



ফার্স্ট সিকিউরিটি ইসলামী ব্যাংক লিঃ
FIRST SECURITY ISLAMI BANK LTD.
فارسٲٲ سٲكٲورٲٲٲ اسلٲمٲ بنك لٲمٲٲٲ



Financial Report -2014

AUDITOR'S REPORT
&
AUDITED FINANCIAL STATEMENTS
Of
FIRST SECURITY ISLAMI BANK LIMITED

FOR THE YEAR ENDED 31
DECEMBER 2014

শফিক বসাক এন্ড কোং SHAFIQ BASAK & CO.

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CHARTERED ACCOUNTANTS

Partners:
Mr. Shafiqul Islam, FCA
Sayedul Kader, BBA
Mr. Shafiqul Islam, FCA

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Auditors' Report To the Shareholders of First Security Islami Bank Limited

We have audited the accompanying consolidated financial statements of First Security Islami Bank Limited (FSIBL) and its subsidiary (together referred to as the "Group") as well as the separate financial statements of First Security Islami Bank Limited (the "Bank") which comprise the consolidated and separate Balance Sheets as at 31 December 2014, consolidated and separate profit and loss accounts, statements of changes in equity and cash flow statements for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements of the Group and also separate financial statements of the Bank that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS) as explained in Note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that are free from material misstatement, whether due to fraud or error. The Bank Companies Act, 1991 (as amended in the year 2013) and the local central bank (Bangladesh Bank) Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements of the Group and the separate financial statements of the Bank based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements of the Group and the separate financial statements of the Bank are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the Group and separate financial statements of the Bank. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and the separate financial statements of the Bank, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of consolidated financial statements of the Group and separate financial statements of the Bank that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements of the Group and the separate financial statements of the Bank.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements of the Group and also separate financial statements of the Bank prepared and maintained according to the Bangladesh Accounting Standard (BAS) and reported in accordance with the Bangladesh Financial Reporting Standard (BFRS) as explained in note-2 give a true and fair view of the consolidated financial position of the Group and the separate financial

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position of the Bank as at 31 December 2014, and of its consolidated and separate financial performance and cash flows for the year then ended and comply with the Companies Act 1994 and Banking Companies Act 1991 (as amended in the year 2013).

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, Securities and Exchange Rules 1987, the Bank Companies Act 1991 (as amended in the year 2013) and the rules and regulations issued by Bangladesh Bank, we also report that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) to the extent noted during the course of our audit work performed on the basis stated under the Auditors' Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the Financial Statements and Internal Control:
 - (a) internal audit, internal control and risk management procedure practicable for the respective job of the Group and the Bank as disclosed in Note 2 to the financial statements appeared to be materially adequate;
 - (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities;
- (iii) financial statements of subsidiary of the Bank have been properly reflected in the consolidated financial statements;
- (iv) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us;
- (v) the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (vi) the expenditures incurred were for the purpose of the Bank's business;
- (vii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- (viii) adequate provisions have been made for advances and other assets which are in our opinion, doubtful of recovery;
- (ix) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (x) the information and explanations required by us have been received and found satisfactory;
- (xi) we have reviewed over 85% of the risk weighted assets of the Bank and we have spent around 3,840 person hours during the audit; and
- (xii) Capital Adequacy Ratio (CAR) as required by the Bangladesh Bank has been maintained adequately during the year.

Dhaka, 11 March 2015




SHAFIQ BASAK & CO.
Chartered Accountants

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SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
<u>PROPERTY AND ASSETS</u>			
Cash	3 (a)	16,290,256,291	11,549,383,179
In hand (Including foreign currencies)		1,269,388,801	1,294,882,672
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		15,020,867,490	10,254,500,507
Balance with other Banks and Financial Institutions	4.1(a)	597,224,010	275,093,084
In Bangladesh		124,300,885	102,467,884
Outside Bangladesh		472,923,125	172,625,200
Placement with Banks & other Financial Institutions	4.2	14,094,000,000	14,104,000,000
Investments in Shares & Securities	5(a)	10,583,235,873	7,268,269,377
Government		9,830,006,400	6,030,358,600
Others		753,229,473	1,237,910,777
Investments		152,370,707,597	114,328,753,035
General Investment etc.	6.1(a)	152,069,308,714	113,663,053,929
Bills Purchased and Negotiated	6.B	301,398,883	665,699,106
Fixed Assets Including Premises, Furniture & Intangible Assets	7(a)	3,132,826,430	2,517,375,111
Other Assets	8(a)	7,808,204,866	11,990,346,997
Non Banking Assets		-	-
Total Assets		204,876,455,067	162,033,220,783
<u>LIABILITIES AND CAPITAL</u>			
Liabilities			
Placement from Banks & other Financial Institutions	9(a)	417,565,547	4,129,788,842
Deposits and Other Accounts		182,503,183,390	139,503,926,734
Al-Wadia Current Deposits and Other Deposit Accounts	10.1(a)	9,589,544,900	7,502,109,758
Bills Payable	10.2	954,717,747	1,176,111,458
Mudaraba Savings Deposits	10.3	9,525,501,444	6,433,026,364
Mudaraba Term Deposits	10.4	122,347,027,420	99,476,837,371
Other Mudaraba Deposits	10.5	40,086,391,879	24,915,841,783
Mudaraba Subordinated Bond	11	2,382,000,000	2,500,000,000
Other Liabilities	12(a)	10,926,961,738	9,286,426,380
Total Liabilities		196,229,710,675	155,420,141,956
Capital/Shareholders' equity			
Paid-up Capital	13.1	4,114,387,200	4,114,387,200
Right Share Money Deposit	13(a)	1,564,966,255	-
Statutory Reserve	14	1,609,267,996	1,310,398,870
Other Reserve	15	35,495,817	114,061,074
Asset Revaluation Reserve	15(a)	382,320,802	392,381,876
Retained Earnings	16(a)	669,349,319	506,439,968
Non-controlling Interest	16(b)	270,957,003	175,409,839
Total Shareholders' Equity		8,646,744,392	6,613,078,827
Total Liabilities and Shareholders' Equity		204,876,455,067	162,033,220,783



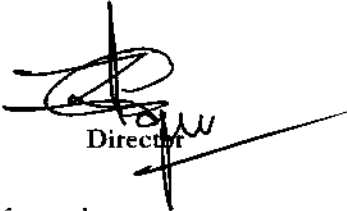
FIRST SECURITY ISLAMI BANK LIMITED
 CONSOLIDATED BALANCE SHEET
 AS AT 31 DECEMBER 2014

		31.12.2014	31.12.2013
	Notes	BDT	BDT
OFF- BALANCE SHEET ITEMS			
Contingent Liabilities			
Acceptances and Endorsements		11,433,615,498	2,378,051,173
Letters of Guarantee	17	6,381,276,624	4,547,711,472
Irrevocable Letters of Credit	18	4,910,289,756	3,740,407,481
Bills for Collection	19	939,777,561	1,199,385,180
Other Contingent Liabilities		-	-
Total		23,664,959,439	11,865,555,306
Other Commitments			
Documentary credits and 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		-	-
Total Off -Balance Sheet Items Including Contingent Liabilities		23,664,959,439	11,865,555,306

The annexed notes form an integral part of these financial statements


 Managing Director

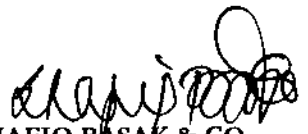

 Director


 Director


 Chairman

Signed as per annexed report of even date

Dhaka, 11 March 2015


 SHAFIQ BASAK & CO.
 Chartered Accountants

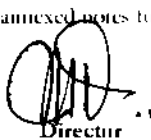
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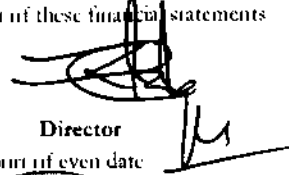
FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
Investments Income	20(a)	21,597,736,505	18,317,000,257
Profit Paid on Deposits	21	(17,271,850,762)	(14,597,553,390)
Net Investment Income		4,325,885,743	3,719,446,867
Income from Investment in shares and securities	22(a)	324,747,170	250,913,903
Commission, Exchange and Brokerage	23(a)	413,347,719	338,707,552
Other Operating Income	24(a)	198,617,478	168,885,696
		936,712,367	758,507,151
Total Operating Income		5,262,598,110	4,477,954,018
Less: Operating Expenses			
Salary and Allowances	25(a)	1,380,778,503	1,167,345,617
Rent, Taxes, Insurances, Electricity etc.	26(a)	370,621,826	314,298,893
Legal Expenses	27	3,316,622	2,482,175
Postage, Stamps, Telecommunication etc.	28(a)	66,566,448	59,477,421
Stationery, Printings, Advertisements etc.	29	155,443,194	111,346,873
Managing Director's Salary and Fees	30	15,458,207	15,350,304
Directors' Fees & Expenses	31(a)	2,918,450	1,880,454
Shariah Supervisory Committee's Fees & Expenses	32	66,250	115,000
Auditor's Fees	33	998,500	855,250
Depreciation & Repair of Bank's Assets	34(a)	325,726,836	259,885,107
Zakat Expenses		36,491,491	28,085,234
Other Expenses	35(a)	631,312,065	473,016,117
Total Operating Expenses		2,989,698,392	2,434,138,445
Profit before Provision and Tax		2,272,899,718	2,043,815,573
Provisions for Investments including off-B/S items	12.2	646,800,000	435,100,000
Provisions for diminution in value of Investment in Shares		72,455,686	65,453,410
Total Provisions		719,255,686	500,553,410
Total Profit before Taxes		1,553,644,032	1,543,262,163
Provision for Taxation		(859,361,024)	(766,785,922)
Deferred Tax Income	2.22.3	-	-
		(859,361,024)	(766,785,922)
Net Profit after tax for the period		694,283,008	776,476,241
Retained Earnings Brought Forward from Previous Year		506,439,968	433,427,548
		1,200,722,976	1,209,903,789
Appropriations:			
Statutory Reserve		298,869,126	305,823,956
Other Reserve		10,000,000	20,000,000
Bonus Share Issued		-	374,035,200
Cash Dividend Paid		200,464,200	-
Non-controlling Interest		22,047,164	3,604,665
		531,380,490	703,463,821
Retained Earnings Carried Forward		669,349,319	506,439,968
Earnings Per Share (EPS)	36(a)	1.69	1.89

The annexed notes form an integral part of these financial statements


Managing Director


Director


Director


Chairman

Signed as per annexed report of even date

Dhaka, 11 March 2015





SHAFIQ BASAK & CO.
Chartered Accountants

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SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
A. Cash Flow from Operating Activities			
Investment Income receipt		21,827,051,626	18,334,382,456
Profit paid on Deposits		(16,826,623,374)	(13,592,616,259)
Dividend receipts		4,839,474	5,777,168
Fees & Commission receipt		413,347,719	338,707,552
Payment to employees		(1,396,236,710)	(1,189,692,541)
Payment to suppliers		(193,421,122)	(142,692,824)
Income tax paid		(720,265,380)	(561,102,413)
Receipts from other operating activities	37 (ii)	198,617,478	168,885,696
Payment for other operating activities	38 (i)	(1,075,800,161)	(851,395,059)
Operating Profit before changes in Operating Assets & Liabilities		2,231,509,550	2,510,253,776
Increase / Decrease in Operating Assets & Liabilities			
Investments to Customers		(29,455,858,250)	(17,796,769,912)
Other Assets	39 (a)	(605,184,083)	(6,077,250,504)
Deposits received from Customers		39,226,386,748	27,940,961,671
Other Liabilities	40 (ii)	344,912,581	1,059,945,220
		9,510,256,997	5,126,886,475
Net Cash Inflow from Operating Activities		11,741,766,547	7,637,140,251
B. Cash Flow from Investing Activities			
Investment in Shares and Securities		(3,314,966,496)	(2,140,085,951)
Purchase of Property, Plant and Equipment		(917,856,274)	(706,064,747)
Sale of Property, Plant and Equipment		9,429,302	.
Net Cash Inflow from Investing Activities		(4,223,393,468)	(2,846,150,698)
C. Cash Flow from Financing Activities			
Receipts from issue of Right Shares		1,564,966,255	.
Receipt/(Payment) of Mudaraba Subordinated Bond		(118,000,000)	280,000,000
Increase/(Decrease) in Placement from Banks & FI		(3,712,223,295)	(468,786,125)
Dividend Paid in Cash		(200,464,200)	.
Net Cash Inflow/(Outflow) from Financing Activities		(2,465,721,240)	(188,786,125)
D. Net Increase/Decrease of Cash & Cash Equivalent (A+B+C)		5,052,651,839	4,602,203,428
Effect of Exchange Rate on Cash & Cash Equivalent		.	.
E. Opening Cash & Cash Equivalent		25,928,834,862	21,326,631,434
F. Closing Cash & Cash Equivalent (D+E)		30,981,486,701	25,928,834,862
The above closing Cash and Cash Equivalents include:			
Cash in hand (Including Foreign Currencies)		1,269,388,801	1,294,882,672
Balance with Bangladesh Bank, other banks, FIS & Placement		29,712,091,500	24,633,593,590
Prize Bond		6,400	358,600
		30,981,486,701	25,928,834,862

The annexed notes form an integral part of these financial statements


Managing Director
Dhaka, 11 March 2015


Director


Director


Chairman




FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

Particulars	Paid-up Capital	Right Share Deposit	Statutory Reserve	Other Reserve	Assets Reval. Reserve	Retained Earnings	Non-controlling Interest	Total
	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT
Balance as on 01 January 2014	4,114,387,200	-	1,310,398,870	114,061,074	392,381,876	506,439,968	175,409,839	6,613,078,827
Changes in Accounting Policy								
Restated Balance	4,114,387,200	-	1,310,398,870	114,061,074	392,381,876	506,439,968	175,409,839	6,613,078,827
Surplus/Deficit on account of Revaluation of Properties								
Surplus/Deficit on account of Revaluation of Investments								
Net Gains and Losses not Recognized in the Income Statement								
Net Profit for the period						694,283,008		694,283,008
Cash Dividends						(200,464,200)		(200,464,200)
Transfer to Statutory Reserve			298,869,126			(298,869,126)		
Transfer to Other Reserve				10,000,000		(10,000,000)		
Revaluation reserve to Other Reserve				10,061,074	(10,061,074)			
Issue of Bonus Share during the year								
Issue of Right Shares		1,564,966,255						1,564,966,255
Capital Increase in Subsidiary Non-controlling Interest							73,500,000	73,500,000
Adjustment of other reserve				(98,626,331)		(22,047,164)	22,047,164	(98,626,331)
Total group shareholders' equity as on 31 December 2014	4,114,387,200	1,564,966,255	1,609,267,996	35,495,817	382,320,802	669,349,319	270,957,003	8,646,744,392
Add: General Provision for unclassified Investments								1,720,295,103
Less: 50% of Assets Revaluation Reserves								(191,160,400)
Add: Subordinated Debt								2,382,000,000
Total eligible Capital as on 31 Dec. 2014								12,557,879,094


Managing Director
 Dhaka, 11 March 2015


Director




Director

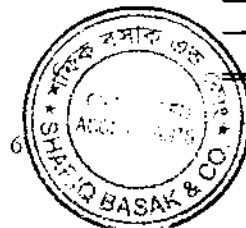

Chairman

শ্রীক্ষিক বাসাক এন্ড কোম্পানী
SHAFIQ BASAK & CO.
 CHARTERED ACCOUNTANTS

শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

FIRST SECURITY ISLAMI BANK LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
PROPERTY AND ASSETS			
Cash	3	16,290,251,915	11,549,381,970
In hand (Including foreign currencies)		1,269,384,425	1,294,881,463
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		15,020,867,490	10,254,500,507
Balance with other Banks and Financial Institutions	4.1	597,163,123	275,093,084
In Bangladesh		124,239,998	102,467,884
Outside Bangladesh		472,923,125	172,625,200
Placement with Banks & other Financial Institutions	4.2	14,094,000,000	14,104,000,000
Investments in Shares & Securities	5	10,327,474,814	6,995,202,236
Government		9,830,006,400	6,030,358,600
Others		497,468,414	964,843,636
Investments	6	152,792,319,038	114,601,798,177
General Investment etc.	6.A	152,490,920,155	113,936,099,071
Bills Purchased and Negotiated	6.B	301,398,883	665,699,106
Fixed Assets Including Premises, Furniture & Intangible Assets	7	3,102,485,519	2,476,432,062
Other Assets	8	7,308,958,621	11,821,069,316
Non Banking Assets		-	-
Total Assets		204,512,653,030	161,822,976,845
LIABILITIES AND CAPITAL			
Liabilities			
Placement from Banks & other Financial Institutions	9	397,378,570	4,129,788,842
Deposits and Other Accounts	10	182,511,812,854	139,520,955,783
Al-Wadia Current Deposits and Other Deposit Accounts	10.1	9,598,174,364	7,519,138,807
Bills Payable	10.2	954,717,747	1,176,111,458
Mudaraba Savings Deposits	10.3	9,525,501,444	6,433,026,364
Mudaraba Term Deposits	10.4	122,347,027,420	99,476,837,371
Other Mudaraba Deposits	10.5	40,086,391,879	24,915,841,783
Mudaraba Subordinated Bond	11	2,382,000,000	2,500,000,000
Other Liabilities	12	10,872,690,690	9,238,632,656
Total Liabilities		196,163,882,114	155,389,377,281
Capital/Shareholders' equity			
Paid-up Capital	13.1	4,114,387,200	4,114,387,200
Right Share Money Deposit	13(a)	1,564,966,255	-
Statutory Reserve	14	1,609,267,996	1,310,398,870
Other Reserve	15	35,495,817	114,061,074
Assets Revaluation Reserve	15(a)	382,320,802	392,381,876
Retained Earnings	16	642,332,846	502,370,544
Total Shareholders' Equity		8,348,770,916	6,433,599,564
Total Liabilities and Shareholders' Equity		204,512,653,030	161,822,976,845



FIRST SECURITY ISLAMI BANK LIMITED
 BALANCE SHEET
 AS AT 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
OFF- BALANCE SHEET ITEMS			
Contingent Liabilities			
Acceptances and Endorsements		11,433,615,498	2,378,051,173
Letters of Guarantee	17	6,381,276,624	4,547,711,472
Irrevocable Letters of Credit	18	4,910,289,756	3,740,407,481
Bills for Collection	19	939,777,561	1,199,385,180
Other Contingent Liabilities		-	-
Total		23,664,959,439	11,865,555,306
Other Commitments			
Documentary credits and 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		-	-
Total Off -Balance Sheet Items Including Contingent Liabilities		23,664,959,439	11,865,555,306

The annexed notes form an integral part of these financial statements


 Managing Director

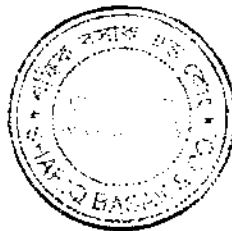

 Director


 Director


 Chairman

Signed as per annexed report of even date

Dhaka, 11 March 2015




 SHAFIQ BASAK & CO.
 Chartered Accountants

শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

FIRST SECURITY ISLAMI BANK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
Investments Income	20	21,515,247,422	18,277,686,531
Profit Paid on Deposits	21	(17,271,850,762)	(14,597,553,390)
Net Investment Income		4,243,396,660	3,680,133,141
Income from Investment in shares and securities	22	291,550,797	235,670,968
Commission, Exchange and Brokerage	23	388,311,360	326,776,987
Other Operating Income	24	195,684,111	167,015,629
		875,546,268	729,463,584
Total Operating Income		5,118,942,928	4,409,596,725
Less: Operating Expenses			
Salary and Allowances	25	1,370,037,315	1,157,667,785
Rent, Taxes, Insurances, Electricity etc.	26	366,220,826	310,297,985
Legal Expenses	27	3,316,622	2,482,175
Postage, Stamps, Telecommunication etc.	28	66,397,233	59,354,244
Stationery, Printings, Advertisements etc.	29	155,443,194	111,346,873
Managing Director's Salary and Fees	30	15,458,207	15,350,304
Directors' Fees & Expenses	31	2,625,200	1,753,954
Shariah Supervisory Committee's Fees & Expenses	32	66,250	115,000
Auditor's Fees		730,250	730,250
Depreciation & Repair of Bank's Assets	34	314,499,058	250,409,783
Zakat Expenses		36,491,491	28,085,234
Other Expenses	35	574,835,224	446,283,356
Total Operating Expenses		2,906,120,870	2,383,876,943
Profit before Provision and Tax		2,212,822,058	2,025,719,782
Provisions for Investments including off-B/S items	12.2	646,800,000	435,100,000
Provisions for diminution in value of Investment in Shares		71,676,430	61,500,000
Total Provisions		718,476,430	496,600,000
Total Profit before Taxes		1,494,345,628	1,529,119,782
Provision for Taxation		(845,050,000)	(760,000,000)
Deferral Tax Income	2.22.3	-	-
		(845,050,000)	(760,000,000)
Net Profit after tax for the period		649,295,628	769,119,782
Retained Earnings Brought Forward from Previous Year		502,370,544	433,109,918
		1,151,666,172	1,202,229,700
Appropriations:			
Statutory Reserve		298,869,126	305,823,956
Other Reserve		10,000,000	20,000,000
Bonus Share Issued		-	374,035,200
Cash Dividend		200,464,200	-
		509,333,326	699,859,156
Retained Earnings Carried Forward		642,332,846	502,370,544

Earnings Per Share (EPS)

36

1.58

1.87

The annexed notes form an integral part of these financial statements


Managing Director


Director



Director


Chairman

Signed as per annexed report of even date

Dhaka, 11 March 2015





SHAFIQ BASAK & CO.
Chartered Accountants

শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

FIRST SECURITY ISLAMI BANK LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
A. Cash Flow from Operating Activities			
Investment Income receipt		21,744,562,543	18,279,825,795
Profit paid on Deposits		(16,826,623,374)	(13,592,616,259)
Dividend receipts		4,839,474	5,777,168
Fees & Commission receipt		388,311,360	326,776,987
Payment to employees		(1,385,495,522)	(1,180,014,710)
Payment to suppliers		(193,421,122)	(142,692,824)
Income tax paid		(720,265,380)	(561,102,413)
Receipts from other operating activities	37	195,684,111	167,015,629
Payment for other operating activities	38	(1,014,191,605)	(820,286,714)
Operating Profit before changes in Operating Assets & Liabilities		2,193,400,485	2,482,682,660
Increase / Decrease in Operating Assets & Liabilities			
Investments to Customers		(29,604,424,549)	(18,069,815,054)
Other Assets	39	(383,064,894)	(5,885,349,535)
Deposits received from Customers		39,209,598,821	27,993,074,157
Other Liabilities	40	348,756,201	1,055,400,498
		9,570,865,580	5,093,310,066
Net Cash Inflow from Operating Activities		11,764,266,065	7,575,992,726
B. Cash Flow from Investing Activities			
Investment in Shares and Securities		(3,332,624,778)	(2,082,105,216)
Purchase of Property, Plant and Equipment		(902,574,587)	(690,783,060)
Sale of Property, Plant and Equipment		9,429,302	-
Net Cash Inflow from Investing Activities		(4,225,770,063)	(2,772,888,276)
C. Cash Flow from Financing Activities			
Receipts from issue of Right Shares		1,564,966,255	-
Receipt/(Payment) of Mudaraba Subordinated Bond		(118,000,000)	280,000,000
Increase/(Decrease) in Placement from Banks & FI		(3,732,410,272)	(468,786,125)
Dividend Paid in Cash		(200,464,200)	-
Net Cash Inflow/(Outflow) from Financing Activities		(2,485,908,217)	(188,786,125)
D. Net Increase/Decrease of Cash & Cash Equivalent (A+B+C)		5,052,587,785	4,614,318,325
Effect of Exchange Rate on Cash & Cash Equivalent		-	-
E. Opening Cash & Cash Equivalent		25,928,833,653	21,314,515,328
F. Closing Cash & Cash Equivalent (D+E)		30,981,421,438	25,928,833,653
The above closing Cash and Cash Equivalents include:			
Cash in hand (Including Foreign Currencies)		1,269,384,425	1,294,881,463
Balance with Bangladesh Bank, other banks, F.S & Placement		29,712,030,613	24,633,593,590
Prize Bond		6,400	358,600
		30,981,421,438	25,928,833,653

The annexed notes form an integral part of these financial statements


Managing Director
Dhaka, 11 March 2015


Director




Director


Chairman

FIRST SECURITY ISLAMI BANK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

Particulars	Paid-up Capital	Right Share Deposit	Statutory Reserve	Other Reserve	Assets Reval. Reserve	Retained Earnings	Total
	BDT	BDT	BDT	BDT	BDT	BDT	BDT
Balance as on 01 January 2014	4,114,387,200	-	1,310,398,870	114,061,074	392,381,876	502,370,544	6,433,599,564
Changes in Accounting Policy							
Restated Balance	4,114,387,200		1,310,398,870	114,061,074	392,381,876	502,370,544	6,433,599,564
Surplus/Deficit on account of Revaluation of Properties							
Surplus/Deficit on account of Revaluation of Investments							
Net Gains and Losses (not Recognized in the Income Statement)							
Net Profit for the period						649,295,628	649,295,628
Cash Dividends						(200,464,200)	(200,464,200)
Transfer to Statutory Reserve			298,869,126			(298,869,126)	
Transfer to Other Reserve				10,000,000		(10,000,000)	
Revaluation reserve to Other Reserve				10,061,074	(10,061,074)		
Issue of Bonus Share during the year							
Issue of Right Share during the year		1,564,966,255					1,564,966,255
Adjustment of other reserve				(98,626,331)			(98,626,331)
Total shareholders' equity as on 31 December 2014	4,114,387,200	1,564,966,255	1,609,267,996	35,495,817	382,320,802	642,332,846	8,348,770,916
Add: General Provision for unclassified Investments							1,720,295,103
Less: 50% of Assets Revaluation Reserves							191,160,401
Add: Subordinated Debt							2,382,000,000
Total eligible Capital as on 31 Dec. 2014							12,259,905,618


Managing Director
Dhaka, 11 March 2015


Director





Director


Chairman


শফিক বাসাক এন্ড কোম্পানী
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

FIRST SECURITY ISLAMI BANK LIMITED
LIQUIDITY STATEMENT (ASSETS AND LIABILITY MATURITY ANALYSIS)
AS AT 31 DECEMBER 2014

Particulars	Up to 01	01-03	03-12	01-05	More than	Total
	Month	Months	Months	Years	05 years	
	BDT	BDT	BDT	BDT	BDT	BDT
Assets						
Cash in Hand	4,632,784,425				11,657,467,490	16,290,251,915
Balance with other Banks & FIS and Placement	5,940,144,374	4,429,954,374	4,321,064,375			14,691,163,123
Investments in Shares and Securities	617,495,703	849,994,704	4,129,992,703	4,728,422,254	1,569,450	10,327,474,814
Investments	26,022,041,896	29,856,742,920	34,294,743,595	37,322,248,808	25,296,541,819	152,792,319,038
Fixed Assets including						
Premises, Furniture and Fixtures	23,889,859	47,779,718	215,008,731	1,032,041,909	1,783,765,302	3,102,485,519
Other Assets	2,524,910,141	2,955,020,282	810,491,269	1,018,536,929		7,308,958,621
Non-banking Assets						
Total Assets	39,761,266,398	38,139,491,998	43,771,300,673	44,101,249,900	38,739,344,061	204,512,653,030
Liabilities						
Placement from Banks & Other				397,378,570		397,378,570
Financial Institutions						
Deposits and other Accounts	36,862,104,571	36,467,401,554	39,587,802,670	38,286,692,550	31,307,811,509	182,511,812,854
Mudaraba Subordinated Bond	382,000,000		118,000,000	1,882,000,000		2,382,000,000
Other Liabilities		604,500,000	3,083,800,000	1,739,095,588	5,445,295,102	10,872,690,690
Total Liabilities	37,244,104,571	37,071,901,554	42,789,602,670	42,305,166,708	36,753,106,611	196,163,882,114
Net Liquidity Gap	2,517,161,827	1,067,590,444	981,698,003	1,796,083,192	1,986,237,450	8,348,770,916


Managing Director
Dhaka, 11 March 2015


Director


Director


Charman



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SHAFIQO BASAK & CO.
CHARTERED ACCOUNTANTS

Notes to the Financial Statements
For the year ended 31 December 2014

1. The Bank and its activities:

1.1 Status of the Bank

The Bank was incorporated as a Public Limited Company in Bangladesh on 29 August 1999 under Companies Act 1994 to carry on banking business. The Bank converted its banking operation into Islamic Banking based on Islamic Shari'ah from traditional banking operation on 01 January 2009 after obtaining approval from honorable High Court, Ministry of Finance and Bangladesh Bank. It obtained permission from Bangladesh Bank on 22 September 1999 to commence its business. The Bank is one of the interest-free Shari'ah based banks in the country and its modus-operandi are substantially different from other conventional banks. The Bank went for public issue on 20 July 2008 and its shares are listed with Dhaka Stock Exchange (DSE) Ltd. and Chittagong Stock Exchange (CSE) Ltd. Presently the Bank carries banking activities through its one hundred & thirty seven (137) branches in the country. The Bank had no overseas branches as at December 31, 2014.

The registered office of the Bank is located at 23, Dilkusha C/A, Dhaka-1000.

1.2 Principal Activities

1.2.1 Commercial banking services

All kinds of commercial banking services are provided by the Bank to the customers following the principles of Islamic Shari'ah, the provisions of the Bank Company Act 1991 and Bangladesh Bank's directives. 1

The bank renders commercial banking services to all types of customers. The range of services offered by the bank includes accepting deposit, making investment, purchasing bills, conducting domestic and international money transfer, carrying out foreign exchange transactions in addition to international money transfers, and offering other customer services such as safe keeping, collections and issuing guarantees, acceptances and letters of credit. Core business of the bank includes deposit mobilization and investing activities comprising short-term, long-term, import and export financing. Investment activities are extended to different sectors of the economy that could be grouped into several sectors including Rural & agriculture, Garments & Textiles, Jute, Cement & Bricks, Tannery, Steel & Engineering, Food & Beverage, Chemical & Pharmaceuticals, Printing & Packaging, Glass & Ceramics and Miscellaneous.

At a glance, the principal activities of the bank are:

- (a) To facilitate and handle all kinds of commercial banking services to its customers authorized by Bangladesh Bank.
- (b) To handle the export and import trade of Bangladesh
- (c) To take part in international banking etc.

1.3 Mobile financial services-“ First Pay Sure Cash”

FSIBL has launched mobile banking services from 2012 under the name of “First Pay Sure Cash”. First Security Islami Bank offers different services through the Mobile banking services that include free and quick opening of customer account, deposit and withdrawal of cash money, fund transfer from one account to another, receiving remittance from abroad, knowing account balance and mini-statement, giving and receiving salary, mobile recharge and payment of utility bill, merchant bill payment etc.



1.4 First Security Islami Capital & Investment Limited

First Security Islami Capital & Investment Limited, a private company limited by shares has been formed and registered under the Companies Act, 1994 with the Registrar of Joint Stock Companies, Dhaka vide certificate of incorporation no. C-88567/10 dated 02 December 2010. The Securities and Exchange Commission vide its certificate No. MB-65/2011 dated 27 March 2011 has accorded approval to the bank for a full fledged Merchant Banking operation under the Securities and Exchange Commission Act, 1993. First Security Islami Bank Ltd. holds 51% shares and 49% shares are held by other individuals. The company's reporting period is January to December.

1.5 First Security Islami Exchange Limited, Canada

First Security Islami Exchange Ltd. Canada was incorporated under the Canada Business Corporation Act with the corporation number 720625-9 on July 13, 2009, and as per approval of Bangladesh Bank vide their Letter No. BRPD (M) 204/17/2009-95, September 08 2009 for opening an owned subsidiary company in the name of First Security Islami Exchange Ltd., Canada. The main activities of the exchange house are to carry on the remittance business and to undertake and participate in transactions activities and operations commonly carried on or undertaken by remittance and exchange houses. However due to incurring continuous loss the Board of Directors of the bank has decided to close the business. In this respect the operation of the exchange house has been closed on 31/03/2014.

1.6 First Security Islami Exchange Italy S.R.L

First Security Islami Exchange Italy S.R.I. has been formed as per approval of Bangladesh Bank vide their Letter No. BRPD (M) 204/17/2009-95 dated 08 September 2009 for opening an owned subsidiary company. The main activities of the exchange house are to carry on the remittance business and to undertake and participate in transactions activities and operations commonly carried on or undertaken by remittance and exchange houses.

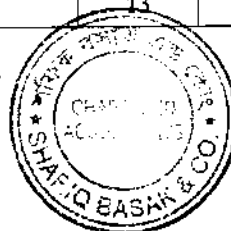
1.7 Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting standards (BFRS):

In compliance with	BAS No.	Status
Presentation of Financial Statements	1	Applied
Inventories	2	N/A
Statement of Cash Flows	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events After the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	N/A



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SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Consolidated and Separate Financial Statements	27	Applied
Investments in Associates	28	N/A
Interests In Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied to the context of compliance with BRPD circular no. 15, Dated: 09.11.2009, DOS Circular No. 5, Dated: 28.01.2009.
Earnings Per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied to the context of compliance with BRPD Circular No.5, Dated: 05.06.2006 and BRPD circular no.14 Dated: 14.09.2012.
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	Applied to the context of compliance with BRPD Circular No.15, Dated: 09.11.2009, DOS circular no. 5, Dated: 26.05.2008 and DOS Circular No.5, Dated: 28.01.2009.
Investment Property	40	N/A
Agriculture	41	N/A
In compliance with	BFRS No.	Status
First-time Adoption of International Financial Reporting Standards	1	N/A
Share-based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Assets	6	N/A
Financial Instruments: Disclosures	7	Applied to the context of compliance with core risk management guideline of Bangladesh Bank.
Operating Segments	8	Applied
Consolidated Financial Statements	10	Applied
Joint Arrangements	11	N/A
Disclosure of Interests in other Entities	12	Applied
Fair Value Measurement	13	Applied



2. Basis for Preparation of Financial Statements

2.1 Basis of Presentation of Financial Statements and Significant Accounting Policies

The Financial Statements, namely, Balance Sheet, Profit and Loss Account, Cash Flow Statements, Statements of changes in Equity, Statement of Liquidity Analysis and relevant notes to the financial statements and disclosures thereto, of the Bank are prepared under historical cost convention on a going concern basis.

2.2 Statements of Compliance

The financial statements of the Bank are made up to December 31, 2014 and are prepared under the historical cost convention on a going concern basis and in accordance with the " First Schedule Section 38(4) of the Bank Companies Act, 1991 and Amendment 2013, BRPD Circular # 14 dated 25 June 2003, BRPD Circular # 15 dated 09 November 2009, Other Bangladesh bank Circulars, Bangladesh Accounting Standards and Bangladesh Financial Reporting Standards, The Companies Act 1994, The Security and Exchange Rules 1987, Dhaka & Chittagong Stock Exchanges listing regulations, Income Tax Ordinance 1984 and other laws and rules applicable in Bangladesh.

2.3 Investments

a) Investments are stated in the balance Sheet at the net amount excluding unearned income.

b) Investments and Provisions

As per BAS-39 impairment assessment should be done by considering whether any objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

However, provision for classified and unclassified investment is made on the basis of year and review by the management and of instructions contained in Bangladesh Bank BCD Circular No.34 dated 16 November 1989, BCD Circular No.20 dated 27 December 1994, BCD Circular No. 12 dated 04 September 1995, BRPD Circular No. 16 dated 06 December 1998, BRPD Circular No.09 dated 14 May 2001, BRPD Circular Letter No.10 dated 18 September 2007, BRPD Circular No.05 dated 29 April 2008, BRPD Circular Letter No.32 dated 10 October 2010, BRPD Circular No.14 dated 23 September 2012, BRPD Circular No.19 dated 27 December 2012, BRPD Circular No.05 dated 29 May 2013 and BRPD Circular No.16 dated 18 November 2014 at the following rates:

Particulars	Rate
<i>General Provision on:</i>	
Contingent Liability/ Non Funded Business	1%
Unclassified Investment (All others Investment)	1%
Investment for small and medium Enterprise	0.25%
Investment for Professionals	2%
Investment for House Financing	2%
Investment for Consumer Financing	5%
Investment for Short term Agri/Micro Investment	2.5%
Special Mention Account	(Same as standard)



Specific Provision on:

Substandard Investment	20%
Doubtful Investment	50%
Bad/ Loss Investment	100%

As per BRPD Circular No: 14 dated 23 September 2012, BRPD Circular No: 19 dated 27 December 2012, and BRPD Circular No: 05 dated 29 May 2013 a general provision at 0.25% to 5% under different categories of unclassified investments (good/standard investments) has to be maintained regardless of objective evidence of impairment.

As per same circulars mentioned above we are to maintain provision @ 20%, 50% and 100% for investments classified as sub-standard, doubtful and bad & loss category respectively depending on the duration of overdue.

As per BRPD Circular No. 10 dated 18 September 2007 and BRPD Circular No: 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet risk exposures.

c) When an investment is deemed to be uncollectible, it is written off against the related provision for impairments. Subsequent recoveries of such investments are credited to the income statement.

d) Investment are normally written off, when there is no chance of recovery of these amounts in accordance with BRPD Circular no. 2, Dated 13 January 2003, BRPD Circular no. 15, Dated 23 September 2012 and BRPD circular no. 13 dated November 07, 2013 respectively. A separate Investment Monitoring and Recovery Division (IMRD) have been set up at the Head Office, which monitors investment written off and legal action through the Money Court. The process of write-offs does not undermine or affect the amount claimed against the borrower by the bank.

2.4 Investment in Shares and Securities

a) The bank investment in different securities has been valued on 31.12.2014 as under:

Quoted Shares	At cost
Unquoted Shares	At cost
Bangladesh Govt. Islamic Bond	At cost
CIDBL Share	At cost

All investments in securities are initially recognized at cost, including acquisition charges associated with the investment.

As per BRPD Circular No. 15 dated 09 November 2009, investment in quoted shares and quoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment. As such the company measures and recognizes investment in are higher than the cost. However as per requirements of Bangladesh Accounting Standard (BAS)-39, investment in shares falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value at the year-end is taken to profit and loss account or revaluation reserve respectively. FSIBL recognizes its investment in shares and securities as per BAS-39 and accounted for the required provision for diminution in value of shares and securities in the profit and loss account as per BRPD circular no. 04, November 24, 2011 issued by Bangladesh Bank.



b) Revaluation gains/losses on Government Securities

FSIBL is a Bank running on Islamic Shariah Principal. Hence, we do not participate in buying interest bearing Government securities.

2.5 Recognition of Profit Suspense

Profit/Rent/Compensation Suspense Account

Profit/rent/compensation accrued on classified investments are suspended and accounted for as per BRPD Circular no. 15, November 09 2009 issued by the Bangladesh Bank. Moreover, income that are irregular (doubtful) as per Sharia'h are not included in the distributable income of the Bank.

Income on unclassified overdue investment of Bai-Murabaha and Bai-Muazzal is charged under compensation account instead of showing as income of the Bank.

Interest received from the balances held with foreign banks and foreign currency charging accounts with Bangladesh Bank are also not credited to income as per Islamic Sharia'h.

2.6 Other Comprehensive Income

As per BAS-1 'Presentation of Financial Statements' other comprehensive income (OCI) or components of OCI, as a part of financial statements are to be included in a single Other Comprehensive Income statement. However, as per BRPD Circular No. 15, November 09 2009, there is no statement of OCI and we follow the template for reporting as per the circular. If there is any component of OCI, it is shown in statement of changes in equity.

2.7 Financial Instruments-Presentation and Disclosure

Financial instruments-presentation and disclosures are made in several cases as per guidelines and instructions of Bangladesh Bank in particular and respective cases. Requirements of BAS-32 and BFRS-7 cannot be followed due to the presentation and disclosure obligations of Bangladesh Bank.

2.8 Financial Guarantees and Commitments

Financial guarantees such as letter of credit, letter of guarantee etc. are treated as off-balance sheet items as per relevant Bangladesh Bank Circular, BRPD no.15, November 09 2009 whereas as per BAS 39, these should be treated as 'Other Liability'. No liability is recognized for the guarantee except the cash margin. We account for the financial guarantees as per BRPD Circular no.15, November 09 2009 and liability for financial guarantees are not recognized initially at their fair value and the fair value amortization of the same liability is not done either as per BAS 39. So that the financial guarantees are not also carried at the higher of this amortized amount and the present value of any expected payment when a payment under the guarantee has become probable.

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in Taka terms at the rates of exchange ruling on the balance sheet date. The outstanding balances for the same as at 31 December 2014 have been shown in the Balance Sheet under Off-Balance Sheet items.

Exchange rates with major foreign currencies as on 31 December 2014 were as:



Currency Name	Rate (Taka)
US \$	77.9450
EURO	94.6018
YEN	0.6470
ACU	77.9450
GBP	120.9473
CHF	78.6449
SGD	58.8087
AUD	63.3147
CAD	66.9171

2.9 Cash and cash equivalent

As per BRPD circular no 15, November 09 2009, cash and cash equivalents include notes and coins in hand, balances lying with ATM, unrestricted balances held with Bangladesh Bank and its agent Bank, balance with other Banks and Financial Institutions.

For the purpose of the cash flow statement of Banks and Similar Financial Institutions, cash and cash equivalents comprise balances with less than 90 days maturity from the date of acquisition including: cash and balances with central banks and other eligible bills, amounts due from other banks and dealing securities other than those which are not available to finance the FSIBL day to day operations. However, presentation and reconciliation is done in line with BRPD circular 15 and BAS 7

2.10 Non-banking Asset

In accordance with BRPD circular no. 15, non-banking asset should be presented in the face of Balance sheet if there is any. But, no BFRS indicates for accounting of non-banking assets. However, there is no non-banking asset of FSIBL.

2.11 Balance with Bangladesh Bank (Cash Reserve Requirement, CRR)

BAS 7 requires balance with Bangladesh Bank to be treated as other assets. However, as per BRPD circular no 15, FSIBL treats balance with Bangladesh Bank as cash and cash equivalent though the amount is restricted for CRR purpose and cannot be used in our day to day operational requirement.

2.12 Presentation of Intangible Asset

As per BAS 38, intangible assets are accounted for and amortized. Related necessary disclosures for the intangible asset; i.e. computer software is given in note 7.

2.13 Off-balance sheet items

Contingent Liabilities

Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank; or any present obligation that arises from past events but is not recognized because:

- It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- The amount of the obligation cannot be measured with sufficient reliability.

As per BAS-37, Contingent liabilities are not recognized but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated. Contingent assets are not recognized in the financial statements as this may results in the recognition of income which may never be realized. However, the amount of cash margin is

recognized as liability. As per BRPD circular no. 15, contingent liabilities are disclosed as off balance sheet items.

2.14 Basis of Consolidation

The consolidated Financial Statements include the financial statements of First Security Islami Bank Limited and its subsidiary company First Security Islami Capital & Investment Limited made up to the end of the December 31, 2014. The consolidated financial statements have been prepared in accordance with Bangladesh Accounting Standards 27-“Consolidated & Separate Financial Statements”. The Consolidated Financial Statements are prepared for the common financial year ended 31 December 2014.

All intra-group transactions, balances, income and expenses are eliminated at the time of consolidation. Profit and loss resulting from transactions is also eliminated from consolidated financial statements.

2.15 Use of estimates and Judgments

In the preparation of the financial statements management is required to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.16 Accruals & Deferrals

Accruals and deferrals have been made as per the guidance of IAS # 1: Presentation of Financial Statements. In order to meet their objectives, financial statements except for Statement of Cash Flow and related information are prepared on accrual basis of accounting. Under this basis, the effects of transactions and other events are recognized when they occur (and not when cash or its equivalent is received or paid) and they are recorded in accounts and reported in the financial statements of the periods to which they relate.

2.17 Revenue Recognition

The revenues during the period are recognized on an accrual basis, which comply with the conditions of revenue recognition as provided in BAS # 18: Revenue.

2.17.1 Income from Investments

Profit on investments and deposits are recognized against the investment of fund under Mudaraba, Musharaka, Murabaha, Bai-Muazzal and Hire Purchase etc. in line with related approved policy of the Bank. Profit on investment ceases to be taken into income when such investment accounts are classified. It is then kept in compensation/rent suspense account and the same is accounted for on cash basis as and when recovered or de-classified as per related BRPD circular. Fees and commission income are recognized when it is earned.

2.17.2 Income from Investments in Securities

- Dividend income on shares is accounted for on actual basis when it is received.
- Gain on sale of shares and securities are recognized as income on actual basis except Bangladesh Govt. Mudaraba Bond.
- Profit on investment of Bangladesh Govt. Mudaraba Bond is recognized on accrual basis.

2.17.3 Commission Income

Commission and discount on Bills Purchased and Negotiated are recognized at the time of realization. Commission charged to customers on letter of credit and guarantees are credited to income at the time of effecting the transactions.

2.17.4 Profit paid and other expenses

In terms of the provision of BAS # 1: Presentation of Financial Statements, Profit paid on deposits and other expenses are recognized on accrual basis.

2.17.5 Dividend Payments

Interim dividend is recognized when they are paid to shareholders. Final dividend is recognized when it is approved by the shareholders. The proposed dividend for the year ended December 31 2014 has not been recognized as a liability in the balance sheet in accordance with the BAS-10: Events After the Balance Sheet Date.

Dividend payable to the Bank's shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive payment is established.

2.18 Foreign Currency Transactions

2.18.1 Foreign Currency

Items included in the financial statements of each entity of the bank are measured using the currency of the primary economic environment in which entity operates i.e. functional currency. The financial statements of the bank are presented in Taka which is bank's functional and presentation currency.

2.18.2 Foreign Currency Translations

Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rates on the respective dates of such transactions as per BAS-21. Assets and liabilities in foreign currencies as at 31 December 2014 have been converted into Taka currency at the average of the prevailing buying and selling rates of the concerned foreign currencies at that date except "balances with other banks and financial institutions" which have been converted as per directives of Bangladesh Bank vide its circular no BRPD(R) 717/2004-959 dated 21 November 2004.

2.18.3 Translation gains and losses

As per provision of BAS-21: The Effects of Changes in Foreign Exchange Rates, foreign currency transactions are translated into Taka at rates prevailing (contracting) on the dates of such transactions. The resulting exchange transaction gains and losses arising through foreign currency buying and selling transactions effected on different dates of the year have been adjusted by debiting /crediting exchange gain or loss account.

2.19 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.



2.20 Property, Plant and Equipment

All property and equipment are classified and grouped on the basis of their nature as required in as per provision of BAS-16: Property, Plant and Equipment. The major categories of property and equipment held by the bank are furniture and fixtures, office equipments, motor vehicles and books.

As guided in paragraph 30 of BAS-16 Property Plant and Equipment: all property and equipment are stated at historical cost less accumulated depreciation. The opening and closing carrying amounts of all property and equipment are presented including the amount of additions, disposals and depreciation charged during the period as required by paragraph 73 (a-e) of BAS-16. Maintenance expenses that does not increase the value of assets is charged to profit & loss account.

2.20.1 Depreciation on Property, Plant and Equipment

As required in paragraph 43 of IAS 16 Property Plant and Equipment depreciation has been charged on property and office equipment at the following rates using reducing balance method, except on motor vehicles and building on which straight-line method is applied.

Nature of Assets	Rate of Depreciation	Method of Depreciation
Building	2.5%	Straight Line Method
Furniture and Fixtures	10%	Reducing Balance Method
Office Equipments	20%	Reducing Balance Method
Vehicles	20%	Straight Line Method
Books	20%	Reducing Balance Method

Depreciation on addition to fixed assets is charged when the asset is available for use and the charge of depreciation is ceased after the asset is sold out/disposed off/fully depreciated.

2.20.2 Revaluation

Land and building are revalued as per Bangladesh Accounting Standard (BAS)-16, 'Property, Plant and Equipment' as well as Bangladesh Bank BCD Circular Letter No. 12 & 18, April 20 1993 & 15 June 1993, respectively and BRPD Circular No. 10 and 09, November 25 2002 and 31 December 2008.

The Bank revalued its land & building during the year 2012. Reserve is created by the sum of revaluation surplus and depreciation is charged on the revalued assets except land as per the respective rate of depreciation.

2.21 Capital/Shareholders' Equity

2.21.1 Authorized capital

Authorized capital is the maximum amount of share capital that the Bank is authorized by its Memorandum and Articles of Association.



2.21.2 Paid up Capital

Paid up capital represents total amount of shareholder capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the Bank, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation. Details are shown in Note-13.1.

2.21.3 Statutory Reserve

Statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of the Bank Companies Act, 1991 (as amended up to 2013) until such reserve equal to its paid up capital together with the share premium.

2.22 Liabilities and Provision

2.22.1 Taxation

Tax expenses represent the sum of the tax which are payable during the current period.

2.22.2 Current Tax

Provision for corporate current income tax has been made @ 42.50% for business income and other applicable rate for other operating income as prescribed in the Finance Act 2014 of the accounting profit made by the Bank after considering some of the add backs to income and disallowances of expenditure as per income tax laws in compliance with BAS-12: Income Taxes.

2.22.3 Deferred Tax

As per BAS-12 Deferred tax asset are the amounts of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax liabilities are the amounts of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax is provided using the liability method for all temporary difference arising between the tax base of assets and liabilities and their carrying value for financial reporting purposes. The tax rate (42.50%) prevailing at the balance sheet date is used to determine deferred tax. Deferred tax asset is recognized to the extents which are expected to recover in future.

2.22.4 Retirement Benefits of Employees

Required in BAS-19: Employee Benefit, provident fund and gratuity benefits are given to eligible staff of the bank in accordance with the locally registered rules and the entity shall disclose the amount recognized as an expense for defined contribution plan.

2.22.5 Provident Fund

Provident fund benefits are given to staffs of FSIBL in accordance with the locally registered Provident Fund Rules. The employees' provident fund is administered by a Board of Trustees and is funded by contributions of both employees and the Bank at predetermined rate @ 10% of basic salary in equal portion. These contributions are invested separately from the assets of FSIBL and the profit on such contributions credited to the members' account. The Fund recognized by the National Board of Revenue.



2.22.6 Gratuity

The Company operates an unfunded gratuity scheme for its permanent employees, under which an employee is entitled to get the benefits if his length of service is eight (08) years in accordance with prevailing service rule as on December 31, 2014.

2.22.7 Social Security Benevolent Fund

The Bank operates a social security benevolent fund by all employees' contribution for the sake of death and disability of employees.

2.23 Deposits and Other Accounts

Deposit includes Al-wadiah Current (non-profit bearing) Deposits, Mudaraba Saving Deposits, Mudaraba Term Deposits etc. They are brought to account at the gross value of the outstanding balance. Profit paid is charged to the Income Statement.

2.24 Sharing of Investment Income

In case of investments, Mudaraba fund gets preference over cost free fund. The investment income earned through deployment of Mudaraba fund is shared by the bank and the Mudaraba depositors at the pre-determined ratio fixed by the bank.

2.25 Zakat

Zakat is paid by the bank at the rate of 2.58% (instead of 2.50% as the bank maintains its account following Gregorian year) on the closing balances of statutory reserve, general reserve and exchange equalization account. Payment of zakat on paid up capital and deposits is the responsibility of the shareholders and depositors respectively.

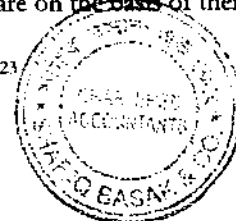
2.26 Statement of Cash Flow

Cash flow statement is to be prepared as it provides information about cash flows of the enterprise which is useful in providing users of financial statements with a basis to assess the ability of the enterprise to generate cash and cash equivalents and the needs of the enterprise to utilize those cash flows. Cash flow statement has been prepared under a adopted method of direct and indirect for the period, classified by operating, investing and financing activities in accordance with the BRPD Circular No. 15, dated 09 November 2009 issued by Bangladesh Bank as well as requirements of Bangladesh Accounting Standard (BAS)-7.

2.27 Liquidity Statement

The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per the following basis.

- Balance with other Banks and financial institutions, money at call and short notice, etc. are on the basis of their residual maturity term;
- Investments are on the basis of their respective residual maturity;
- General Investments are on the basis of their repayment schedule.
- Fixed assets are on the basis of their useful lives;
- Other assets are on the basis of their realization / amortization;
- Borrowing from other Banks, financial institutions and agents, etc. are as per their residual maturity / repayment term;
- Deposits and other accounts are on the basis of their residual maturity term and past trend of withdrawal by the depositors;
- Provisions and other liabilities are on the basis of their payment / adjustments schedule.



2.28 Statement of Changes in Equity

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth.

2.29 Comparative Information

As guided in paragraph 36 and 38 of BAS-1 Presentation of Financial Statements, comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where, it is relevant for understanding of the current period's financial statements.

2.30 Earnings Per Share (EPS)

2.30.1 Basic Earnings per Share

Earnings per share have been calculated in accordance with IAS-33 "Earning Per Share" (EPS) which has been shown on the face of profit and loss account. This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the period.

2.30.2 Diluted Earnings per Share

No diluted earnings per share is required to calculate for the period as there was no scope for dilution during the period under review.

2.31 Functional and presentation currency

The financial statements are presented in Bangladesh Taka (BDT). All values are rounded to the nearest Taka.

2.32 Risk Management

In the ordinary course of business, the bank is exposed to a variety of risks the most important of which are investments risk, liquidity risk, market risk, operational risk, legal risk, and profit rate risk. These risks should be identified, measured and monitored through various control mechanisms across the bank in order to price its products and services on a risk-adjusted basis and to prevent undesirable concentrations. The policies and procedures for managing these risks are outlined in the notes below. The Bank has designed and implemented a framework of controls to identify, monitor and manage these risks, which are as follows:

2.32.1 Investments Risk

Investments risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Concentration of investments risk arises when a number of counter parties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. To manage investments risk, the bank applies investment limits to its customers and obtains adequate collaterals. Investments risk in the First Security Islami Bank's portfolio is monitored, reviewed and analyzed by the Investments Risk Management (IRM).

First Security Islami Bank Ltd. established Asset-Liability Management Committee (ALCO) to screen out the banks/financial institutions and determine the maximum risk exposure on each of them. ALCO also assesses recommends and controls cross border/country risk. To manage the Non-Performing Investments (NPI), First Security Islami Bank Ltd. has in place comprehensive remedial management policy, which includes a framework of controls to identify weak investments and monitoring of these accounts.



2.32.2 Foreign Exchange Risk

Since Foreign Exchange Risk involves purchase and sale of any national currency against other national currency, thus Foreign Exchange Risk is the chance of loss due to unexpected movement of market price of the currencies of different countries or the price of the assets denominated by foreign currencies. The Foreign Exchange Risk of the bank is minimal as all the transactions are carried out on behalf of the customers against underlying Foreign Exchange transactions.

Treasury Division independently conducts the transactions and the Back Office of treasury is responsible for verification of the deals and passing of their entries in the books of account. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by Bangladesh Bank at the month end. All Nostro accounts are reconciled on daily basis and outstanding entries beyond 30 days are reviewed by the Management for their settlement.

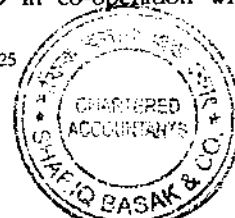
2.32.3 Asset Liability Management

Asset Liability Management is the key success of any financial intermediary especially for Banks. Asset Liability Committee (ALCO) of the Bank monitors Balance Sheet Risk and liquidity risks of the bank. The Balance Sheet Risk encompasses most part of the Asset Liability risk and deal with change in earnings due to change in rate of profit, foreign exchange rates which are not of trading nature on the other hand, liquidity risk can be defined as the risk or chance of failure to meet up any withdrawal /disbursement request by a counterparty/customer. Asset Liability Committee (ALCO) reviews Liquidity requirement of the bank, the maturity of assets and liabilities, deposits and investments pricing strategy and the Liquidity contingency plan. The primary objective of the Asset Liability Committee (ALCO) is to monitor and avert significant volatility in Net Investments Income (NII), investment value and exchange earnings for the purpose of taking future action plan for better interest of the organization.

2.32.4 Prevention of Money Laundering

Money Laundering is the criminal practice of filtering ill-gotten gains or dirty money through a series of transaction so as to give the money a clean look that it appears to have originated from legal activities. It is a process of filtering money obtained through predicate offence such as corruption, fraud, drug trafficking, terrorist financing etc. through the financial system. Money Laundering and Terrorist Financing now a days are the two challenges that the Governments, Banks and Financial Institutions face in the globalized financial system. Both Money Laundering and Terrorist Financing have a worst impact on country's overall financial sector.

First Security Islami Bank Limited identified the "Money Laundering and Terrorist Financing" as one of its core risk areas and has been making all out efforts to prevent money laundering and terrorist financing. For mitigating the risk, the bank has a designated Chief Anti-Money Laundering Compliance Officer (CAMLCO) at Central Compliance Unit (CCU) who supervises the Anti-Money Laundering Division (AML/D), Head Office and has sufficient authority to implement and enforce AML policy, procedures & measures as well as reports directly to the Senior Management and the Board of Directors. Moreover, every branch of our bank has a designated Branch Anti-Money Laundering Compliance Officer (BAMLCO) who independently reviews the transaction of accounts by prudent banking experience with verification of Know Your Customer (KYC), Transaction Profile (TP) and evaluates reasons of Suspicious Transactions. They are also updating accounts and sending Cash Transaction Report (CTR) to the Anti Money Laundering Division, Head Office on monthly basis as per requirements of recently implemented goAML Software and traditional FIU Reporting System Software provided by Bangladesh Bank. AML/D finally submits the same through goAML and FIU to Bangladesh Financial Intelligence Unit (BFIU) of Bangladesh Bank after proper scrutiny, data modification and error correction. Bank's AML/D in co-operation with Training Institute also arranges



Training/Workshop for developing awareness and skill regarding AML & CFT activities of Executives and Officers of the bank and conducts inspection regarding AML& CFT activities of all branches. Bank has its own Policy Manual for Prevention of Money Laundering and Combating Financing of Terrorism, Customer Acceptance Policy and AML Guide book as per requirement of Guidance Notes on Prevention of Money Laundering of Bangladesh Bank approved by Board of Directors of the bank. The bank through its AMLD issues circulars time to time giving specific guidelines in accordance with Bangladesh Bank guidelines, regulations, Anti-Money Laundering Act, 2012, Anti Terrorism Act, 2009 & Anti Terrorism(Amendment)Act,2013 etc. All the guidelines and circulars issued by Bangladesh Bank from time to time are being strictly complied by CCU as well as AMLD and branches of the Bank.

2.32.5 Internal Control and Compliance

Internal Control & Compliance is considered as an eye of an organization. It is a mirror of operations and keeps record of the same. The primary objectives of internal control system are to help the bank to perform in a better height through the use of its resources & under the guidance of Internal Control system; bank identifies its weakness and takes appropriate measures to overcome the same. The main objectives of Internal Control are to ascertain the efficiency and effectiveness of activities, reliability, completeness and timeliness of financial and management information, compliance with applicable laws and regulations.

Operational loss arises for the cause of errors and fraud due to lack of internal control and compliance. Internal Control & Compliance Division undertakes periodical and special audit & inspection of its branches and departments/divisions of Head Office for reviewing its operation and compliance of the statutory requirement. The Audit Committee of the Board of Directors plays a vital role in providing a bridge between the Board and Management. The committee reviews the Financial Reporting process, Audit process and the Bank's process for compliance with laws, regulations and code of conduct.

2.32.6 Guideline on Information & Communication Technology:

Banks are increasingly using sophisticated digital technology for banking activities with a view to achieve more customer satisfaction with less cost. In addition, it increases the efficiency of the banking and payment system, benefiting consumers and merchants leading to bringing additional risks. These risks must be balanced against benefits i.e. must be controlled. Under this advanced and highly technical ICT environment banks must ensure that critical systems are not threatened by the risk exposures the banks take. For this purpose, a risk management process consisting of assessing risks, controlling risk exposure, and monitoring risks should be in place.

Information assets are critical to the services provided by the Bank to its customers. Protection and maintenance of these assets are vital to its sustainability. In order to ensure protection of critical IT assets from unauthorized access, modification, disclosure and destruction the Bank has already taken initiatives, which safeguard the interest of customers.

In this context bank is implementing a core banking software (Bank Ultimus) ensuring adequate security. To protect sensitive information of core banking software and other software in the event of any disaster, the bank has implemented a disaster recovery site. The Bank has already developed its own ICT policies for various operation and services which are closely in line with the ICT guidelines of Bangladesh Bank.

The Bank has developed fault tolerance plan of human resources with detail job description for each IT personnel, segregation of duties of IT tasks and system support in respect of severity. Training is a key component of ICT Risk Management. The Bank has been continuously conducting training sessions on sensitive IT tasks (i.e. operational procedure, Business Continuity



Planning, Disaster Recovery Planning etc.) for relevant employees. The Bank management has been putting continuous efforts to improve IT Operation Management, Problem Management, Change Management, Asset Management and Request Management to maintain maximum uptime of automated banking business. The Bank has been maintaining adequate physical security inside its workplace to properly protect ICT resources. The Bank is strictly following the Information Security Standard of Bangladesh Bank covering Password Control, User ID Maintenance, Input Control, Network Security, Data Encryption, Virus Protection and Access Control to Internet and E-mailing. The bank is regularly conducting internal ICT audit to all its' branches and Head Office divisions to ensure proper implementation of the ICT policies.

2.33 Risk Based Capital (Basel-II)

To comply with the international best practice and to make the bank's capital more risk sensitive as well as to build the banking industry more shock absorbent and stable, Bangladesh Bank is aimed to implement Basel-II reporting from 2010. As per the directive of Bangladesh Bank, all schedule banks in Bangladesh are now required to report risk based capital adequacy for banks under Basel-II along with the existing capital adequacy rules and reporting under Basel-II during the parallel run i, c. 2009. All scheduled banks are also required to disclose capital adequacy in both quantitative terms. The first disclosure as per guidelines has been made as on the effective date viz. 31st March 2010.

2.34 Stress Testing

Stress testing is one of the sophisticated risk management techniques that have been used to determine the reactions of different financial institution under a set of exceptional, but plausible assumptions through a series of test. At institutional level, stress testing techniques provide a way to quantify the impact of change in a number of risk factors on the assets and liabilities portfolio of the institution. Presently stress testing is being done by considering five different risk factors namely interest rate, sale value of collateral, non-performing loans, stock price and foreign exchange rate.

FSIBL supplements their analysis of risk with stress testing. They perform stress tests because value-at-risk calculations are based on relatively recent historical data and only purport to estimate risk up to a defined confidence level. Therefore, they only reflect possible losses under relatively normal market conditions.

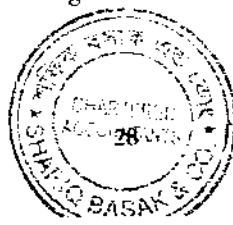
2.35 General

- Wherever considered necessary, previous year's figures have been rearranged for the purpose of comparison;



শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

	31.12.2014	31.12.2013
	BDT	BDT
3 CASH		
3.1 Cash in Hand		
In Local Currency	1,159,022,772	1,243,308,439
In Foreign Currencies	12,550,953	13,852,324
ATM Balance	97,810,700	37,720,700
	1,269,384,425	1,294,881,463
3.2 Balance with Bangladesh Bank and its agent Bank		
Balance with Bangladesh Bank (Note-3.2.1)	14,904,842,709	10,065,412,045
Balance with Sonali Bank Ltd. (Note-3.2.2)	116,024,781	189,088,462
	15,020,867,490	10,254,500,507
	16,290,251,915	11,549,381,970
3.2.1 Balance with Bangladesh Bank (Including Foreign Currencies)		
In Local Currency	14,727,870,221	10,003,556,984
In Foreign Currencies	176,972,488	61,855,061
	14,904,842,709	10,065,412,045
3.2.2 Balance with Sonali Bank Ltd. (as agent of Bangladesh Bank)		
In Local Currency	116,024,781	189,088,462
3.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)		
Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 25 & 33 of the Bank Companies Act. 1991 and subsequent BCD Circular No. 13 dated May 24, 1992; BRPD Circular No. 12 dated September 06, 1998, BRPD Circular No.12, dated September 20, 1999, BRPD Circular No. 22 dated November 06, 2003, BRPD Circular No. 03 dated 17 February, 2005 and BRPD Circular No. 11 & 12 dated 25 August 2005, Bangladesh Bank Letter # DOS (SR) 1153/120-A/2009-46 dated 22 March 2009, MPD circular # 01 dated 04 May 2010, MPD circular # 04 & 05 dated 01 December 2010, DOS Circular#1 dated 19/01/2014 and MPD Circular#1 dated 23/06/2014.		
3.4 Cash Reserve Ratio (CRR): 6.50% of Average Demand and Time Liabilities:		
Required Reserve	11,657,393,000	7,689,788,470
Actual Reserve maintained	14,704,295,000	10,133,200,000
Surplus/(Short)	3,046,902,000	2,443,411,530
3.5 Statutory Liquidity Ratio (SLR): 5.50% of Average Demand and Time Liabilities:		
Required Reserve	9,863,948,000	14,738,761,240
Actual Reserve held	14,259,346,000	17,519,987,000
Surplus/(Short)	4,395,398,000	2,781,225,760
3.6 Held for Statutory Liquidity Ratio		
Cash in hand	1,266,413,000	1,292,556,000
Balance with Bangladesh Bank and its agent Bank	3,162,927,000	10,297,072,000
Bangladesh Govt. Islamic Baond	9,830,006,000	5,930,359,000
	14,259,346,000	17,519,987,000

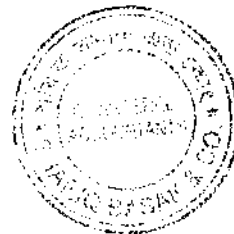


শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

	31.12.2014	31.12.2013
	BDT	BDT
3 (a) CASH		
3.1(a) Cash in Hand		
First Security Islami Bank Limited (Note-3.1)	1,269,384,425	1,294,881,463
First Security Islami Capital & Investment Limited	4,376	1,209
	1,269,388,801	1,294,882,672
3.2(b) Balance with Bangladesh Bank and its Agent Bank		
First Security Islami Bank Limited (Note-3.2)	15,020,867,490	10,254,500,507
First Security Islami Capital & Investment Limited	-	-
	15,020,867,490	10,254,500,507
	16,290,256,291	11,549,383,179
4 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS AND PLACEMENT		
4.1 Balance With Other Banks & Financial Institutions		
A. Inside Bangladesh		
Current Accounts		
Agrani Bank Limited	9,047,679	17,306,515
Brac Bank Ltd.	31,573,367	27,002,915
Trust Bank Ltd.	226,990	-
	40,848,036	44,309,430
Mudaraba Short Notice Deposits		
Southeast Bank Ltd. (Islamic Banking Branch)	32,895,323	11,485,181
Social Islami Bank Ltd.	6,093,010	5,801,089
Dhaka Bank Ltd. (Islamic Banking Branch)	310,607	292,647
AB Bank Ltd. (Islamic Banking Branch)	577,566	557,708
Islami Bank Bangladesh Ltd.	39,464,939	38,048,002
Pubali Bank Ltd. (Islamic Banking Branch)	4,050,517	1,973,827
	83,391,962	58,158,454
Balance Carried Forward(Inside)	124,239,998	102,467,884



				Amount in BDT	Amount in BDT	
				31.12.2014	31.12.2013	
A. Balance Brought Forward-Inside Bangladesh				124,239,998	102,467,884	
B. Outside Bangladesh						
Current Account						
	Currency	Amount	Rate			
1	Mashreq Bank, PSC, London	GBP	9,473.93	120.9473	1,145,846	7,931,672
2	National Australia Bank Ltd. Australia	AUD	39,007.00	63.3147	2,469,717	-
3	NIB Bank Ltd. Karachi, Pakistan	ACU\$	47,474.40	77.9450	3,700,392	1,462,322
4	Commerz Bank AG, Frankfurt, Germany	EURO	122,636.02	94.6018	11,601,588	33,211,655
5	Bank of Bhutan, Thimpo, Bhutan	ACU\$	2,368.10	77.9450	184,582	184,120
6	Sonali Bank, Kolkata, India	ACU\$	31,144.50	77.9450	2,427,558	1,161,927
7	Mashreq Bank, PSC, London.	EURO	11,358.45	94.6018	1,074,530	1,212,775
8	Union De Banques Arabes Et Feancauses, Tokyo, Japan	J.YEN	523,699.42	0.6470	338,834	903,208
9	AB Bank Ltd, Mumbai, India	ACU\$	51,780.61	77.9450	4,036,040	6,718,713
10	Standard Chartered Bank, Colombo	ACU\$	34,310.00	77.9450	2,674,293	3,511,190
11	ICICI bank Ltd, Hongkong	USD	113,998.57	77.9450	8,885,619	12,522,585
12	Mashreq Bank, PSC, Newyork	USD	5,298,420.94	77.9450	412,985,420	75,728,505
13	ICICI bank Ltd, Kolkata, India	ACU\$	70,284.11	77.9450	5,478,295	5,661,902
14	Mashreq Bank, PSC, London	USD	43,508.17	77.9450	3,391,244	226,589
15	Habib Bank, Zurich, Switzerland	CHF	68,458.07	78.6449	5,383,878	3,714,120
16	Habib Metropolitan Bank Limited, Karachi, Pakistan	ACU\$	40,221.70	77.9450	3,135,080	5,380,351
17	Habib American Bank, N,Y	USD	51,449.23	77.9450	4,010,210	13,093,567
				472,923,125	172,625,200	
Total (A+B)				597,163,123	275,093,084	



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	31.12.2014	31.12.2013
	BDT	BDT
4.1(a) BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS		
In Bangladesh:		
First Security Islami Bank Limited (Note-4.1)	124,239,998	102,467,884
First Security Islami Capital & Investment Limited	8,690,351	17,029,049
Inter-company Transaction	(8,629,464)	(17,029,049)
	124,300,885	102,467,884
Outside Bangladesh:		
First Security Islami Bank Limited (Note-4 (B))	472,923,125	172,625,200
First Security Islami Capital & Investment Limited	-	-
	472,923,125	172,625,200
	597,224,010	275,093,084
4.2 Placement with Banks & other Financial Institutions		
AB Bank Ltd. (Islamic Branch)	-	200,000,000
Premier Bank Ltd.(Islamic Branch)	400,000,000	850,000,000
Social Islami Bank Ltd.	-	1,000,000,000
EXIM Bank Ltd.	-	1,500,000,000
Jamuna Bank Ltd.(Islamic Branch)	-	400,000,000
Hajj Finance Co. Limited (Islamic Leasing)	-	50,000,000
Reliance Finance Limited	13,694,000,000	10,104,000,000
	14,094,000,000	14,104,000,000
Total Balance With Other Banks & Financial Institutions and Placement (Note 4.1+4.2)	14,691,163,123	14,379,093,084
4.3 Maturity-wise Grouping (Inside & Outside Bangladesh and Placement with Banks)		
Up to One Month	5,940,144,374	275,093,084
Up to Three Months	4,429,954,374	-
Three Months to One Year	4,321,064,375	14,104,000,000
One Year to Five Years	-	-
Above Five Years	-	-
	14,691,163,123	14,379,093,084
5 INVESTMENTS IN SHARES AND SECURITIES		
Government Securities		
Bangladesh Govt. Islamic Bonds	9,830,000,000	6,030,000,000
Prize Bonds	6,400	358,600
	9,830,006,400	6,030,358,600
Others		
Quoted/Unquoted Shares (Note - 5.1)	497,468,414	964,843,636
	10,327,474,814	6,995,202,236
5.1 Quoted/Unquoted Shares		
Name of Companies	Acquisition cost (Taka)	Acquisition cost (Taka)
Quoted:		
Fareast Islami Life Insurance Co. Ltd.	-	29,828,874
Islami Bank Bangladesh Ltd.	2,120	2,120
Social Islami Bank Ltd.	5,469,712	11,901,863
Export Import Bank (BD) Ltd.	-	62,672,997
Beximco Ltd.	598	80,321,076
Titas Gas Transmission & Distribution Co. Ltd.	-	14,789,375
ACI Limited	-	25,366,394



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	BDT	BDT
Dhaka Electric Supply Company Ltd.	-	76,591,397
Power Grid Company of BD Ltd	13,168,272	15,373,057
Al-Arafa Islami Bank Ltd.	822	55,191,894
BSRM Steel Ltd.	4,434	101,112,339
Islami Insurance Bangladesh Ltd.	-	12,410,680
Shahjalal Islami Bank Ltd.	3,144,216	63,370,509
Meghna Cement Ltd.	-	49,273,726
Navana CNG Ltd.	-	6,968,902
National Tubes Ltd.	28,073,680	287,601
Summit Alliance Port Ltd.	-	48,638,086
Square Pharmaceuticals Ltd.	-	1,953,172
Bangladesh Lamps Ltd.	-	7,885,401
Islamic Finance & Investment Ltd.	-	25,975,930
Khulna Power Company Ltd.	-	14,105
Maxsons Spinning Mills Ltd.	556,092	20,584,085
PPIP First Mutual Fund	-	20,000,000
Beximco Pharmaceuticals Ltd.	-	5,072,856
MJL Bangladesh Ltd.	8,163,642	2,916,507
Lafarge Surma Cement Ltd.	214,566,880	2,780,654
Aramit Cement Ltd.	-	10,958
Confidence Cement Ltd.	39,439,940	-
CVO Petrochemical Refinery Limited	4,764,093	101,622,188
Delta Brac Housing Finance Corp. Ltd	141,188	141,188
Gramcenphone Ltd.	3,589,283	-
Saiham Cotton Mills Ltd.	621,853	621,853
Salvo Chemical Industry Ltd.	6,681	6,681
Bangladesh Shipping Corporation	32,910,569	2,914,578
Bangladesh Submarine Cables Co. Ltd	-	19,021,198
Delta Spinners Ltd.	-	8,434
Fuwang Ceramics Industry Ltd.	-	445,776
GQ Ball Pen Industries Ltd.	-	1,698,562
The IBN SINA Pharmaceuticals Industry Ltd.	-	2,419,286
JMI Syringes Medical Devices Ltd.	3,124,547	5,055,542
Malek Spinning Mills Ltd.	-	1,746,006
Mithun Knitting and Dying Ltd.	-	189,980
Meghna Petroleum Ltd.	-	12,974,840
Orion Pharma Ltd.	61,445	27,777,115
Padma Oil Company Ltd.	38,015,323	14,960,604
Singer Bangladesh Ltd.	-	10,086,701
Unique Hotel & Resort Limited	-	14,032,382
Usmania Glass Sheet Factory Ltd.	4,790,275	187,686
Agricultural Marketing Company Ltd (PRAN)	6,932,941	3,132,184
Delta Life Insurance Ltd.	-	1,339,989
Eastern Housing Ltd	-	269,072
Rahima Food Corporation Ltd.	4,205,806	1,196,316
Tallu Spinning Mills Ltd.	6,203,455	131,467
Barkatullah Electro Dynamic Ltd.	1,206,336	-
FAR Chemicals Ltd.	28,514	-
Paramount Textile Ltd.	6,536,568	-
Shahazibazar Power Company Ltd.	54,717,871	-
Western Marine Ship Yard	2,241,742	-
Submarine Cables Co. Ltd.	13,210,066	-
Total	495,898,964	963,274,186
Unquoted:		
Central Depository Bangladesh Ltd.	1,569,450	1,569,450
	497,468,414	964,843,636
	524,695,040	655,646,605

5.2 Market Value of Quoted Shares



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	BDT	BDT
5.3 Maturity Grouping of Investments in Shares and Securities		
On Demand	529,425	358,600
Within One Month	616,966,278	1,313,274,186
One Month to three Months	849,994,704	120,000,000
Three Months to One Year	4,129,992,703	1,290,000,000
One Year to Five Years	4,728,422,254	4,270,000,000
More than Five Years	1,569,450	1,569,450
	10,327,474,814	6,995,202,236
5(a) INVESTMENTS IN SHARES AND SECURITIES		
Government Securities		
First Security Islami Bank Limited (Note-5)	9,830,006,400	6,030,358,600
First Security Islami Capital & Investment Limited	-	-
	9,830,006,400	6,030,358,600
Others		
First Security Islami Bank Limited (Note-5)	497,468,414	964,843,636
First Security Islami Capital & Investment Limited	255,761,059	273,067,141
	753,229,473	1,237,910,777
	10,583,235,873	7,268,269,377
6 INVESTMENTS		
General Investment etc. (Note-6.A)	152,490,920,155	113,936,099,071
Bills Purchased and Negotiated (Note-6.B)	301,398,883	665,699,106
	152,792,319,038	114,601,798,177
6.A General Investment etc.		
Inside Bangladesh (Mode wise)		
Bai-Murabaha	133,249,670,099	97,638,395,202
Hire-Purchase Sirkatul Meelek	18,323,801,496	15,417,862,748
Bai-Muajjal	10,083,577	11,340,950
Bai-Salam	259,929,268	229,500,328
Wajira Bill Okalah	14,737,108	18,006,503
Quard	632,698,607	620,993,340
	152,490,920,155	113,936,099,071
Outside Bangladesh	-	-
	152,490,920,155	113,936,099,071
6.B Bills Purchased and Negotiated		
Payable in Bangladesh	231,710,502	574,388,723
Payable outside Bangladesh	69,688,381	91,310,384
	301,398,883	665,699,106
	152,792,319,038	114,601,798,177
6.1 Maturity Grouping of Investments		
Payable on Demand	26,022,041,896	8,303,941,035
Up to Three Months	29,856,742,920	28,848,384,387
Three Months to One Year	34,294,743,595	25,008,212,007
One Year to Five Years	37,322,248,808	35,776,446,669
Above Five Years	25,296,541,819	16,664,814,079
	152,792,319,038	114,601,798,177



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	31.12.2014	31.12.2013
	BDT	BDT
6.2 Investments on the basis of Significant Concentration		
Investments to Directors of other Banks	20,127,267,444	15,067,713,000
Investments to Chief Executive and Other high Officials	47,264,000	490,000
Investments to Customers Group	119,927,954,981	93,613,053,554
Investments to Industry	12,348,700,000	5,727,200,000
Investment to staff	341,132,613	193,341,623
	152,792,319,038	114,601,798,177
6.3 Investments to Customers for more than 10% of FSIBL's Total Eligible Capital		
Number of Clients	47	23
Amount of Outstanding Investments		
Funded	63,473,700,000	29,905,600,000
Non-funded	-	-
	63,473,700,000	29,905,600,000
6.4 Economic Sector wise Investments		
Agriculture:		
Fishing	269,400,000	180,500,000
Tea	-	-
Others	1,865,400,000	1,627,500,000
Textile and Readymade Garments:		
Garments	-	-
Readymade Garments - Export	2,519,800,000	1,670,200,000
Textile and Textile Products- Import	5,771,800,000	6,692,200,000
Others -Export	2,318,300,000	1,643,300,000
Others -Import	18,461,700,000	14,659,900,000
Contractor Finance	4,573,300,000	3,509,200,000
Transport	834,600,000	1,047,500,000
Steel and Engineering	-	639,000,000
Internal Trade Finance:		
Whole Sale Trading	43,772,700,000	29,822,000,000
Retail Trading	13,230,900,000	9,423,300,000
Others	27,301,800,000	14,659,900,000
House Building:		
Residential & Commercial	14,251,400,000	12,108,000,000
Staff	311,100,000	193,300,000
Special Program:		
Consumer Finance and Hire Purchase Scheme	133,500,000	235,800,000
Others	17,176,619,038	16,490,198,177
	152,792,319,038	114,601,798,177
6.5 Geographical Location-wise		
Urban		
Dhaka	53,789,102,011	49,621,248,607
Chittagong	95,096,735,306	61,666,755,960
Bansal	103,982,896	62,109,032
Rajshahi	260,273,147	383,697,826
Khulna	566,699,044	440,665,255
Rangpur	105,336,115	88,988,784
Sylhet	898,857,418	852,188,497
	150,820,985,937	113,115,653,961



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	31.12.2014	31.12.2013
	BDT	BDT
Rural		
Dbaka	400,867,736	252,510,571
Chittagong	1,289,578,486	1,118,163,912
Barisal	24,809,801	7,112,882
Rajshahi	15,692,168	-
Khulna	182,105,640	55,370,768
Sylhet	58,279,270	52,986,084
	1,971,333,101	1,486,144,217
	152,792,319,038	114,601,798,177

6.6 Classification of Investments as per Bangladesh Bank Circular

Unclassified		
Standard	149,175,429,318	112,088,273,595
Special Mention Account	219,991,249	29,707,686
	149,395,420,567	112,117,981,281
Classified:		
Sub-standard	52,432,752	850,877,378
Doubtful	432,033,728	241,199,713
Bad & Loss	2,912,431,991	1,391,739,805
	3,396,898,471	2,483,816,896
	152,792,319,038	114,601,798,177

6.7 Particulars of Required Provision for Investments

<u>Classification status</u>	<u>Required provision</u>	
Unclassified		
Standard	1,461,305,741	1,178,830,052
Special Mention Account	1,997,676	314,395
Off - Balance Sheet Exposure	236,649,594	118,655,553
	1,699,953,011	1,297,800,000
Classified:		
Sub - Standard	2,138,144	97,179,973
Doubtful	76,474,997	34,749,977
Bad and Loss	1,176,354,211	870,141,756
	1,254,967,352	1,002,071,706
	2,954,920,363	2,299,871,706
Required Provision for Investments	2,954,920,363	2,299,871,706
Total Provision Maintained	2,975,295,103	2,328,495,103
Provision Excess/ (Shortfall)	20,374,740	28,623,397

6.8 Particulars of Investments

i) Investments considered good in respect of which the Bank Company is fully secured	82,919,624,281	62,193,820,387
ii) Investments considered good for which the bank holds no Security other than the debtors personal security	54,446,728,288	40,837,739,789
iii) Investment considered good and secured by the personal security of one or more parties in addition to the personal security of the debtors	15,425,966,469	11,570,238,001
iv) Investments adversely classified; provision not maintained there against		
	152,792,319,038	114,601,798,177



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	BDT	BDT
v) Investments due by directors or executives of the banking company or any of them taken either separately or jointly with any other person.	20,127,267,444	193,341,623
vi) Investments due by companies or firms in which the directors of the bank company are interested as directors partners or managing agents or in case of private companies, as members.	-	-
vii) Maximum total amount of investments, including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either separately or jointly with any other person.	-	-
viii) Maximum total amount of investments, including temporary advances granted during the year to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private companies, as members.	-	-
ix) Investment due from other banking companies	-	-
x) Total amount of classified Investments on which profit is not credited to income	3,396,898,471	2,483,816,896
a. Movement of classified Investments		
Opening balance	2,483,816,896	1,785,352,236
Increase/ (Decrease) during the year	913,081,575	698,464,660
	3,396,898,471	2,483,816,896
b. Amount of provision kept against classified investment as on the reporting date of Balance Sheet	1,255,000,000	1,005,100,000
c. Profit credited to the profit/Rent/Compensation Suspense Account	136,210,576	95,053,648
xi) Amount of written off Investment:		
a. Cumulative amount	-	-
b. Amount written off during the period	-	-
c. Total amount of written off (a+b)	-	-
d. Amount recovered against such written off up to this year	-	-
e. Amount of investment written off against which suit has been filled to recover the same.	-	-



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	BDT	BDT
6.9 Security against Investments including bills purchased & negotiated:		
Collateral of movable/immovable assets	55,022,930,663	41,269,920,076
Local banks & financial institutions guarantee	1,065,675,223	799,309,138
Export documents	4,436,696,760	3,327,742,061
Own MTDR	16,973,866,693	12,731,239,746
MTDR of other Banks	1,567,540,801	1,175,733,149
Government Bonds	750,825,596	563,156,342
Personal guarantee	30,417,708,843	22,814,786,449
Other security	42,103,343,806	31,579,590,779
Unsecured	453,730,653	340,320,437
	152,792,319,038	114,601,798,177
6.10 Maturity Grouping of Bills Purchased and Negotiated		
Payable within one month	2,445,543	5,401,467
Over one month but less than three months	6,529,003	14,420,595
Over three months but less than six months	105,061,014	232,048,049
Six Months and Above	187,363,323	413,828,995
	301,398,883	665,699,106
6A(a) GENERAL INVESTMENT ETC. (All Inside Bangladesh)		
First Security Islami Bank Limited (Note-6.A)	152,490,920,155	113,936,099,071
First Security Islami Capital & Investment Limited	-	-
Less: Inter-company transaction (Investment in Subsidiary)	(421,611,441)	(273,045,142)
	152,069,308,714	113,663,053,929
7 Fixed Assets including premises, Furniture & Intangible Assets at cost less accumulated depreciation (Annexure-A)		
Land	96,546,000	-
Building	1,242,651,774	1,022,651,774
Furniture & Fixtures	1,484,701,329	1,257,965,821
Office Equipment	917,725,072	642,720,784
Vehicles	156,447,157	86,276,903
Books	603,477	588,828
	3,898,674,809	3,010,204,110
Less: Accumulated Depreciation	878,482,521	630,638,193
	3,020,192,288	2,379,565,917
Intangible Assets		
Software -core banking	111,672,703	111,672,703
Less: Accumulated amortization	29,379,472	14,806,558
	82,293,231	96,866,145
	3,102,485,519	2,476,432,062
7(a) Fixed Assets including premises, Furniture & Intangible Assets at cost less accumulated depreciation		
First Security Islami Bank Limited (Note-7)	3,102,485,519	2,476,432,062
First Security Islami Capital & Investment Limited	30,340,911	40,943,049
	3,132,826,430	2,517,375,111



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	BDT	BDT
8 OTHER ASSETS		
Inter - branch Transaction Account (*)	139,448,850	5,726,545,164
Accrued Income (Note - 8.1)	928,701,335	871,305,133
Advances, Deposits and Prepayment (Note - 8.2)	2,281,694,653	2,001,455,006
Advance Income Tax	3,272,847,526	2,552,582,146
Stock of Stationery	22,236,927	20,142,924
Suspense Account (Note- 8.3)	163,282,700	125,776,808
Advance Deposits	177,924,118	172,670,760
Stamps on Hand	1,982,453	1,406,661
Investment in FSIEL.,canada (Note-1.5)	-	28,344,655
Investment in FSI Capital & Investment Ltd.(Note-1.4)	178,500,000	178,500,000
Investment in FSIEL Italy S.R.L (Note- 1.6)	62,340,059	62,340,059
Deferred Tax Assets (Note- 8.4)	80,000,000	80,000,000
	7,308,958,621	11,821,069,316

(*) Inter-branch transaction account represents outstanding Inter-branch and Head Office transaction(net) originated but yet to be responded at the balance sheet date. However, the status of non-respondent entries on 31.12.2014 have been reconciled on 26.02.2015.

8.1 Accrued Income

Bangladesh Govt. Islamic Bond	239,961,959	183,071,074
Mudarabah Term Deposit	541,652,556	663,784,375
Inland Documentary Bills Purchased (Foreign currency bills)	13,169,494	13,682,585
HPSM House Building	-	231,909
Bai Murabaha General	-	1,644
Bai Murabaha (Hypo)	128,714,281	3,940,169
Bai Salam - Export	5,120,072	5,120,073
Quard against PF	82,973	88,058
HPSM (Schme)	-	15,383
Accrued Income on MSND	-	1,369,863
	928,701,335	871,305,133

8.2 Advance, Deposits and Prepayment

Advance against Rent - Office	257,479,619	260,646,939
Advance against Rent - Godown	3,676,000	3,712,000
Excise Duty on Term Deposits	755,718	850,950
Clearing Adjustment Account (under BACII)	7,137,336	16,841,804
Remittance Settlement Account	97,244,983	231,792,047
Demand draft paid without advice	1,895,460	2,476,906
Prepayment	1,910,025,973	1,471,742,152
Prepaid Insurance	410,579	452,071
Advance Against Security Deposit	2,787,974	12,659,126
Mobile Banking Receivable A/C	281,011	281,011
	2,281,694,653	2,001,455,006

8.3 Suspense Account

Sundry Debtors	160,617,533	120,504,940
Advance against T.A/DA	443,900	493,000
Encashment of PSP/BSP	46,000	46,000
Advance against New Branch	2,134,163	4,445,764
Profit on PSP/BSP	41,104	287,104
	163,282,700	125,776,808



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	BDT	BDT
8.4 Deferred Tax Assets		
Opening Balance as on 01 January 2014	80,000,000	80,000,000
Add: Addition During the period	-	-
Balance as on 31 December 2014	80,000,000	80,000,000

As per BAS 12 deferred tax assets have been arrived at Tk. 335.07 million as on 31.12.2014. But it is not to recognize the additional amount of deferred tax assets for the year ended 31 December 2014, because it is expected that the recovery of the amount is uncertain in future. However, management recognized deferred tax assets which had been recognized up to December 2007 Tk. 80 million.

8(a) OTHER ASSETS

First Security Islami Bank Limited (Note-8)	7,308,958,621	11,821,069,316
Less: Inter-company transaction(Investment in Subsidiary)	255,000,000	178,500,000
	7,053,958,621	11,642,569,316
First Security Islami Capital & Investment Limited	754,246,245	347,777,681
	7,808,204,866	11,990,346,997

9 PLACEMENT FROM BANK & OTHER FINANCIAL INSTITUTION

Inside Bangladesh

Bangladesh Bank (IMM Wings & Refinancce Scheme)	65,250,348	4,129,788,842
Bangladesh Bank (EDF)	332,128,222	-
	397,378,570	4,129,788,842

Outside Bangladesh

	-	-
	397,378,570	4,129,788,842

A. Security- wise grouping

Secured Placement	-	3,950,000,000
Unsecured Placement	397,378,570	179,788,842
	397,378,570	4,129,788,842

B. Repayment Nature wise Grouping

Repayable on demand	-	-
Others	397,378,570	4,129,788,842
	397,378,570	4,129,788,842

C. Maturity Analysis

Repayable on Demand	-	-
Repayable within One Month	-	-
One Month to Six Months	-	3,950,000,000
Six Month to One Year	-	-
One Year to Five Years	397,378,570	179,788,842
Five Years to Ten Years	-	-
Unclaimed Deposits Ten Years and Over	-	-
	397,378,570	4,129,788,842

9 (a) PLACEMENT FROM BANK & OTHER FINANCIAL INSTITUTION

First Security Islami Bank Limited	397,378,570	4,129,788,842
First Security Islami Capital & Investment Limited	20,186,977	-
	417,565,547	4,129,788,842



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	31.12.2014	31.12.2013
	BDT	BDT
10 DEPOSITS AND OTHER ACCOUNTS		
A. Deposits Received from Banks (Note A-1)	635,400,000	8,353,200,000
B. Other than Bank		
Payable on Demand (Note B-1)	6,025,609,590	4,102,912,194
Other Deposits (Note B-2)	175,850,803,264	127,064,843,589
	181,876,412,854	131,167,755,783
	182,511,812,854	139,520,955,783
C. Maturity wise Grouping of Deposits and Other Accounts		
Repayable within One Month	36,862,104,572	13,689,480,187
One Month to Three Months	36,467,401,554	54,841,534,866
Three Months to One Year	39,587,802,670	52,822,111,525
One Year to Five Years	38,286,692,550	13,748,394,023
Repayable over Five Years	31,307,811,508	4,419,435,182
	182,511,812,854	139,520,955,783
A-1 Deposits Received from Banks		
AB Bank Limited	-	200,000,000
Islami Bank Bangladesh Ltd.	-	2,500,000,000
Premier Bank Ltd	400,000,000	850,000,000
Rupali Bank Ltd	-	1,352,900,000
Bangladesh Development Bank Ltd.	-	250,000,000
Social Islami Bank Ltd.	-	1,000,000,000
Exim Bank Ltd.	10,000,000	1,516,200,000
Jamuna Bank Ltd.	-	400,000,000
Union Bank Ltd.	206,100,000	220,500,000
NRB Global Bank Ltd.	19,300,000	63,600,000
	635,400,000	8,353,200,000
Maturity wise Grouping of Deposits Received from Banks		
Repayable on Demand	235,400,000	300,300,000
Repayable within One Month	-	250,000,000
Repayable over One Month but within Six Months	-	4,950,000,000
Repayable over Six Months but within one Year	400,000,000	2,852,900,000
Repayable over One Year but within Five Years	-	-
Repayable over Five Years but within Ten Years	-	-
Unclaimed Deposits for Ten Years and above	-	-
	635,400,000	8,353,200,000
B-1 Payable on Demand		
Al-wadiah Current Deposits	3,364,482,420	2,187,137,827
Mudaraba Saving Deposits (9%) (Note-10.3)	857,295,130	578,972,373
Security Deposit Receipt	12,323,867	16,239,412
Sundry Deposits (Note-10.1.1)	1,791,508,173	1,320,562,582
	6,025,609,590	4,102,912,194
B-2 Other Deposits		
Mudaraba Saving Deposits (91%) (Note-10.3)	8,668,206,314	5,854,053,991
Mudaraba Term Deposits	121,947,027,419	91,423,937,371
Mudaraba Short Notice Deposits	4,111,906,181	3,657,840,691
Bills Payable (Note-10.2)	954,717,747	1,176,111,458
Bearer Certificates of Deposits	-	-
Mudaraba Deposit under Schemes (Note-10.5)	40,086,391,879	24,915,841,783
Foreign Currency Deposits	82,553,724	37,058,295
	175,850,803,264	127,064,843,589



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	BDT	BDT
10.1 Al-Wadiah Current Accounts & Other Deposit Accounts		
Al-wadiah Current Deposits	3,364,482,420	2,487,437,827
Mudaraba Short Notice Deposits	4,347,306,180	3,657,840,691
Sundry Deposits (Notc-10.1.1)	1,791,508,173	1,320,562,582
Security Deposit Receipt	12,323,867	16,239,412
Foreign Currency Deposits	82,553,724	37,058,295
	9,598,174,364	7,519,138,807
10.1(a) Al-Wadiah Current Accounts & Other Deposit Accounts		
First Security Islami Bank Limited (Note-10.1)	9,598,174,364	7,519,138,807
First Security Islami Capital & Investment Limited	-	-
Less: Inter-company transaction	(8,629,464)	(17,029,049)
	9,589,544,900	7,502,109,758
10.1.1 Sundry Deposits		
Margin on Letters of Credit	384,721,413	210,945,319
Foreign Bills Awaiting Remittance	126,467,234	63,631,204
Margin on Letter of Guarantee	332,097,219	233,278,134
Ready cash card (Reload)	1,200	1,238
Sundry Creditors	172,741,455	148,134,409
Outward Clearing Charge	752,091	1,045,194
ATM Charge collection Account (ITCL)	177,007	629,836
Unreconciled ATM Cash Balance	673,582	75,500
Export Bills	543,409	838,002
Fixed Deposits - Export Bills	5,658,171	3,387,551
Risk Fund on Hire Purchase Scheme	2,622,239	2,659,937
Courier Charges	406,595	1,000,110
Margin account-Export	6,012,000	75,000
Exporters Commission (Letter Acceptance)	1,374,478	1,763,663
Margin on Consumer Finance Scheme	64,447	64,327
Margin on Payment Orders Demand, Draft	1,323,120	1,323,120
Excise Duty on Deposit	99,929,778	65,953,853
Excise Duty on Investments A/C	497,384	481,785
VAT Deduction on Letter of Credit - Commission	12,653,315	1,275,095
VAT on Investment Processing fee	502,536	321,068
VAT on Online Charge	175,710	113,722
VAT on Commission TT/DD/PO/LG	849,185	2,163,041
VAT Deduction - Indenting Commission	98,460	20,210
VAT on ATM	524,385	563,485
VAT on Service Charge and Others	6,284,092	4,863,224
VAT Deduction Bills Paid	7,836,375	6,599,878
VAT on Rent and Others	1,433,896	856,498
VAT on Local Export Bill	957,243	-
VAT on Payable on E-Cash Service Charge	6,493	-
Income Tax Deduction at Source - Letter of Credit	4,139,355	325,623
Income Tax Deduction at Source - Office rent	578,877	433,655
Income Tax Deduction at Source - Indenting Commission	64,188	47,758
Income Tax Deduction at Source - Bills	3,428,859	1,840,341
Income Tax Deduction at Source - Agent of Foreign Buyer	3,108,757	398,034
Income Tax Deduction at Source - Prof. & Tech. Service	776,595	804,433
Income Tax Deduction at Source - Private Security Service	118,652	131,339
Income Tax Deduction at Source - Cash Incentives	805,240	993,840
Income Tax Deduction at Source - Advertising Bill	502,035	146,670
Income Tax Deduction at Source - Profit on Deposit	604,764,428	554,817,707



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	BDT	BDT
Income Tax Deduction at Source (Export Bills)	1,650,888	3,194,689
Income Tax Deduction at Source - Import Bill	672,169	1,277,748
Income Tax Deduction at Source-Salaries	2,120,690	983,634
Income Tax Payable on MSB	1,260,991	3,073,533
Income Tax International Phone Call	-	24,725
Income Tax Rent ATM Booth	32,725	-
Tax on Local Agent Commission	94,762	-
Imprest Fund-Cash Incentive	4,450	4,450
	1,791,508,173	1,320,562,582

10.2 Bills Payable

Pay Order Issued	908,324,121	596,985,418
Demand Draft Payable	44,379,585	577,214,718
Pay Slips Issued	2,014,041	1,911,322
	954,717,747	1,176,111,458

10.3 Mudaraba Savings Bank Deposits

As per BRPD Circular No. 06, dated 24 June 07, total saving bank deposits amount is bifurcated into:

9 % of total Mudaraba Savings Bank Deposits	857,295,130	578,972,373
91% of total Mudaraba Savings Bank Deposits	8,668,206,314	5,854,053,991
	9,525,501,444	6,433,026,364

10.4 Mudaraba Term Deposits including other Banks - Maturity wise Grouping

Payable on Demand	1,243,304,404	2,680,027,940
Up to Three Months	52,507,719,919	48,193,464,556
From Three Months to Six Months	17,308,896,409	10,950,370,114
Above Six Months to One Year	51,180,045,517	37,575,306,699
Above One Year to Two Years	40,585,727	35,120,438
Above Two Years	66,475,444	42,547,624
	122,347,027,420	99,476,837,371

10.5 Other Mudaraba Deposits

Mudaraba Deposit under Schemes:

Mudaraba Monthly Savings Scheme	7,600,166,165	6,800,318,604
Mudaraba Double Benefit Deposits Scheme	17,736,445,016	11,562,365,832
Mudaraba Monthly Benefit Scheme	10,216,332,351	4,802,062,351
Mudaraba Hajj Scheme	32,969,361	16,585,173
Mudaraba Marriage Scheme	237,351,018	97,666,261
Mudaraba Health Care Scheme	1,477,550,180	551,683,946
Mudaraba Education Deposit Scheme	274,170,469	115,128,021
Mudaraba Pension Deposit Scheme	259,375,218	113,290,252
Mudaraba Millionaire Deposit Scheme	322,615,223	120,656,072
Mudaraba Kroropoti Deposit Scheme	227,489,684	98,052,821
Mudaraba Triple Times Deposit Scheme	438,740,515	193,435,946
Mudaraba Four Times Deposit Scheme	1,116,093,376	387,412,325
Mudaraba Probashi Deposit Scheme	73,309,130	29,165,381
Mudaraba Money Plant Deposit Scheme	1,176,624	785,724
Mudaraba Gift Cheque	6,149,692	3,527,909
Mudaraba Griheni Deposit Scheme	52,710,946	21,981,728
Mudaraba New Generation Deposit Scheme	13,145,484	1,723,437
Mudaraba Cash Waqf. Deposit Scheme	601,427	-
	40,086,391,879	24,915,841,783



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	BDT	BDT
11 MUDARABA SUBORDINATED BOND	2,382,000,000	2,500,000,000

The Bank issued Redeemable non-convertible FSIBL Mudaraba Subordinated Bond to the tune of Taka 2,500,000,000.00 as Supplementary Capital (Tier-2) of the Bank for a term of 6 years to strengthen the capital base of the Bank under Basel-11 on the consent of SEC vide their letter no. SEC/CI/CPLC-44/2003-1516 dated 05.09.2012 as well as on the approval of Bangladesh Bank Vide their letter no. BRPD(BIC)661/14B(P)/2012-241 dated 09.10.2012. We have received as fully paid Tk. 2,500,000,000.00 as on 02.01.2013. Noted that the amount of Tk. 118,000,000.00 has been paid during the year 2014, as principal redemption.

12 OTHER LIABILITIES

Provision for Taxation (Note-12.1)	3,783,943,852	2,938,893,852
Accumulated Provision against Investments (Note-12.3)	2,975,295,103	2,328,495,103
Profit/Rent/Compensation Suspense Account (Note -12.4)	136,210,576	95,053,648
Accrued Profit and Expenses Payable (Note-12.5)	3,898,043,103	3,514,419,152
Provision for Gratuity	-	5,439,658
Provisions for diminution in value of Investments (Note-12.6)	-	221,500,000
Provision for Zakat	48,476,724	28,085,233
Provident Fund	3,972	4,609,222
Benevolent Fund	58,850	1,201,528
Non-Resident Accounts	7,766,577	12,915,579
Compensation Realised	15,193,867	23,826,516
Others	7,698,066	64,193,165
Total	10,872,690,690	9,238,632,656

12.1 Provision for Taxation during the year

Opening balance	2,938,893,852	2,486,655,375
Less: Adj. as Final settlement of tax liability for the year 2009	-	(307,761,523)
Add: Provision Made during the year	845,050,000	760,000,000
	3,783,943,852	2,938,893,852

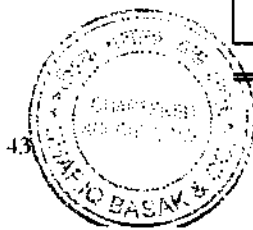
Assessment for the year 1999, 2002, 2005, 2006 and 2009 have been settled. Assessment order of 2000, 2001, 2003 and 2004 are pending with High Court and of 2007, 2008 and 2010 with Appellate Tribunal, 2011 pending with Alternative Dispute Resolution (ADR), 2012 & 2013 assessment not yet completed by DCT level and 2014 not yet due.

12.2 Provision for Investments during the year

Specific Provision for Classified Investments	249,900,000	215,100,000
General Provision	278,905,959	193,826,806
Off -Balance Sheet exposure	117,994,041	26,173,194
	646,800,000	435,100,000

12.3 Accumulated Provision for Investments

Specific Provision for Classified Investments (Note -12.3.1)	1,255,000,000	1,005,100,000
General Provision (Note -12.3.2)	1,483,645,509	1,204,739,550
Off -Balance Sheet exposure (Note -12.3.3)	236,649,594	118,655,553
	2,975,295,103	2,328,495,103



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	BDT	BDT
12.3.1 Movement in Specific Provision for Classified Investments		
Provision held at the beginning of the year	1,005,100,000	790,000,000
Fully Provided Debts written off	-	-
Recoveries of amounts previously written off	-	-
Specific Provision for the year	249,900,000	215,100,000
Recoveries and Provisions no longer required	-	-
Net Charge to Profit and Loss Account	-	-
Provision held at the end of the year	1,255,000,000	1,005,100,000
12.3.2 General Provision		
Provision held at the beginning of the year	1,204,739,550	1,010,912,744
Addition/transfer during the year	278,905,959	193,826,806
	1,483,645,509	1,204,739,550
12.3.3 Off-balance sheet exposure		
Provision held at the beginning of the year	118,655,553	92,482,359
Addition/transfer during the year	117,994,041	26,173,194
	236,649,594	118,655,553
12.4 Profit/Rent/Compensation Suspense Account		
A) Profit Suspense (Old)		
Opening Balance	42,521,009	43,935,010
Add: Transferred during the year	-	-
	42,521,009	43,935,010
Less: Recovered during the year	(7,524,558)	(1,414,001)
Less: Amount Written off/waived during the year	-	-
Balance at the end of the year	34,996,451	42,521,009
B) Compensation Suspense Account		
Opening Balance	52,532,639	62,531,789
Add: Addition during the year	48,681,486	9,996,857
	101,214,125	72,528,646
Less: Adjustment during the year	-	(19,996,007)
Less: Amount Written off/waived during the year	-	-
Balance at the end of the year	101,214,125	52,532,639
Total (A+B)	136,210,576	95,053,648
12.5 Accrued Profit and Expenses Payable		
Profit Payable on MTDR	3,599,986,728	3,154,881,547
Profit Payable on Monthly Benefit Savings Scheme	327,556	216,551
Profit Payable on Cash Waqf Deposit Scheme	4,075	-
Profit Payable on Money Plant Deposit	11,642	4,514
Power and Electricity	1,720,838	1,170,620
Telephone	226,778	207,325
Office Rent	1,652,839	1,995,811
Wages	43,000	260,000
Insurance	2,203,180	1,495,903
Audit Fees	805,250	805,250
Telex, Fax and E-mail	3,110	3,110
Printing and Stationery	30,116	242,387
Rates & Taxes	18,800	6,450
Clearing Adjustment	10,985,975	1,402,335
Online Clearing Parking Charges	476,756	53,092
Profit Payable on Mudaraba Subordinated Bond	124,882,087	167,318,571
Others	154,664,373	184,355,686
	3,898,043,103	3,514,419,152



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	BDT	BDT
12.6 Provisions for diminution in value of Investments		
Opening Balance	221,500,000	160,000,000
Add: Addition during the year	71,676,430	61,500,000
Less: Adjustment for realized Loss during the year	(293,176,430)	-
	<u>221,500,000</u>	<u>221,500,000</u>
12(a) OTHER LIABILITIES		
First Security Islami Bank Limited (Note-12)	10,872,690,690	9,238,632,656
First Security Islami Capital & Investment Limited	54,271,048	47,793,724
	<u>10,926,961,738</u>	<u>9,286,426,380</u>
13 CAPITAL		
AUTHORISED CAPITAL		
1,000,000,000 Ordinary shares of Taka 10 each.	<u>10,000,000,000</u>	<u>10,000,000,000</u>
13.1 Issued, Subscribed and Paid-Up Capital		
411,438,720 Ordinary Shares of Taka 10 each issued	4,114,387,200	4,114,387,200
	<u>4,114,387,200</u>	<u>4,114,387,200</u>
13 (a) Right Share Deposit Money	<u>1,564,966,255</u>	-

The amount representing Right share Deposit Money has been received up to 31.12.2014 against the Right Issue offer (1R:2 Share) by the Bank which has been approved duly by Bangladesh Securities and Exchange Commission (BSEC) vide letter No. BSEC/CI/ RI-96/2014/731 dated October 29, 2014.

13.2 Category of shareholding as at 31 December 2014

<u>Name of Category</u>	<u>Percentage(%)</u>	<u>Percentage(%)</u>
Sponsors/Directors	49.28	51.28
Financial Institute	14.07	13.16
Non-Resident Bangladeshi	0.32	1.07
General Public	35.11	34.49
Foreign Investor	1.22	-
	<u>100.00</u>	<u>100.00</u>

13.3 Classification of Shareholders by holding position as at 31 December 2014

<u>Shareholding Range</u>	<u>No. of Shares</u>	<u>No. of Shares</u>
Up to 500 Shares	268,002,811	6,141,895
501 to 5000 Shares	39,800,460	55,987,451
5001 to 10,000 Shares	9,656,971	16,114,977
10,001 to 20,000 Shares	3,663,386	14,758,549
20,001 to 30,000 Shares	3,146,422	6,880,963
30,001 to 40,000 Shares	6,047,977	3,787,800
40,001 to 50,000 Shares	13,329,939	3,950,729
50,001 to 100,000 Shares	13,926,606	10,148,861
100,001 to 1,000,000 Shares	48,333,776	39,699,181
Over 1,000,001 Shares	5,530,372	253,968,314
	<u>411,438,720</u>	<u>411,438,720</u>



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13.4 Capital Adequacy Ratio Under Basel-II (Solo Basis)

Tier-I (Core Capital)

Paid up Capital
Statutory Reserve
Other Reserve
Retained Earnings
Deduction: Shortfall provisions against investment in Share Right Share Deposit Money

31.12.2014	31.12.2013
BDT	BDT
4,114,387,200	4,114,387,200
1,609,267,996	1,310,398,870
35,495,817	114,061,074
642,332,846	502,370,544
-	(86,100,000)
1,564,966,255	-
7,966,450,114	5,955,117,688

Tier-II (Supplementary Capital)

General Provision
Assets Revaluation Reserves
Subordinated Debt

1,720,295,103	1,323,395,103
191,160,401	196,190,938
2,382,000,000	1,786,535,307
4,293,455,504	3,306,121,348

Tier-III (eligible for market risk only)

Short-term subordinated Debt

-	-
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A. Total Eligible Capital

12,259,905,618	9,261,239,036
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B. Total Risk Weighted Assets

104,502,691,033	91,434,100,000
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C. Minimum Capital Requirement based on Risk Weighted Assets (10% on B)

10,450,269,103	9,143,410,000
----------------	---------------

D. Surplus/(Deficiency)(A - C)

1,809,636,515	117,829,036
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Capital Adequacy Ratio (%)

11.73%	10.13%
---------------	---------------

Capital Requirement

Tier - I

Held

7.62%

Held

6.51%

Tier - II

4.11%

3.62%

Tier - III

-

-

Total

11.73%

10.13%

13.4(a) Group Capital Adequacy Ratio Under Basel-II (Consolidated Basis)

Tier-I (Core Capital)

Paid up Capital
Statutory Reserve
Other Reserve
Retained Earnings
Non-controlling Interest
Deduction: Shortfall of provisions against investment in Share Right Share Deposit Money

4,114,387,200	4,114,387,200
1,609,267,996	1,310,398,870
35,495,817	114,061,074
669,349,319	506,439,968
270,957,003	175,409,839
-	(86,100,000)
1,564,966,255	-
8,264,423,590	6,134,596,952

Tier-II (Supplementary Capital)

General Provision
Assets Revaluation Reserves
Subordinated Debt

1,720,295,103	1,323,395,103
191,160,401	196,190,938
2,382,000,000	1,840,379,086
4,293,455,504	3,359,965,127

Tier-III (eligible for market risk only)

Short-term subordinated Debt

-	-
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A. Total Eligible Capital

12,557,879,094	9,494,562,079
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	BDT	BDT
B. Total Risk Weighted Assets	105,330,296,101	91,915,200,000
C. Minimum Capital Requirement based on Risk Weighted Assets (10% on B)	10,533,029,610	9,191,520,000
D. Surplus/(Deficiency)....(A - C)	2,024,849,484	303,042,079
Capital Adequacy Ratio (%)	11.92%	10.33%
Capital Requirement	Held	Held
Tier - I	7.85%	6.67%
Tier - II	4.08%	3.66%
Tier - III	-	-
Total	11.92%	10.33%
14 STATUTORY RESERVE		
Opening Balance	1,310,398,870	1,004,574,914
Add: Addition during the year	298,869,126	305,823,956
Closing Balance	1,609,267,996	1,310,398,870

This has been done at least @ 20% or more of the net profit before tax according to Sec. 24 of Bank Companies Act, 1991 Amendment 2013 and shall be maintained until & unless it equals to Paid-up Capital.

15 OTHER RESERVE

Opening Balance	114,061,074	84,000,000
Add: Addition during the year	10,000,000	20,000,000
Add: Transferred from Asset Revaluation Reserve	10,061,074	10,061,074
Less: Adjustmet of Loss of FSIEL	(98,626,331)	-
Closing Balance	35,495,817	114,061,074

15(a) ASSETS REVALUATION RESERVE

Opening Balance	392,381,876	402,442,950
Less: Transfer to Other Reserve	(10,061,074)	(10,061,074)
	382,320,802	392,381,876

The Bank revalued the entire land and building during the year 2012 by an independent valuation firm according to paragraph 36 of BAS-16 as per approval of the meeting of 129th Board of Directors of the Bank. As per BAS-16, Revaluation reserve is transferred to Other Reserve in each year during the lifetime of those assets.

16 RETAINED EARNINGS

Opening Balance	502,370,544	433,109,918
Add: Post tax profit for the period	649,295,628	769,119,782
Less: Transfer to Statutory Reserve	(298,869,126)	(305,823,956)
Less: Transfer to Other Reserve	(10,000,000)	(20,000,000)
Less: Capitalised during the period	-	(374,035,200)
Less: Cash Dividend paid during the period	(200,464,200)	-
Closing Balance	642,332,846	502,370,544

16(a) RETAINED EARNINGS

First Security Islami Bank Limited (Note-16)	642,332,846	502,370,544
First Security Islami Capital & Investment Limited	27,016,473	4,069,424
	669,349,319	506,439,968



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	31.12.2014	31.12.2013
	BDT	BDT
16(b) NON-CONTROLLING INTEREST		
Opening Balance	175,409,839	49,305,174
Add: Capital Increase in Subsidiary	73,500,000	122,500,000
Add: Transfer during the period	22,047,164	3,604,665
	270,957,003	175,409,839
17 LETTER OF GUARANTEES		
Money for which the Bank is contingently liable in respect of guarantees are given favoring:		
Letters of Guarantee - Local	6,381,276,624	4,547,711,472
Letter of Guarantee - Foreign	-	-
	6,381,276,624	4,547,711,472
17.1 Money for Which the Bank is Contingently Liable in respect of Guarantees:		
Directors	-	-
Government	-	-
Banks and Other Financial Institutions	-	-
Others	6,381,276,624	4,547,711,472
	6,381,276,624	4,547,711,472
18 IRREVOCABLE LETTERS OF CREDIT		
Letters of Credit - Cash	4,232,270,161	2,831,183,307
Letter of Credit - Cash Inland	-	-
Back to Back letters of Credit - Local	521,421,232	814,338,262
Back to Back letters of Credit - Foreign	156,598,363	94,885,912
	4,910,289,756	3,740,407,481
19 BILLS FOR COLLECTION ISSUED BY THE BANK		
Foreign Documentary Bills	362,387,436	265,753,695
Outward Bills	732,988	521,534
Inland Documentary Bills	576,657,137	933,109,952
	939,777,561	1,199,385,180

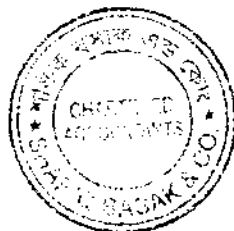


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	31.12.2014	31.12.2013
	BDT	BDT
20 INVESTMENT INCOME		
Profit Received from:		
Deposit with Other Banks	1,968,492,431	1,984,465,527
Bai Murabaha - General	2,597,191,367	3,346,687,723
Bai Murabaha Hypothecation	10,266,977,959	7,110,642,463
Bai Murabaha against MTD	570,292,712	710,898,521
Bai Murabaha Post Import (LTR)	1,919,925,285	1,287,933,312
Inland Documentary Bills Purchased (Foreign Currency Bills)	86,587,154	91,641,525
Bai Muajjal General	365,872,486	218,834,675
Bai Murabaha Post Import (Pledge)	1,342,205	232,249
Bai Murabaha Real Estate	4,072,091	5,856,510
Bai Murabaha Import Bill	466,179,348	721,374,094
Pre-shipment Investment	22,652,222	16,827,163
Bai Murabaha Import	123,360,355	171,585,973
Bai Murabaha Export	31,119,984	29,793,151
HPSM Transport	148,547,472	167,395,989
Rent on HPSM Scheme	492,519,272	698,860,763
Bai Muajjal	569,044	880,249
HPSM House Building - Staff	12,275,320	4,558,786
Agriculture Investment	214,769,645	185,086,060
Bai Murabaha SME Investment	228,535,493	96,333,629
Investment against Providend Fund (Staff)	1,220,057	1,006,810
Investment against Car Lease Scheme	2,510,687	2,743,986
Quard against MTD	863,149	29,282,823
HPSM Real Estate	474,017,104	496,096,996
HPSM Consumer	40,887,766	32,801,501
HPSM Agriculture	6,800,534	5,663,548
HPSM SME	35,412,043	46,201,251
HPSM HBL Commercial	1,076,584,025	701,140,580
HPSM Industrial	260,458,296	109,866,955
Wajira Bill Okalah	2,726,469	1,907,476
Bai-Murabaha (F.MI) Investment	56,078,596	1,086,242
Bai-Murabaha(Gencral) Under SME Invest	14,762,035	-
Bai-Murabaha Post Import(IR)-Under SME	2,033,775	-
Bai-Murabaha (F.QI) Investment	19,611,041	-
	21,515,247,422	18,277,686,531

20(a) INVESTMENT INCOME

First Security Islami Bank Limited (Note-20)	21,515,247,422	18,277,686,531
First Security Islami Capital & Investment Limited	82,489,083	39,313,726
	21,597,736,505	18,317,000,257



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	BDT	BDT
21 PROFIT PAID ON DEPOSITS		
Profit Paid on:		
Mudaraba Term Deposit	12,544,942,391	11,315,781,274
Mudaraba Double Benefit Deposits Scheme	1,725,709,153	1,157,038,436
Mudaraba Monthly Savings Scheme	729,776,487	653,660,135
Mudaraba Monthly Benefit Savings Scheme	1,057,681,672	367,474,323
Mudaraba Savings Deposits	267,739,154	171,945,305
Mudaraba Short Notice Deposits	171,674,004	241,971,300
Placement from Other Banks	409,254,305	574,763,832
Mudaraba Hajj Deposit Scheme	2,779,278	1,268,172
Mudaraba Student SB AC	3,395,092	1,621,457
Mudaraba Salary A/C (Staff. A/c)	1,325,469	621,764
Mudaraba Senior Citizen AC	1,647,051	437,311
Mudaraba Marriage Scheme	17,115,612	7,107,502
Mudaraba Health Care Scheme	108,149,946	36,095,584
Mudaraba Education Deposit Scheme	20,498,575	8,142,186
Mudaraba Pension Deposit Scheme	19,373,215	7,999,023
Mudaraba Millionaire Deposit Scheme	23,444,204	7,833,066
Mudaraba Kroropoti Deposit Scheme	17,359,945	6,575,253
Mudaraba Triple Times Deposit Scheme	42,006,195	13,424,344
Mudaraba Four Times Deposit Scheme	95,096,393	20,188,733
Mudaraba Probashi Deposit Scheme	5,576,377	1,895,882
Mudaraba Money Plant Deposit Scheme	94,500	55,650
Mudaraba Griheni Deposit Scheme	3,973,697	1,481,452
Mudaraba Gift Cheque	109,858	60,117
Agent Savings A/C-Mobile Bank	154,390	508
Mudaraba New Generation Savings Scheme	1,976,029	73,577
Mudaraba New Generation Deposit Scheme	840,691	37,205
Mudaraba Shramajibi Savings	147,795.00	.
Mudaraba Cash Waqf. Deposit Scheme	9,284.00	.
	17,271,850,762	14,597,553,390

22 INCOME FROM INVESTMENT IN SHARES & SECURITIES

Bangladesh Govt. Islamic Investment Bond	281,711,323	205,940,189
Dividend on Shares	4,839,474	5,777,168
Profit on Sale of Shares	5,000,000	23,953,611
	291,550,797	235,670,968

22(a) INCOME FROM INVESTMENT IN SHARES & SECURITIES

First Security Islami Bank Limited (Note: 22)	291,550,797	235,670,968
First Security Islami Capital & Investment Limited	33,196,373	15,242,935
	324,747,170	250,913,903

23 COMMISSION, EXCHANGE AND BROKERAGE

Commission	298,048,020	188,865,406
Exchange Gain	90,263,340	137,911,580
Exchange Earning	109,512,987	155,977,140
Less: Exchange Loss	19,249,647	18,065,560
	388,311,360	326,776,987



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23(a) COMMISSION, EXCHANGE AND BROKERAGE		
First Security Islami Bank Limited (Note-23)	388,311,360	326,776,987
First Security Islami Capital & Investment Limited	25,036,359	11,930,565
	413,347,719	338,707,552
24 OTHER OPERATING INCOME		
Charges on Account Closing	4,967,156	4,095,169
Standing Instruction Charges	8,800	23,900
Gain on sale of fixed assets	9,429,302	219,910
Service Charge on HP	1,199,715	2,032,596
Service charge on Quard	7,794,500	9,535,972
Other Receipts (Note-24.1)	172,284,638	151,108,081
	195,684,111	167,015,629
24.1 Other Receipts		
Postage Recoveries - Local	221,611	947,473
Tel/Fax/E-mail Chg. Recoveries	11,939,258	5,671,631
Incidental Charge on Al-Wadiah CD A/C	23,063,081	19,819,920
Incidental Charge on Mudaraba SB A/C	36,416,749	26,976,321
Incidental Charge on Mudaraba SND A/C	5,838,000	5,070,977
Income from online	9,824,186	5,922,898
Investment processing fee	25,425,774	22,024,446
Income from ATM	12,804,443	9,464,322
Miscellaneous Earnings	46,751,536	55,210,093
	172,284,638	151,108,081
24(a) OTHER OPERATING INCOME		
First Security Islami Bank Limited (Note-24)	195,684,111	167,015,629
First Security Islami Capital & Investment Limited	2,933,367	1,870,067
	198,617,478	168,885,696
25 SALARY & ALLOWANCES		
Basic Salary	463,895,650	428,212,700
Bonus	199,007,258	141,495,907
Allowances	640,483,335	530,028,517
Bank's Contribution to Staff Provident Fund	37,854,993	31,470,217
Gratuity	28,796,079	26,460,444
	1,370,037,315	1,157,667,785
25(a) SALARY & ALLOWANCES		
First Security Islami Bank Limited (Note-25)	1,370,037,315	1,157,667,785
First Security Islami Capital & Investment Limited	10,741,188	9,677,832
	1,380,778,503	1,167,345,617



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	BDT	BDT
26 RENT, TAXES, INSURANCE, ELECTRICITY ETC.		
Rent	218,539,110	188,379,230
Insurance	84,030,752	74,601,263
Rates and Taxes	4,580,718	3,224,795
Water Charges	2,232,502	1,995,954
Gas Charges	1,265,600	1,078,826
Electric Bills	55,572,144	41,017,917
	366,220,826	310,297,985
26(a) RENT, TAXES, INSURANCE, ELECTRICITY ETC.		
First Security Islami Bank Limited (Note-26)	366,220,826	310,297,985
First Security Islami Capital & Investment Limited	4,401,000	4,000,908
	370,621,826	314,298,893
27 LEGAL EXPENSES		
Legal fee & charges	282,724	423,700
Other legal expenses	3,033,898	2,058,475
	3,316,622	2,482,175
28 POSTAGE, STAMP AND TELECOMMUNICATION ETC.		
Postage	6,626,481	5,445,853
Stamp	106,748	103,258
Telephone - Office	9,710,820	9,454,655
Telex, Fax and Email	2,090,364	1,443,270
Telephone - Residence	64,557	46,529
Data Communication	47,798,263	42,860,679
	66,397,233	59,354,244
28 (a) POSTAGE, STAMP AND TELECOMMUNICATION ETC.		
First Security Islami Bank Limited (Note-28)	66,397,233	59,354,244
First Security Islami Capital & Investment Limited	169,215	123,177
	66,566,448	59,477,421
29 STATIONERY, PRINTING AND ADVERTISEMENT ETC.		
Publicity and Advertisement	89,068,528	55,163,859
Printing and Stationery	59,281,993	49,186,394
Computer Stationery	7,092,673	6,996,621
	155,443,194	111,346,873
30 MANAGING DIRECTOR'S SALARY AND FEES		
Basic Pay	7,567,032	6,846,193
House Rent Allowances	1,139,766	1,307,543
Leave Fare Allowance.	2,180,393	2,528,045
Bonus	2,400,000	2,184,000
House Maintenance Allowance	1,121,016	1,307,543
Other Allowance	1,050,000	1,176,980
	15,458,207	15,350,304



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	BDT	BDT
31 DIRECTORS' FEES & EXPENSES		
Directors Fees	1,000,500	753,250
Meeting Expenses	1,624,700	1,000,704
	2,625,200	1,753,954
31 (a) DIRECTORS' FEES & EXPENSES		
First Security Islami Bank Limited (Note-32)	2,625,200	1,753,954
First Security Islami Capital & Investment Limited	293,250	126,500
	2,918,450	1,880,454
32 SHARIAH SUPERVISORY COMMITTEE'S FEES & EXPENSES		
Shariah Council Meeting Expenses	66,250	115,000
	66,250	115,000
33 AUDITORS' FEES		
First Security Islami Bank Limited	730,250	730,250
First Security Islami Capital & Investment Limited	268,250	125,000
	998,500	855,250
34 DEPRECIATION AND REPAIRS OF BANK'S ASSETS		
Depreciation on Fixed Assets (Annexure - A)	276,521,130	212,067,212
Repairs:	37,977,928	38,342,572
Office equipment	10,628,500	9,646,786
Renovation and Repair of Office Premises	9,494,861	9,381,666
Furniture and Fixtures	802,746	440,135
Maintenance and Services of SWIFT	110,928	135,471
Maintenance of Routers	1,726,826	1,777,082
Elect. Fitt. Rep. & Replacement	4,330,370	6,049,436
Office Maintenance Expenses	7,754,633	8,219,455
Maintenance of Software	3,129,064	2,692,540
	314,499,058	250,409,783
34 (a) DEPRECIATION AND REPAIRS OF FIXED ASSETS		
First Security Islami Bank Limited (Note-34)	314,499,058	250,409,783
First Security Islami Capital & Investment Limited	11,227,778	9,475,324
	325,726,836	259,885,107



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	31.12.2014	31.12.2013
	BDT	BDT
35 OTHER EXPENSES		
Training, Seminar and Workshop	8,724,204	5,705,114
Entertainment	31,254,144	41,599,350
Traveling	16,790,606	24,647,860
Donation	154,064,224	59,186,419
Subscription	11,700,163	7,494,489
Newspaper and Periodicals	577,784	634,823
Wages	177,884,429	149,389,021
Conveyance	10,952,626	10,862,402
Business Development	28,235,533	19,066,140
Plantation	1,600,955	1,212,681
Liveries and Uniform	1,704,986	1,539,636
Photocopying	5,130,651	4,647,878
Generator Fuel	11,702,274	13,745,556
Car Expense	71,024,446	65,412,708
Cash Carrying	10,209,309	9,085,631
Washing and Cleaning	3,913,049	3,186,338
Cartage and Freight	33,680	45,341
Staff Welfare	153,851	261,367
Office Maintenance	294,920	112,744
ATM Expenses	11,508,114	5,837,319
Meeting Expenses	4,718,077	11,452,512
Subordinated Bond Issue Expense	-	1,872,000
Right Issue Expense	3,095,791	-
Recruitment Expenses	2,075,424	1,776,158
Mobile Financial Service Expense	297,981	-
Bank Charges	1,412,322	1,491,016
Sundry Expenses	5,775,681	6,018,853
	574,835,224	446,283,356

35 (a) OTHER EXPENSES

First Security Islami Bank Limited (Note-35)	574,835,224	446,283,356
First Security Islami Capital & Investment Limited	56,476,841	26,732,761
	631,312,065	473,016,117

36 EARNINGS PER SHARE

Net Profit after Tax	649,295,628	769,119,782
Number of Ordinary Shares	411,438,720	411,438,720
Earnings Per Share (EPS)	1.58	1.87

Earnings per share has been calculated as per BAS-33: "Earnings Per Share".

36(a) EARNINGS PER SHARE

Net Profit after Tax	694,283,008	776,476,241
Number of Ordinary Shares	411,438,720	411,438,720
Earnings Per Share (EPS)	1.69	1.89



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	BDT	BDT
37 RECEIPTS FROM OTHER OPERATING ACTIVITIES		
Charges on Account Closing	4,967,156	4,095,170
Standing Instruction Charges	8,800	23,900
Gain on sale of fixed assets	9,429,302	219,910
Service Charge on HP	1,199,715	2,032,596
Service Charge on Quard	7,794,500	9,535,972
Other Receipts(24.1)	172,284,638	151,108,081
	195,684,111	167,015,629

37 (a) RECEIPTS FROM OTHER OPERATING ACTIVITIES

First Security Islami Bank Limited (Note:37)	195,684,111	167,015,629
First Security Islami Capital & Investment Limited	2,933,367	1,870,067
	198,617,478	168,885,696

38 PAYMENT FOR OTHER OPERATING ACTIVITIES

Rent, Taxes, Insurances, Electricity etc.	366,220,826	310,297,985
Legal Expenses	3,316,622	2,482,175
Postage, Stamps, Telecommunications etc.	66,397,233	59,354,244
Auditors' Fees & Expenses	730,250	-
Directors' fees	2,625,200	1,753,954
Shariah Supervisory Committee's Fees & Expenses	66,250	115,000
Other Expenses	574,835,224	446,283,356
	1,014,191,605	820,286,714

38 (a) PAYMENT FOR OTHER OPERATING ACTIVITIES

First Security Islami Bank Limited (Note:38)	1,014,191,605	820,286,714
First Security Islami Capital & Investment Limited	61,608,556	31,108,345
	1,075,800,161	851,395,059

39 INCREASE /DECREASE OF OTHER ASSETS

Accrued Income	928,701,335	871,305,133
Advances, Deposits and Prepayment	2,281,694,653	2,001,455,006
Stock of Stationery	22,236,927	20,142,924
Suspense Account	163,282,700	125,776,808
Advance Deposits	177,924,118	172,670,760
Stamps on Hand	1,982,453	1,406,661
	3,575,822,186	3,192,757,292
(Increase)/Decrease during the period	(383,064,894)	(5,885,349,535)

39 (a) INCREASE /DECREASE OF OTHER ASSETS

First Security Islami Bank Limited (Note:39)	(383,064,894)	(5,885,349,535)
First Security Islami Capital & Investment Limited	(222,119,189)	(191,900,969)
	(605,184,083)	(6,077,250,504)



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	BDT	BDT
40 INCREASE /DECREASE OF OTHER LIABILITIES		
Profit/Rent/Compensation Suspense Account	136,210,576	95,053,648
Accrued profit and Expenses Payable	3,898,043,103	3,514,419,152
Provident Fund	3,972	4,609,222
Benevolent Fund	58,850	1,201,528
Non-Resident Accounts	7,766,577	12,915,579
Compensation Realised	15,193,867	23,826,516
Others	7,698,065	64,193,164
	4,064,975,010	3,716,218,809
Increase /(Decrease) during the period	348,756,201	1,055,400,498

40 (a) INCREASE /DECREASE OF OTHER LIABILITIES

First Security Islami Bank Limited (Note-40)	348,756,201	1,055,400,498
First Security Islami Capital & Investment Limited	(3,843,620)	4,544,722
	344,912,581	1,059,945,220

41 NUMBER OF EMPLOYEES

Executives and Officers	2,169	1,915
Members of Staff (Contractual)	504	452
	2,673	2,367



42 RELATED PARTY TRANSACTIONS

During the year, the Bank carried out some transactions with related party in the normal course of business and on an arm's length basis. The name of this related party, nature of this transaction and total value has been set out in accordance with provisions of Bangladesh Accounting Standard 24 (BAS: 24) Related Party disclosure and as defined in the BRPD Circular no. 14 issued by the Bangladesh Bank on June 25, 2003. The significant related party transactions during the year were as follows:

i) Significant Contracts where Bank is a Party and wherein Directors have Interest

<u>Name of the Party</u>	<u>Nature of Transaction</u>	<u>Nature of Relationship</u>	<u>Total Value (in Tk.)</u>
Northern General Insurance Company Ltd.	Insurance Premium	Common Director	12,657,315
Northern General Insurance Company Ltd.	Investment	Common Director	78,500,000
Northern General Insurance Company Ltd.	Deposit	Common Director	-
Reliance Finance Ltd.	Deposit	Common Director	15,733,575
Reliance Finance Ltd.	Balance with NBF(NTDR)	Common Director	13,694,000,000

ii) Related Party Transactions Nil

iii) Shares issued to Directors and Executives without consideration or exercisable at discount Nil

iv) Lending to Related Parties is effected as per requirements of Section 27 (1) of the Bank Companies Act, 1991. Nil

v) Business other than banking business with any related concern of the Directors as per Section 18(2) of the Bank Companies Act, 1991 Nil

vi) Investment in the Securities of Directors and their related concern Nil



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43 DIRECTORS' INTEREST IN DIFFERENT BUSINESSES OR ENTITIES:

Sl. No	Name of the Directors	Status with the Bank	Names of firms/companies in which interested as proprietor, partner, director, managing agent, guarantor, employee, etc.
1	Mohammed Saiful Alam	Chairman	<p><u>Chairman/Board of Director</u> First Security Islami Capital & Investment Ltd. Reliance Finance Limited Reliance Brokerage Services Limited Karnaphuli Praktik Gas Ltd.</p> <p><u>Managing Director</u> S. Alam Steels Ltd. S. Alam Cement Ltd. S. Alam Brothers Ltd S. Alam Hatchery Ltd. S. Alam Trading Company (Pvt.) Ltd. S. Alam Bag Manufacturing Mills Ltd. S. Alam Soyaseed Extraction Plant Ltd. S. Alam Refined Sugar Industries Ltd. S. Alam Cold Rolled Steels Ltd. S. Alam Luxury Chair Coach Services Ltd. S. Alam Power Generation Ltd. S. Alam Tank Terminal Ltd. S. Alam Properties Ltd. Sonali Cargo Logistics (Pvt.) Ltd. Fatehabad Farm Ltd. Portman Cements Ltd.</p> <p><u>Director</u> Northern General Insurance Co. Ltd.</p> <p><u>Sponsor Shareholder</u> Al-Arafah Islami Bank Ltd. S. Alam Super Edible Oil Ltd. S. Alam Vegetable Oil Ltd.. Shah Amanat Praktik Gas Company Ltd.</p> <p><u>Proprietor</u> S. Alam & Co.</p>



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Sl. No	Name of the Directors	Status with the Bank	Names of firms/companies in which interested as proprietor, partner, director, managing agent, guarantor, employee, etc.
2	Alhaj Mohammed Abdul Maleque	Vice Chairman	<p>Chairman Jesco Capital Management Ltd. ABM Tower Ltd. Bengal Center Ltd.</p> <p>Chairman & Managing Director Jesco Bangladesh Ltd. Kharana Fish & Poultry Ltd.</p> <p>Managing Director Chittagong Board and Paper Mills Ltd.</p> <p>Director Central Hospital Ltd. First Security Islami Capital & Investment Ltd.</p> <p>Ex - Chairman & Sponsor Shareholder Central Insurance Co. Ltd.</p> <p>Ex - Director Chittagong Chamber of Commerce & Industry</p> <p>Proprietor M/S. Bengal Corporation M/S. Bengal Trading M/S. Lucky Electronics</p>
3	Ms. Farzana Parveen	Director	<p>Vice-Chairman First Security Islami Capital & Investment Ltd.</p> <p>Director Reliance Finance Limited Reliance Brokerage Services Limited S. Alam Vegetable Oil Ltd. Prasad Paradise Resorts Ltd. S. Alam Power Plant Ltd. S. Alam Properties Ltd. Sonali Cargo Logistics (Pvt.) Ltd.</p> <p>Shareholder S. Alam Steels Ltd. S. Alam Cold Rolled Steels Ltd. Union Bank Ltd.</p> <p>Proprietor Fairy Trade International</p>
4	Ms. Rahima Khatun	Director	<p>Chairman Marsa Aviation Ltd. M/s. Mortoza Assets Ltd.</p> <p>Managing Director Marsa Fishing Ltd.</p> <p>Proprietor R. M. Trading</p>
5	Ms. Atiqur Nesa	Director	<p>Proprietor Atique Enterprise</p> <p>Shareholder Reliance Finance Limited</p>



শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

Sl. No	Name of the Directors	Status with the Bank	Names of firms/companies in which interested as proprietor, partner, director, managing agent, guarantor, employee, etc.
6	Md. Wahidul Alam Seth	Director	Director Reliance Brokerage Services Limited Proprietor M/s. B. Nowab Real Estate INTRA
7	Shahidul Islam	Director	Managing Director Platinum Shrimp Hatchery Ltd. Director Treatment Hospital Limited Proprietor S.S. Corporation
8	Mohammed Oheidul Alam	Director	Vice Chairman C & A Real Estate Managing Director Dream Knitting (BD) Ltd. Proprietor M/S. Land Mark Hotel & Restaurant Car Shop The Travel World Managing Partner Orchid Business Hotel
9	Mohammed Kutub Uddowllah	Independent Director	Director Reliance Finance Limited Director & CEO D.S. Line Limited
10	Mohammad Ishaque	Independent Director	A retired Bureaucrat, Independent Director S. Alam Cold Rolled Steels Ltd.
11	Ms. Khurshid Jahan	Depositor Director	Director MD. Brothers (Pvt.) Ltd.

44 POST BALANCE SHEET EVENTS

No material events occurring after balance sheet date came to our notice, which could affect the values reported in the financial statements significantly.

The Board of Directors in its 154th meeting held on 11 March 2015 recommended stock dividend @10% for the year 2014 to be approved in the Annual General Meeting.



45 AUDIT COMMITTEE

a) Constitution

The Bank has constituted an Audit Committee of the Board of Directors pursuant to the BRPD circular no. 11 dated 27 October 2013 with a view to act as a bridge among the Board of Directors, Executive Authority, Depositors, Shareholders etc so that the Committee can make an effective role in establishing an efficient, strong and secured banking system. Our Audit Committee has been formed comprising three members of the Board of Directors as follows :

Name	Status with the Bank	Status with the Committee	Educational Qualification
Mohammed Kutub Uddowllah	Independent Director	Chairman	B.Sc
Shahidul Islam	Director	Member	B.A
Mohammed Ishaque	Independent Director	Member	M.A

b) During the period under review, the Audit Committee of the Board conducted 04 (four) meetings.

c) The following steps have been taken for implementation of an effective Internal Control Procedure of the Bank:

A strong powerful division formed for internal audit and inspection as well as compliance thereof.

The division is divided into three separate units i.e. Audit & Inspection , compliance and Monitoring to implement effective internal control and compliances headed by highly experienced bankers.

Audit and Inspection unit is established with a view to carrying out comprehensive internal audit in the branch level and ensure the transparency and accountability in the banking operations in light of the guidelines of the regulatory authorities and policies set by the bank with regular intervals.

Monitoring Unit is established with a view to implementing proper banking practices in the branches. Day to day operations is the focusing area to implement the rules and procedures of the regulatory bodies, bank's policies and other prudential guidelines.


Compliance unit is established to take effective measures for collection and timely submission of compliances of internal, external and Bangladesh Bank Inspection Reports.

The committee is placing its report regularly to the Board of Directors of the bank mentioning its review and recommendations on internal system, compliance of rules and regulations and establishment of good governance within the organization.

The board has given the responsibility to implement internal control system in the bank as per requirement of core risk management and framework provided by the Bangladesh Bank.


Managing Director
Dhaka, 11 March 2015


Director


Director


Chairman



FIRST SECURITY ISLAMI BANK LIMITED
STATEMENT OF FIXED ASSETS
AS AT 31 DECEMBER 2014

Figure in Taka

Particulars	C O S T			D E P R E C I A T I O N				Written down value on 31 Dec 2014	
	Balance as on 01 January '14	Addition during the year	Sales/Transfer during the year	Balance as on 31 Dec '14	Balance as on 01 January '14	Charge during the year	Adjustment on sale/transfer during the year		Balance as on 31 Dec '14
Land	-	96,546,000	-	96,546,000	-	-	-	-	96,546,000
Building	1,022,651,774	220,000,000	-	1,242,651,774	37,659,588	27,269,444	-	64,929,032	1,177,722,742
Furniture & Fixtures	1,257,965,821	226,735,508	-	1,484,701,329	277,756,304	106,427,417	-	384,183,721	1,100,517,608
Office Equipment	642,720,784	275,004,288	-	917,725,072	272,268,322	106,117,476	-	378,385,798	539,339,274
Vehicles	86,276,903	84,274,142	14,103,888	156,447,157	42,727,908	22,058,163	14,103,888	50,682,183	105,764,974
Books	588,828	14,649	-	603,477	226,071	75,716	-	301,787	301,690
Total	3,010,204,110	902,574,587	14,103,888	3,898,674,809	630,638,193	261,948,216	14,103,888	878,482,521	3,020,192,288

Software-Amortization

Software -Core Banking	111,672,703	-	-	111,672,703	14,806,558	14,572,914	-	29,379,472	82,293,231
Total Dec' 2014	3,121,876,813	902,574,587	14,103,888	4,010,347,512	645,444,751	276,521,130	14,103,888	907,861,993	3,102,485,519
Total Dec' 2013	2,431,093,753	690,783,060	-	3,121,876,813	433,377,539	212,067,212	-	645,444,751	2,476,432,062



First Security Islami Bank Limited
Financial Highlights
For the year ended 31 December 2014

SL #	Particulars	31.12.2014	31.12.2013
1	Paid-up Capital	4,114,387,200	4,114,387,200
2	Total Capital Fund	12,259,905,618	9,261,239,036
3	Capital Surplus/(deficit)	1,809,636,515	117,829,036
4	Total Assets	204,512,653,030	161,822,976,845
5	Total Deposits	182,511,812,854	139,520,955,783
6	Total Investments	152,792,319,038	114,601,798,177
7	Total Contingent Liabilities and Commitments	23,664,959,439	11,865,555,306
8	Investment Deposit Ratio (in %)	83.72%	82.14%
9	Percentage of Classified Investments against total Investments(in %)	2.22%	2.17%
10	Profit after tax & provision	649,295,628	769,119,782
11	Amount of Classified Investments during the year	3,396,898,471	2,483,816,897
12	Provision kept against Classified Investments	1,255,000,000	1,005,100,000
13	Provision Surplus/(deficit)	20,374,740	28,623,397
14	Cost of Fund	11.76%	11.79%
15	Profit Earning Assets	177,810,956,975	135,976,093,497
16	Non-profit Earning Assets	26,701,696,055	25,846,883,348
17	Return on Investment in Shares & securities(ROI)(in %)	3.36%	3.37%
18	Return on Assets (ROA)(in %)	0.35%	0.53%
19	Income from Investment in Shares and Securities	291,550,797	235,670,968
20	Earnings Per Share (Tk.)	1.58	1.87
21	Net Income Per Share (Tk.)	1.58	1.87
22	Price Earnings Ratio (Times)	6.91	8.08