dec 2010	31 Dec 2009
Ī				Provision for classified loans and advances Provision for unclassified loans and advances	270,000,000	50,000,000
l	83	-1	9	Provision for diminution in value of investment	165,000,000 435,000,000	70,000,000
	Ī		35.	Provision for off-balance sheet exposures		
i				Provision for exposure against off-balance sheet		
7				items (note 13.3)	70,000,000	50,000,000
			35.1	Provision for exposure against off-balance sheet items		12
_			5011	Letters of guarantee	4,184,964,364	3,274,273,362
				Irrevocable letters of credit Bills for collection	21,558,428,949 661,233,151	13,187,695,745
1				Other contingent liabilities Total contingent liabilities	1,331,180,000 27,735,806,464	1,733,556,000
				Less: Margin Letters of guarantee	260,976,774	200,169,919
				Irrevocable letters of credit Bills for collection	2,629,056,977	1,520,284,514
					2,890,033,751 24,845,772,713	1,720,454,433 16,770,281,974
h				Base Rate of	24,045,172,115	10,170,201,774
	V			Particulars for provision provision(%)		
١				Letters of guarantee 3,923,987,590 1 Irrevocable letters of credit 18,929,371,972 1	39,239,876 189,293,720	30,741,034 116,674,112
		١.	4	Bills for collection 661,233,151 1 Other contingent liabilities 1,331,180,000 1	6,612,331 13,311,800	2,952,113 17,335,560
1				Required provision Provision maintained	248,457,727 249,300,000	167,702,819 179,300,000
1	4			Excess provision	842,273	11,597,181
				Highlights on the overall activities of	the Bank	
		Ref.			Amounts in 7	
			44.	Highlights of activities	Year ended 31 Dec 2010	Year ended 31 Dec 2009
	V			Paid-up capital	4,968,600,000	3,822,000,000
1				Total capital	15,123,235,953	10,072,020,402
	١			Capital surplus Total assets	3,008,443,953 128,462,651,667	2,683,448,202 107,579,600,885
				Total deposits	98,850,499,250	88,466,459,786
				Total loans and advances	89,106,206,559	74,203,331,304
		4.41		Total contingencies Loan-deposit ratio	27,735,806,464 90.14%	18,490,736,407 83.88%
				Ratio of classified loans against total loans	2.04%	2.96%

118,564,844 100,221,523 64,974,475 893,112 5,763 1,763,426,398 91,128,706 43,622,529 18,769,678 4,305,759 8,124,642 13,059,254 177,200 944,959 3,000,000 126,905 Ratio of classified loans against total loans 2.04% 2.96% 183,259,632 Profit after tax and provision 3,233,092,780 2,092,234,276 Total amount of classified loans at year end 1,818,565,000 2,197,404,000 8,435,236 636,282,313 Provision against classified loans 530,300,100 2,188,639 10,623,875 Provision surplus 27,370,513 5,262,867 Cost of funds 8.09% 89,324,267,978 106,439,851,142 Interest -earning assets 20,059,498 Non-Interest earning assets 22,022,800,525 18,255,332,907 14,619,670 Return on investments 12.94% 11,513,883 2,540,471 1.94% 2.44% Return on assets 1,376,399 2,137,210,748 1,109,467,712 Income from investment 1,431,294 1,064,709 6.51 Earning per share (absolute) 195,868 Net income per share (absolute) 6.51 5.47 27,167 14,490 Price earning ratio (times) 16.29 12.90 52,843,449 for PUBALI BANK LIMITED 35,397,122 22,544,621



Managing Director

Muhammad Faizur Rahman

Director

Sk. Wahidur Rahman

Director

Hafiz Ahmed Mazumder Chairman