



ফার্স্ট সিকিউরিটি ইসলামী ব্যাংক লিঃ
FIRST SECURITY ISLAMIC BANK LTD.
فارسٲ سٲكٲورٲٲٲ اسلامٲ بنك لٲمٲٲٲد



Quarterly Financial Statement September, 2016

Head Office

CONSOLIDATED FINANCIAL STATEMENTS
(Un-audited)
OF
FIRST SECURITY ISLAMI BANK LTD.
FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2016

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED BALANCE SHEET (Un-audited)
AS AT 30 SEPTEMBER 2016

| | 30.09.2016 Taka | 31.12.2015 Taka |
|--|------------------------|------------------------|
| <u>PROPERTY AND ASSETS</u> | | |
| Cash | 18,717,567,886 | 27,230,981,774 |
| In hand (Including Foreign Currencies) | 1,377,148,928 | 1,304,096,013 |
| Balance with Bangladesh Bank and its Agent Bank(s) (Including foreign currencies) | 17,340,418,958 | 25,926,885,761 |
| Balance with other Banks and Financial Institutions | 862,157,007 | 346,454,159 |
| In Bangladesh | 120,936,556 | 85,340,676 |
| Outside Bangladesh | 741,220,451 | 261,113,483 |
| Placement with Banks & Other Financial Institutions | 14,399,000,000 | 14,895,000,000 |
| Investments in Shares & Securities | 14,962,509,753 | 13,340,858,897 |
| Government | 13,850,000,000 | 12,200,005,000 |
| Others | 1,112,509,753 | 1,140,853,897 |
| Investments | 219,977,834,703 | 187,239,077,399 |
| General Investment etc. | 219,311,060,049 | 186,884,413,142 |
| Bills Purchased and Negotiated | 666,774,654 | 354,664,257 |
| Fixed Assets Including Premises, Furniture & Intangible Assets | 3,485,655,105 | 3,261,041,676 |
| Other Assets | 10,505,505,343 | 10,266,381,443 |
| Non Banking Assets | 25,145,280 | 25,145,280 |
| Total Assets | 282,935,375,076 | 256,604,940,627 |
| <u>LIABILITIES AND CAPITAL</u> | | |
| Liabilities | | |
| Placement from Banks & Other Financial Institutions | 601,385,298 | 1,182,198,146 |
| Deposits and Other Accounts | 253,606,200,370 | 231,259,393,256 |
| Al-Wadia Current Deposits and Other Deposit Accounts | 14,130,876,051 | 11,154,100,706 |
| Bills Payable | 1,288,945,155 | 881,045,753 |
| Mudaraba Savings Deposits | 17,593,341,771 | 13,596,802,883 |
| Mudaraba Term Deposits | 174,590,490,535 | 159,937,995,888 |
| Other Mudaraba Deposits | 46,002,546,857 | 45,689,448,026 |
| Mudaraba Subordinated Bond | 1,500,000,000 | 1,882,000,000 |
| Other Liabilities | 16,518,013,508 | 12,288,833,838 |
| Total Liabilities | 272,225,599,176 | 246,612,425,240 |
| Capital/Shareholders' equity | | |
| Paid-up Capital | 6,788,738,880 | 6,788,738,880 |
| Statutory Reserve | 2,274,108,466 | 1,902,246,794 |
| Other Reserve | 75,556,891 | 75,556,891 |
| Asset Revaluation Reserve | 372,259,728 | 372,259,728 |
| Retained Earnings | 906,561,534 | 555,733,247 |
| Total Shareholders' Equity | 10,417,225,499 | 9,694,535,540 |
| Non-controlling Interest | 292,550,401 | 297,979,846 |
| Total Liabilities and Shareholders' Equity | 282,935,375,076 | 256,604,940,627 |

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED BALANCE SHEET (Un-audited)
AS AT 30 SEPTEMBER 2016

| | 30.09.2016 | 31.12.2015 |
|--|------------------------------|------------------------------|
| | <u>Taka</u> | <u>Taka</u> |
| OFF- BALANCE SHEET ITEMS | | |
| Contingent Liabilities | | |
| Acceptances and Endorsements | 18,834,689,560 | 16,515,014,236 |
| Letters of Guarantee | 6,269,167,927 | 6,097,088,677 |
| Irrevocable Letters of Credit | 5,400,538,101 | 2,219,227,721 |
| Bills for Collection | 1,220,959,952 | 1,015,969,601 |
| Other Contingent Liabilities | - | - |
| Total | <u>31,725,355,540</u> | <u>25,847,300,235</u> |
| 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 | <u>-</u> | <u>-</u> |
| Total Off -Balance Sheet Items Including Contingent Liabilities | <u>31,725,355,540</u> | <u>25,847,300,235</u> |


Head of FAD (C.C.)


Company Secretary


Managing Director


Director


Chairman

Dhaka, 26 October 2016

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT (Un-audited)
FOR THE PERIOD 01 JANUARY 2016 TO 30 SEPTEMBER 2016

| | Jan-Sept. '16 <u>Taka</u> | Jan-Sept. '15 <u>Taka</u> | July-Sept. '16 <u>Taka</u> | July-Sept. '15 <u>Taka</u> |
|--|------------------------------|------------------------------|-------------------------------|-------------------------------|
| Investments Income | 19,477,444,716 | 17,221,978,574 | 6,573,088,955 | 5,989,169,859 |
| Profit Paid on Deposits | (14,221,363,566) | (14,021,839,170) | (4,777,565,874) | (4,749,399,334) |
| Net Investment Income | 5,256,081,150 | 3,200,139,404 | 1,795,523,081 | 1,239,770,525 |
| Income from Investment in Shares & Securities | (51,610,509) | 132,616,216 | (5,981,263) | 23,520,831 |
| Commission, Exchange and Brokerage | 273,800,948 | 344,971,780 | 109,116,475 | 116,872,901 |
| Other Operating Income | 257,181,786 | 157,133,766 | 65,158,949 | 40,076,126 |
| | 479,372,225 | 634,721,762 | 168,294,161 | 180,469,858 |
| Total Operating Income | 5,735,453,375 | 3,834,861,166 | 1,963,817,242 | 1,420,240,383 |
| Less: Operating Expenses | | | | |
| Salary and Allowances | 1,720,103,070 | 1,400,079,380 | 581,872,861 | 568,758,425 |
| Rent, Taxes, Insurances, Electricity etc. | 371,995,570 | 353,835,135 | 134,924,075 | 111,962,528 |
| Legal Expenses | 6,048,206 | 2,665,674 | 729,141 | 1,493,887 |
| Postage, Stamps, Telecommunication etc. | 16,550,238 | 16,421,827 | 4,550,207 | 5,287,686 |
| Stationery, Printings, Advertisements etc. | 113,638,875 | 140,907,228 | 41,800,642 | 27,344,120 |
| Managing Director's Salary and Fees | 8,182,903 | 6,883,675 | 2,500,000 | 2,600,000 |
| Auditors' Fees | 547,689 | 572,689 | 182,563 | 207,563 |
| Directors' Fees | 1,451,600 | 1,801,050 | 358,800 | 444,250 |
| Shariah Committee's Fees | 138,000 | 86,750 | 46,000 | - |
| Depreciation and Repair of Bank's Assets | 295,489,676 | 270,273,607 | 103,594,208 | 90,391,843 |
| Zakat Expenses | 37,686,456 | 31,436,817 | 12,562,152 | 10,478,939 |
| Other Expenses | 714,988,328 | 603,625,909 | 196,085,286 | 220,738,067 |
| Total Operating Expenses | 3,286,820,611 | 2,828,589,741 | 1,079,205,935 | 1,039,707,307 |
| Profit before Provision and Tax | 2,448,632,764 | 1,006,271,425 | 884,611,307 | 380,533,076 |
| Provisions for Investments including off-B/S items | 718,475,215 | 208,583,700 | 327,475,215 | 133,000,000 |
| Provisions for diminution in value of investment in shares | (118,299,077) | 52,827,157 | (82,947,278) | 15,722,334 |
| Total Provisions | 600,176,138 | 261,410,857 | 244,527,937 | 148,722,334 |
| Total Profit before Taxes | 1,848,456,626 | 744,860,568 | 640,083,370 | 231,810,742 |
| Provision for Taxation | 788,787,075 | 344,262,384 | 284,413,480 | 130,165,076 |
| Deferred Tax Income | - | - | - | - |
| | 788,787,075 | 344,262,384 | 284,413,480 | 130,165,076 |
| Net Profit after tax for the period | 1,059,669,551 | 400,598,184 | 355,669,890 | 101,645,666 |
| Retained Earnings Brought Forward | 555,733,247 | 669,349,319 | 676,629,326 | 243,735,704 |
| | 1,615,402,797 | 1,069,947,503 | 1,032,299,216 | 345,381,370 |
| Appropriations: | | | | |
| Statutory Reserve | 371,861,672 | 137,610,456 | 129,573,794 | 40,201,022 |
| Non-Controlling Interest | (5,429,445) | 21,294,421 | (3,836,112) | 11,295,801 |
| Issue of Bonus Share | - | 617,158,080 | - | - |
| Cash Dividend | 342,409,037 | - | - | - |
| | 708,841,264 | 776,062,957 | 125,737,682 | 51,496,823 |
| Retained Earnings Carried Forward | 906,561,533 | 293,884,546 | 906,561,533 | 293,884,546 |
| Earnings Per Share (EPS) | 1.56 | 0.59 | 0.52 | 0.15 |


Head of FAD (C.C.)

Dhaka, 26 October 2016


Company Secretary


Managing Director


Director


Chairman

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED CASH FLOW STATEMENT (Un-audited)
FOR THE PERIOD 01 JANUARY 2016 TO 30 SEPTEMBER 2016

| | <u>Jan-Sept., 2016</u> | <u>Jan-Sept., 2015</u> |
|--|------------------------|------------------------|
| | <u>Taka</u> | <u>Taka</u> |
| A. Cash Flow from Operating Activities | | |
| Profit received | 19,126,182,228 | 16,261,950,937 |
| Profit paid | (11,662,695,863) | (11,063,259,428) |
| Commission, exchange & brokerage received | 273,800,948 | 344,971,780 |
| Payment to employees | (1,728,285,973) | (1,406,963,055) |
| Payment to suppliers | (170,594,527) | (173,521,662) |
| Income tax paid | (621,183,640) | (638,839,567) |
| Received from other operating activities | 253,382,421 | 157,133,666 |
| Paid for other operating activities | (1,096,281,895) | (955,157,436) |
| Operating Profit before changes in Operating Assets & Liabilities | 4,374,323,699 | 2,526,315,235 |
| Increase / Decrease in Operating Assets & Liabilities | | |
| Investments to Customers | (32,556,843,961) | (24,427,371,157) |
| Other Assets | 618,171,403 | (1,337,553,946) |
| Deposits from Customers | 22,346,807,114 | 28,443,997,668 |
| Other Liabilities | 129,283,635 | 2,966,156,282 |
| Net Cash Inflow from Operating Activities | (5,088,258,110) | 8,171,544,082 |
| B. Cash Flow from Investing Activities | | |
| Investment in Shares and Securities | (1,621,650,856) | (2,171,339,603) |
| Purchase of Property, Plant and Equipment | (478,585,189) | (266,885,952) |
| Sale of Property, Plant and Equipment | - | - |
| Net Cash Inflow from Investing Activities | (2,100,236,045) | (2,438,225,555) |
| C. Cash Flow from Financing Activities | | |
| Increase/ (Decrease) in Share Capital | - | - |
| Receipt from Issue of Right Share | - | 492,227,345 |
| Receipt/(Payment) of Mudaraba Subordinated Bond | (382,000,000) | - |
| Increase/ (Decrease) in Placement from Banks & FIs | (580,812,848) | 427,060,872 |
| Dividend paid in Cash | (342,409,037) | - |
| Net Cash Inflow/(Outflow) from Financing Activities | (1,305,221,885) | 919,288,217 |
| D. Net Increase/Decrease of Cash & Cash Equivalent (A+B+C) | (8,493,716,040) | 6,652,606,744 |
| Effect of Exchange Rate on Cash & Cash Equivalent | - | - |
| E. Opening Cash & Cash Equivalent | 42,472,440,933 | 30,981,486,701 |
| F. Closing Cash & Cash Equivalent (D+E) | 33,978,724,893 | 37,634,093,445 |
| Cash in hand (Including Foreign Currencies) | 1,377,148,928 | 1,538,535,437 |
| Balance with Bangladesh Bank, other banks & financial institutions | 32,601,575,965 | 36,095,553,008 |
| Prize Bond | - | 5,000 |
| | 33,978,724,893 | 37,634,093,445 |


Head of FAD (C.C.)

Dhaka, 26 October 2016


Company Secretary


Managing Director


Director


Chairman

FIRST SECURITY ISLAMI BANK LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE PERIOD 01 JANUARY 2016 TO 30 SEPTEMBER 2016

| Particulars | Paid-up Capital | Statutory Reserve | Other Reserve | Assets Reval. Reserve | Retained Earnings | Non-Controlling Interest | Total |
|---|-----------------|-------------------|---------------|-----------------------|-------------------|--------------------------|----------------|
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Balance as on 01 January 2016 | 6,788,738,880 | 1,902,246,794 | 75,556,891 | 372,259,728 | 555,733,247 | 297,979,846 | 9,992,515,386 |
| Changes in Accounting Policy | - | - | - | - | - | - | - |
| Restated Balance | 6,788,738,880 | 1,902,246,794 | 75,556,891 | 372,259,728 | 555,733,247 | 297,979,846 | 9,992,515,386 |
| 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 | - | - | - | - | 1,059,669,551 | - | 1,059,669,551 |
| Cash Dividends | - | - | - | - | (342,409,037) | - | (342,409,037) |
| Transfer to Statutory Reserve | - | 371,861,672 | - | - | (371,861,672) | - | - |
| Transfer to Other Reserve | - | - | - | - | - | - | - |
| Revaluation reserve to Other Reserve | - | - | - | - | - | - | - |
| Issue of Bonus Share | - | - | - | - | - | - | - |
| Issue of Right Share | - | - | - | - | - | - | - |
| Capitalized the Right Share Deposit Money | - | - | - | - | - | - | - |
| Noncontrolling Interest in Subsidiary Profit | - | - | - | - | 5,429,445 | (5,429,445) | - |
| Balance as on 30 September 2016 | 6,788,738,880 | 2,274,108,466 | 75,556,891 | 372,259,728 | 906,561,534 | 292,550,401 | 10,709,775,900 |
| Balance as on 30 September 2015 | 6,788,738,880 | 1,746,878,452 | 35,495,817 | 382,320,802 | 293,884,546 | 292,251,424 | 9,539,569,921 |



Head of FAD (C.C.)

Dhaka, 26 October 2016



Company Secretary



Managing Director



Director



Chairman

Selective Notes to the Financial Statements
As at and for the 3rd quarter ended 30 September 2016

01. Basis of Accounting

The financial statements as at and for the 3rd quarter ended 30 September 2016 have been prepared in accordance with Bangladesh Accounting Standard (BAS)-34 “Interim Financial Reporting”, Bangladesh Financial Reporting Standard, Income Tax Ordinance 1984, Bangladesh Bank Circulars, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh.

02. Accounting Policies

In case of preparing these financial statements, the Accounting Policies which have been followed are same as applied in the financial statements of the Bank for preceding period.

03. Cash and Cash Equivalent

As per BRPD circular no. 15 dated November 09, 2009 and BAS-7, cash and cash equivalents include notes and coins in hand, balances lying with ATM, unrestricted balance held with Bangladesh Bank and its agent Bank, balance with other Banks and Financial Institutions, Placement with Banks and other Financial Institutions.

04. Basis of Consolidation

The consolidated financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards 10-“Consolidated Financial Statements”. The Consolidated Financial Statements are prepared as at and for the 3rd quarter ended 30 September 2016.

All intra-group transactions, balances, income and expenses are eliminated at the time of consolidation.

05. Provisions

a) General Investments and Investment in Shares & Securities

Provision for general investment and investment in shares & securities has been made as per directives of Bangladesh Bank issued from time to time.

b) Taxation

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

06. Depreciation on Property, Plant and Equipment

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

07. 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.

08. Others

Figures relating to previous year/period included in this period have been rearranged wherever considered necessary.

