

Eastern Bank Ltd.

Quarterly Financial Statements (Unaudited) Third Quarter 2012

EASTERN BANK LIMITED AND ITS SUBSI Consolidated Balance Sheet (Unaudited)	DIARIES		EASTERN BANK LIMITED AND Consolidated Profit & Loss Acco			EASTERN BANK LIMITED Balance Sheet (Unaudited)				
As at 30 September 2012	For the period ended 30 Septem	ber 2012		As at 30 September 2012						
	As at	As at		01 January 2012 to	•	01 July 2012 to	01 July 2011 to		As at	As at
PROPERTY AND ASSETS Cash	30 September 2012 <u>Taka</u>	31 December 2011 <u>Taka</u>	PARTICULARS	30 September 2012 <u>Taka</u>	30 September 2011 <u>Taka</u>	30 September 2012 <u>Taka</u>	2 30 September 2011 <u>Taka</u>	PROPERTY AND ASSETS Cash	30 September 2012 <u>Taka</u>	31 December 201 Taka
Cash in hand (including foreign currencies)	1,470,793,723	1,095,803,828	Interest Income	10,091,936,052	6,895,791,486	3,466,653,553	3 2,612,041,457	Cash in hand (including foreign currencies)	1,470,785,562	1,095,795,19
Balances with Bangladesh Bank and its agent bank(s)	6 00 4 101 165	4 0 2 4 0 4 1 0 4 2	Less: Interest paid on deposits and borrowings Net Interest Income	6,388,303,170 3,703,632,882	4,462,100,297	2,252,287,550		Balances with Bangladesh Bank and its agent bank(s)	6 00 4 101 165	4.004.041.04
including foreign currencies)	6,834,191,165 8,304,984,888	4,926,961,943	Net interest income	3,703,032,882	2,433,091,189	1,214,300,00.	5 600,505,797	(including foreign currencies)	6,834,191,165 8,304,976,727	4,926,961,94 6,022,757,13
Balances with other Banks and Financial Institutions			Income from investments	951,831,723	1,341,251,703	268,721,856		Balances with other Banks and Financial Institutions		
n Bangladesh Dutaida Bangladesh	3,521,550,372 2,313,451,758	3,580,408,080 101,735,964	Commission, exchange and brokerage Other operating income	1,717,906,612 187,982,815	1,625,883,812 326,292,140	608,026,78 68,339,95	, ,	In Bangladesh Outside Bangladesh	3,369,923,795 2,313,451,758	3,429,581,40 101,735,96
Dutside Bangladesh	5,835,002,130	3,682,144,044	Total operating income	6,561,354,031	5,727,118,844	2,159,454,600			5,683,375,553	3,531,317,37
Noney at call and short notice	910,000,000	2,650,000,000	Salary & allowances Rent, taxes, insurance, utilities etc.	1,188,090,485 262,459,638	999,496,624 179,909,362	451,316,358 111,422,835		Money at call and short notice	910,000,000	2,650,000,00
nvestments Government	11,298,954,447	12,841,220,762	Legal & professional expenses	27,666,578	31,070,956	7,493,290	8,781,047	Investments Government	11,298,954,447	12,841,220,76
Dthers	3,937,179,692	4,069,307,226	Postage, stamp, telecommunication etc. Stationery, printing, advertisement, etc.	48,704,812 143,706,172	39,052,287 136,693,572	4,181,193 47,058,023		Others	3,937,157,769	4,068,970,50
	15,236,134,139	16,910,527,988	Chief Executive's salary and fees	10,848,717	9,287,561	4,743,11			15,236,112,216	16,910,191,26
.oans and advances .oans, Cash Credits, Overdraft etc.	82,143,837,805	75,177,570,742	Directors' Fees & Expenses Auditor's fees	1,887,411	1,854,210	434,385	5 427,501	Loans and advances Loans, Cash Credits, Overdraft etc.	82,768,523,671	75.893.558.15
Bills discounted and purchased	9,593,031,684	5,880,352,020	Charges on loan losses	- 940	235,033	940		Bills discounted and purchased	9,593,031,684	5,880,352,02
	91,736,869,489	81,057,922,762	Repairs, maintenance and depreciation	287,750,569	203,216,285	89,773,332	2 65,867,958		92,361,555,355	81,773,910,17
ixed assets including land, building, furniture and fixtures	4,674,623,036	4,465,566,722	Other office operating expenses Total operating expenses	257,928,255 2,229,043,578	211,205,232 1,812,021,122	79,711,51 796,134,98		Fixed assets including land, building, furniture and fixtures	4.664.393.593	4,453,286,33
Other assets	4,874,823,038	2,527,515,447	Other non operating income	103,476,010	1,812,021,122	103,476,010		Other assets	1,280,540,497	4,455,286,55
Non banking assets	217,733,000	247,878,000	Profit before provisions	4,435,786,463	3,915,097,722	1,466,795,62		Non banking assets	217,733,000	247,878,00
TOTAL ASSETS	128,715,578,269	117,564,320,734	Provision for loans and advances General provision	289,858,906	377,186,396	119,914,149	9 130,860,356	TOTAL ASSETS	128,658,686,940	117,580,719,48
IABILITIES AND CAPITAL			Specific provision	289,858,906 877,972,384	276,310,339	557,241,175	, ,			
iabilities			Provision against loss on revaluation of shares	280,408,120	207,297,283	(133,091,966) 65,164,163	LIABILITIES AND CAPITAL		
Borrowing from other banks, financial institutions and agents	21,642,450,609	21,652,484,276	Other provisions Total provisions	8,540,000 1,456,779,410	860,794,018	8,540,000 552,603,358		Liabilities		
Deposits and other accounts		70/5 //0 /0/	Profit before tax for the period	2,979,007,053	3,054,303,704	914,192,26		Borrowing from other banks, financial institutions and agents	21,642,450,609	21,652,484,27
Current deposits & other accounts, etc. Savings bank deposits	9,968,670,713 13,409,728,867	7,365,413,484 13,159,045,299	Provision for tax made for the period	1,752,033,847	1,413,922,777	569,925,84	5 417,118,629	Deposits and other accounts Current deposits & other accounts, etc.	9,974,414,874	7,365,413,48
ixed deposits	61,666,335,962	53,743,327,289	Profit after tax for the period	1,226,973,206	1,640,380,927	344,266,422	2 508,636,724	Savings bank deposits	13,409,728,867	13,159,045,29
lills payable	597,374,942	814,170,727	Earnings per share (EPS)	2.01	2.68	0.56	6 0.83	Fixed deposits	62,003,100,743	54,075,610,12
earer certificates of deposits	22,250,000	22,250,000 75,104,206,799						Bills payable	597,374,942	814,170,72
Dther liabilities	85,664,360,483 6,350,733,502	75,104,206,799 6,215,427,065	-Ageman				li Reza Iftekhar	Bearer certificates of deposits	22,250,000 86,006,869,425	22,250,00 75,436,489,6 3
TOTAL LIABILITIES	113,657,544,594	102,972,118,140	Muhammad Maniruzzaman, FCMA Head of Finance				All Reza liteknar Aanaging Director & CEO	Other liabilities	6,141,220,640	6,084,694,10
			Dated: Dhaka, 22 October 2012					TOTAL LIABILITIES	113,790,540,674	103,173,668,01
HAREHOLDERS' EQUITY	6 111 707 850	4,527,257,670	EASTERN BANK LIMITED AND		DIES					
hare Capital-Paid up capital tatutory reserve	6,111,797,850 3,551,351,414	4,527,257,670 3,551,351,414	Consolidated Cash Flow Statem					SHAREHOLDERS' EQUITY Share Capital-Paid up capital	6,111,797,850	4,527,257,67
ieneral reserve	160,000,000	160,000,000	For the period ended 30 Septem		*/			Statutory reserve	3,551,351,414	3,551,351,4
Dividend equalisation reserve	356,040,000	356,040,000			O1 Janua	ry 2012 to 0	01 January 2011 to	General reserve	160,000,000	160,000,00
Reserve against pre takeover loss	1,554,759,750	1,554,759,750 (787,204,237)					30 September 2011	Dividend equalisation reserve	356,040,000	356,040,00
Pre takeover loss Asset revaluation reserve	(952,794,813) 2,651,941,750	(787,204,237) 2,651,941,750	A. Cash flows from operating activities		Ī	aka	<u>Taka</u>	Reserve against pre takeover loss Pre takeover loss	1,554,759,750 (952,794,813)	1,554,759,75 (787,204,23
Reserve for amortization of treasury securities (HTM)		3,793	Interest received		9,5	23,265,227	6,732,921,152	Asset revaluation reserve	2,651,941,750	2,651,941,75
Reserve for revaluation of treasury securities (HFT)	-	409,033,635	Interest paid			9,352,529)	(3,540,682,824)	Reserve for amortization of treasury securities (HTM)	-	3,79
Reserve for non banking assets	204,427,796	233,527,796	Dividend received Fees and commission received			47,785,490 17,906,612	70,822,272 1,625,883,812	Reserve for revaluation of treasury securities (HFT) Reserve for non banking assets	-	409,033,63
oreign currency translation gain/(loss) Retained earnings	(619,239) 1,421,129,166	15,073,032 1,769,737,547	Income from investment			4,046,233	1,270,429,431	Foreign currency translation gain/(loss)	204,427,796 (619,239)	233,527,79 15,073,0
Attributable to equity holders	15,058,033,675	14,441,522,150	Recovery of loans previously written off)3,254,745	242,166,617	Retained earnings	1,231,241,757	1,735,266,86
Non controlling interest		150,680,444	Cash paid to employees (including director Cash paid to suppliers	ors)		0,826,613) 32,537,201)	(1,010,638,395) (386,726,178)	TOTAL SHAREHOLDERS' EQUITY	14,868,146,265	14,407,051,46
TOTAL SHAREHOLDERS' EQUITY	15,058,033,675	14,592,202,594	Income taxes paid			4,339,441)	(1,048,281,999)	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	128,658,686,940	117,580,719,48
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	128,715,578,269	117,564,320,734	Received from other operating activities Paid for other operating activities			34,728,069 97,116,134)	84,125,522 (300,137,776)		120,000,000,040	11/500/17/10
DFF BALANCE SHEET ITEMS			Operating cash flow before changes in opera	-		46,814,457	3,739,881,634	OFF BALANCE SHEET ITEMS Contingent liabilities		
Contingent liabilities			Increase/(decrease) in Operating Assets & Changes in trading securities	Liabilities	15	97,730,846	(2,458,038,379)	Acceptances and endorsements	26,339,138,375	23,317,821,84
Acceptance and endorsements	26,339,138,375	23,317,821,842	Loans and advances to other banks			0,000,000	(1,100,000,000)	Irrevocable Letters of Credit	12,858,126,182	12,006,716,53
rrevocable Letters of Credit Letter of Guarantees	12,858,126,182 10,382,599,619	12,006,716,532	Loans and advances to customers (other	than banks)	(10,15	(10,150,275,903) (16,749,514,332)		Letter of Guarantees Bills for Collection	10,382,599,619	6,725,466,91
etter of Guarantees Sills for Collection	10,382,599,619 1,689,556,856	6,725,466,917 1,204,574,500	Other assets Recovery from BCCI assets			732,526,893 (342,816,045) (165,590,574) 201,283,000		Bills for Collection	1,689,556,856 51,269,421,033	1,204,574,50 43,254,579,7
	51,269,421,033	43,254,579,791	Recovery from BCCI assets Deposits from other Banks		(16	(165,590,574) 201,283,000 3,950,600 (238,880,098)		Other memorandum items	2.,207,721,000	, 237, 37 7, 7
Other memorandum items			Deposits from customers (other than ban	ks)		27,995,371	18,190,664,946	Value of Bangladesh Sanchaya Patra on hand	669,578,100	812,479,10
/alue of Bangladesh Sanchaya Patra on hand	669,578,100	812,479,100	Other liability/tax Other liability/provision			7,694,407) 6,779,410)	(365,640,778) (860,794,018)	Total contingent liabilities	669,578,100	812,479,10
otal contingent liabilities	669,578,100	812,479,100	Other liability/provision Other liabilities			6,779,410) 88,039,520	(860,794,018) 151,573,797	Other commitments		
Other commitments			Foreign currency translation difference		(1	5,692,270)		Documentary credits and short term trade-related transactions	-	
Documentary credits and short term trade-related transactions	-	-	Net Cash received from operating activities		3,5	541,025,122	167,719,727	Forward assets purchased and forward deposits placed	10,843,098,093	11,445,066,85
orward assets purchased and forward deposits placed Indrawn note issuance and revolving facilities	10,843,098,093	11,445,066,858	B. Cash flows from investing activities					Undrawn note issuance and revolving facilities Undrawn formal standby facilities, credit lines and other commitments	-	
Indrawn fore issuance and revolving facilities Indrawn formal standby facilities, credit lines and other commitments			Changes in non-trading securities			1,535,323)	(473,264,667)		10,843,098,093	11,445,066,85
	10,843,098,093	11,445,066,858	Purchase of property, plant and equipmen Sales proceeds of fixed assets	t	(3)	3,658,013	(459,088,134) 3,954,832	Cliams against the Bank not acknowledged as debt		
Cliams against the Bank not acknowledged as debt FOTAL OFF-BALANCE SHEET ITEMS	62 702 007 224	55,512,125,749	Investment in Subsidiary-EBL Finance (Hk	() Limited		4,198,035)		TOTAL OFF-BALANCE SHEET ITEMS	62,782,097,226	55,512,125,74
	62,782,097,226	55,512,125,/49	Non controlling Interest Net cash used in investing activities			41,721,847) 5,075,150)	(928,397,969)			
			Net cash used in investing activities		(6.	5,075,1507	(928,397,989)			
- Alaman	1	daway S	C. Cash flows from financing activities	titutions and sees '	. /1	7 033 6671	2,458,729,940	- Aleman		1/5
Auhammad Maniruzzaman, FCMA	Ali F	Reza Iftekhar	Borrowings from other banks, financial ins Dividend paid (cash dividend)	anunons and agents	. (1	0,033,667) -	2,430,729,94U -	Muhammad Maniruzzaman, FCMA	A	li Reza Iftekhar
lead of Finance	Mar	aging Director & CEO	Net cash received from financing activities		(1	0,033,667)	2,458,729,940	Head of Finance	Μ	lanaging Director & (
ated: Dhaka, 22 October 2012			D. Net (decrease) / increase in cash (A+	B+C)	24	95,916,305	1,698,051,698	Dated: Dhaka, 22 October 2012		
			D. Net (decrease) / increase in cash (A+ E. Opening cash and cash-equivalents	5.0)		95,916,305 57,018,214	1,698,051,698 8,371,841,291			
			F. Closing cash and cash-equivalents (D+	+E)*		52,934,519	10,069,892,989			
			*Closing cash and cash-equivalents	-)		70 702 722	067671100			
			Cash In hand (including foreign currencies Balances with Bangladesh Bank and its ag			70,793,723 334,191,165	867,671,122 4,061,201,374			
			Balances with other Banks and Financial Ir		5,8	35,002,130	5,118,269,092			
			Money at call and short notice Prize bonds		91	0,000,000 2 947 500	20,000,000			
			Prize bonds		15.0	2,947,500 52,934,519	2,751,400 10,069,892,989			
			-Agemian			1	danag S			
			Muhammad Maniruzzaman, FCMA			Ali R	eza Iftekhar			
ASTERN BANK LIMITED AND ITS SUBSI			Head of Finance			N/se	aging Director & CEO			

For the period ended 30 September 2012

Particulars	Paid up capital	Statutory reserve	General reserve	Dividend equalisation reserve	Reserve against pre takeover loss	Pre take over loss	Asset revaluation reserve	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Reserve for non banking assets	Foreign currency translation gain/(loss)	Retained earnings	Non controlling Interest	Total
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Balance as at 1 January 2012 Net profit for the period after tax Bonus share issued	4,527,257,670	3,551,351,414 - -	160,000,000 - -	356,040,000 - -	1,554,759,750 - -	(787,204,238) - -	2,651,941,750 - -	3,793 - -	409,033,635 - -	233,527,796	15,073,031	1,769,737,547 1,226,973,206 (1,584,540,180)	150,680,444 -	14,592,202,591 1,226,973,206 -
Reserve for revaluation of treasury securities (HFT) Adjustment of HTM securities Recovery of pre-takeover loss		-	-	-	-	- - (165,590,575)	-	- (3,793)	(409,033,635) - -			(),,		(409,033,635) (3,793) (165,590,575)
Adjustment of reserve for non banking assets Currency translation difference Adjustment of non controlling interest		-			-		-		-	(29,100,000)	(15,692,270)	8,958,597	(150,680,444)	(105,530,575) (29,100,000) (15,692,270) (141,721,847)
Balance as at 30 September 2012	6,111,797,850	3,551,351,414	160,000,000	356,040,000	1,554,759,750	(952,794,813)	2,651,941,750	-	-	204,427,796	(619,239)	1,421,129,166	-	15,058,033,675
Balance as at 30 September 2011	4,527,257,670	2,725,521,942	160,000,000	356,040,000	1,554,759,750	(787,855,238)	2,651,941,750	-	742,775,515	233,527,796		1,685,000,952	169,198,735	14,018,168,873

- Hyoman_____ Muhammad Maniruzzaman, FCMA Head of Finance

The details of the published quarterly financial statements are available at www.ebl.com.bd

Jiban Bima Bhaban, 10 Dilkusha C/A, Dhaka 1000

Ali Reza Iftekhar Managing Director & CEO



Eastern Bank Ltd.

Quarterly Financial Statements (Unaudited) Third Quarter 2012

EASTERN BANK LIMITED Profit & Loss Account (Unaudited)

For the period ended 30 September 2012

For the period ended 30 Septem	ber 2012			
	01 January 2012 to 30 September 2012 <u>Taka</u>	01 January 2011 to 30 September 2011 <u>Taka</u>	01 July 2012 to 30 September 2012 <u>Taka</u>	01 July 2011 to 30 September 2011 <u>Taka</u>
PARTICULARS				
Interest Income	10,062,554,529	6,800,096,085	3,454,198,776	2,574,391,972
Less: Interest paid on deposits and borrowings	6,407,010,268	4,407,567,234	2,258,619,337	1,722,125,747
Net Interest Income	3,655,544,261	2,392,528,851	1,195,579,439	852,266,225
Income from investments	951,895,035	1,336,935,297	268,721,856	446,684,683
Commission, exchange and brokerage	1,669,492,815	1,553,351,263	594,291,182	518,180,662
Other operating income	185,881,385	325,000,140	66,333,325	60,046,412
Total operating income	6,462,813,497	5,607,815,551	2,124,925,803	1,877,177,982
Salary & allowances	1,174,399,441	988,136,001	446,082,689	399,197,976
Rent, taxes, insurance, utilities etc.	256,397,313	175,026,661	110,327,407	66,575,746
Legal & professional expenses	27,377,238	31,039,956	7,493,290	8,758,047
Postage, stamp, telecommunication etc.	47,693,257	38,931,708	3,169,638	9,105,078
Stationery, printing, advertisement, etc.	143,571,805	136,437,581	47,026,258	46,519,967
Managing Director's salary and allowances	10,848,717	9,287,561	4,743,117	3,551,561
Directors' Fees & Expenses	1,866,411	1,854,210	434,385	445,501
Auditor's fees	-	-	-	-
Charges on loan losses	940	235,033	940	-
Repairs, maintenance and depreciation	284,878,368	199,843,591	88,907,616	64,658,710
Other office operating expenses	249,961,365	198,199,590	78,096,875	71,210,704
Total operating expenses	2,196,994,856	1,778,991,892	786,282,216	670,023,290
Other non operating income	-	-	-	-
Profit before provisions	4,265,818,641	3,828,823,659	1,338,643,587	1,207,154,692
Provision for loans and advances				
General provision	289,858,906	377,186,396	119,914,149	130,860,356
Specific provision	877,972,384	276,310,339	557,241,175	119,144,738
Provision against loss on revaluation of shares	280,408,120	207,297,283	(133,091,966)	65,164,163
Other provisions	8,540,000		8,540,000	
Total provisions	1,456,779,410	860,794,018		
Profit before tax for the period	2,809,039,231	2,968,029,641	786,040,229	
Provision for tax made for the period	1,728,524,159	1,384,069,521	561,041,368	
Profit after tax for the period	1,080,515,072	1,583,960,120	224,998,861	488,292,348
Earnings per share (EPS)	1.77	2.59	0.37	0.80
-Ageman				Canong S
Muhammad Maniruzzaman, FCMA Head of Finance				Reza Iftekhar naging Director & CEO
Dated: Dhaka, 22 October 2012				

EASTERN BANK LIMITED

Cash Flow Statement (Unaudited)

For the period ended 30 September 2012

For the period ended 30 September 2012			functional currency is US Dollar (USD). All financial information presented in Taka has been	as presended by brids no nevende .		
	01 January 2012 to	01 January 2011 to	rounded to the nearest integer, except when otherwise indicated.	2.10 Earnings per share		
	30 September 2012	30 September 2011				
	<u>Taka</u>	<u>Taka</u>	2.3 Use of estimates and judgements	Earnings per share (EPS) has been computed by	dividing the profit after	r tax (PAT) by the
A. Cash flows from operating activities	0 402 002 705	(() 7 2 2 5 7 5 1		weighted average number of ordinary shares outs		
Interest received	9,493,883,705	6,637,225,751	The preparation of the financial statements of the Group and the Bank requires	BAS- 33 "Earnings Per Share". Bonus share issued	0	,
Interest paid	(5,778,059,627)	(3,486,149,761)	management to make judgements, estimates and assumptions that affect the application	had been in issue from the beginning of 2011 as pe		0 1
Dividend received	47,785,490	70,735,272	of accounting policies and the reported amount of assets, liabilities, income and expenses.	not required to calculate as there were no dilution	possibilities during the	e year.
Fees and commission received	1,669,492,815	1,553,351,263	Actual result may differ from these estimates.			
Income from investment	904,109,545	1,266,200,025			30 September 2012	30 September 2011
Recovery of loans previously written off	103,254,745	242,166,617	Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to			
Cash paid to employees (including directors)	(1,187,114,569)	(999,277,772)	accounting estimates are recognized in the period in which the estimate is revised and in	A Weighted average number of shares :		
Cash paid to suppliers	(475,039,614)	(381,435,907)	any future period affected.	Number of shares in 2011 before bonus share issued		292,081,140
Income taxes paid	(1,665,594,194)	(1,035,459,562)				292,001,140
Received from other operating activities	82,626,640	82,833,522	Circuitionant accounting maliaion	Bonus share issued in 2011	-	160,644,627
Paid for other operating activities	(388,457,449)	(284,414,376)	Significant accounting policies The accounting policies set out have been applied consistently to all periods presented in		150 705 7/7	
Operating cash flow before changes in operating assets and liabilities	2,806,887,486	3,665,775,072	these finacial statements, and have been applied consistently by group entities.	Number of shares in 2012 before bonus share issued	452,725,767	-
Increase/(decrease) in Operating Assets & Liabilities			these finacial statements, and have been applied consistently by group entities.	Bonus share issued in 2012	158,454,018	158,454,018
Changes in trading securities	1,597,416,046	(2,451,364,545)				
Loans and advances to other banks	40,000,000	(1,100,000,000)	Certain corresponding figures in the financial statements have been reclassified and	Weighted average number of shares	611,179,785	611,179,785
Loans and advances to customers (other than banks)	(10,058,974,353)	(17,478,821,210)	rearranged for comparative purpose to conform to the current period's presentation.			
Other assets	1,267,481,735	25,488,778			30 September	30 September
Recovery from BCCI assets	(165,590,574)	201,283,000	2.4 Basis of measurement	B Earnings Per Share (EPS) :	2012	2011
Deposits from other Banks	3,950,600	(238,880,098)		Profit attributable to the shareholders' of EBL		
Deposits from customers (other than banks)	9,838,221,482	18,193,243,395	The financial statements have been prepared on the historical cost basis except for the	for the third quarter (Bank)	1,080,515,072	1,583,960,120
Other liability/tax	(62,929,965)	(348,609,959)	following material items:	Profit attributable to the shareholders' of EBL		
Other liability/provision	(1,456,779,410)	(860,794,018)		for the third quarter (Consolidated)	1,226,973,206	1.640.380.927
Other liabilities	155,783,606	589,199,595	Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present			,
Foreign currency translation difference	(15,692,270)	-	value using marking to market concept with gain credited to revaluation reserve but loss	Weighted average number of shares (A)	611,179,785	611,179,785
Net Cash received from operating activities	3,949,774,382	196,520,010	charged to Profit and Loss Account.	Earnings per share (EPS) - (Bank)	1.77	2.59
B. Cash flows from investing activities				Earnings per share (EPS) - (Consolidated)	2.01	2.68
Changes in non-trading securities	(331,535,323)	(473,264,667)	Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present			
Purchase of property, plant and equipment	(361,148,494)	(457,873,952)	value using amortisation concept.			
Sales proceeds of fixed assets	3,658,013	3,954,833		2.11 Cash Flow Statement		
Investment in Subsidiary-EBL Securities Limited	(551,400,000)	-				
Investment in Subsidiary-EBL Finance (HK) Limited	(4,198,035)	-	Land is recognised at cost at the time of acquisition and subsequently measured at fair	Cash Flow Statement is prepared in accordance	0	
Net cash used in investing activities	(1,244,623,839)	(927,183,786)	value as per BAS-16 "Property Plant & Equipment."	(BAS) 7 "Cash Flow Statement" and under the gui	0	
C. Cash flows from financing activities				No.14 dated 25 June 2003. The Statement show	s the Structure of Cha	anges in cash and
Borrowings from other banks, financial institutions and agents	(10,033,667)	2,458,729,939	2.5 Basis of consolidation	cash equivalents during the period.		
Received from issue of right share		-				
Net cash received from financing activities	(10,033,667)	2,458,729,939	The financial statements of these two subsidiaries have been consolidated with those of	2.12 Statement of Changes in Equity		
D. Net (decrease) / increase in cash (A+B+C)	2,695,116,875	1,728,066,163	the Bank following BAS 27 & BFRS 3. The consolidated financial statements of such			
E. Opening cash and cash-equivalents	12,206,182,906	8,238,097,105	subsidiairies are incorporated on a line by line basis with the Group and the investements	Statement of changes in Equity is prepared in a		
F. Closing cash and cash-equivalents (D+E)*	14,901,299,781	9,966,163,268	held by the bank is eliminated against the corresponding share capital of those subsidiaries.	Standard (BAS) 1 "Presentation of Financial S	tatements" and relev	ant guidelines of
*Closing cash and cash-equivalents				Bangladesh Bank.		
Cash In hand (including foreign currencies)	1,470,785,562	867,659,002	All intra-group transactions, balances, incomes and expenses are eliminated fully in			
Balances with Bangladesh Bank and its agent bank (s)	6,834,191,165	4,061,201,374	preparing the consolidated financial statements.	2.13 General		
Balances with other Banks and Financial Institutions	5,683,375,553	5,014,551,492				
Money at call and short notice	910,000,000	20,000,000	2.6 Investments	Reporting Period		
Prize bonds	2,947,500	2,751,400			(
	14,901,299,781	9,966,163,268	All investments (other than government treasury bills and bonds) are initially recognised at	The reporting period of these financial statements	s of the Group and the	bank cover from 1
			cost, including acquisition charges associated with the investment. Premiums are	January 2012 to 30 September 2012.		
- Aleman		Canon S	amortised and discount accredited, using the effective or historical yield method.			
Muhammad Maniruzzaman, FCMA		Ali Reza Iftekhar	Accounting treatment of government treasury securities (categorized as HFT or/and HTM)	Review of the Financial Statements		
Head of Finance		Managing Director & CEO	is made following Bangladesh Bank BRPD circular letter no 05, dated 26-05-2008 and its		10 C	
Dated: Dhaka, 22 October 2012			subsequent clarifications/amendments.	The financial statements were reviewed by the A		0
				held on 23 October 2012 for onward submission t	o the board for approve	dl.

EASTERN BANK LIMITED AND ITS SUBSIDIARIES Selected explanatory notes

as at and for the third quarter ended 30 September 2012

1 Activities of the Bank

1.1 Incorporated in Bangladesh, Eastern Bank Limited ("the Bank") was formed as a public 1.972 limited company with primary objective to carry out all kind of banking businesses inside .747 and outside Bangladesh. The Bank took over the businesses, assets, liabilities and losses of 6,225 erstwhile Bank of Credit & Commerce International (Overseas) Limited (hereinafter called BCCI) with effect from 16 August 1992 as they stood after reduction or adjustments in ,683 accordance with the provisions of the Bank of Credit & Commerce International (Overseas)),662 Limited (Reconstruction) Scheme, 1992, hereinafter called "the Scheme". The Bank .412 commenced operations from 16 August 1992 with 4 branches and at reporting date it had 7,982 63 branches all over Bangladesh. Shares of the Bank is listed with both Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The registered office of the Bank

is located at Jiban Bima Bhaban, 10 Dilkusha C/A, Dhaka-1000.

3,047 The principal activities of Eastern Bank Limited "the Bank" are to provide a comprehensive 5.078 range of financial services; personal and commercial banking; trade services; cash 9.967 management; treasury, securities and custody services. 1,561

,501 1.2 Subsidiaries of the Bank

As on the reporting date, Eastern Bank Limted had four fully owned subsidiaries among which financial statements of two of them were consolidated. These are: 'EBL Securities .710 Ltd', a securities borkerage firm and 'EBL Investments Limited', a company established to ,704 do merchant banking operations (Required license is yet to get from SEC). ,290

Rest two fully owned subsidiaries i.e. EBL Asset Management Company Ltd. and EBL ,692 Finance (HK) Ltd. have been incorporated but yet to commence businesses.

2 Significant Accounting Policies and bases of preparation

2.1 Statement of compliance

The consolidated financial statements of the Group and the financial statements of the Bank as at and for the period ended 30 September 2012 have been prepared under the historical cost convention and in accordance with Bangladesh Financial Reporting Standards (BFRSs), the "First Schedule" (section 38) of the Bank Companies Act 1991, as amended by the BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, the Companies Act 1994, the Securities and Exchange Rules 1987, Dhaka and Chittagong Stock Exchange's listing regulations and other laws and rules applicable in Bangladesh. In case the requirement of provisions and Circulars issued by Bangladesh Bank differ with those of other regulatory authorities and accounting standards, the provisions and Circulars issued by Bangladesh Bank shall prevail.

2.2 Functional and presentation currency

The financial statements of the Group and the Bank are presented in Taka which is the functional currency of the Group/Bank except Off-shore Banking Unit (OBU) where the

Investments are stated as per following bases:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/bonds (HFT)	Cost	Fair value	Loss to P & L account, gain to Revaluation Reserve through P & L account.
Govt. T-bills/bonds (HTM)	Cost	Amortised cost	Increase or decrease in value to equity.
Debenture/Bond	Face value	None	None
Shares *	Cost	Lower of cost or market value	Loss (net) to P & L account but no unrealized gain booking.
Prize bond	Cost	None	None

* Provision has been made on unrealized loss (gain net off) accroding to DOS circular no. 4 dated 24 November 2011.

2.7 Loans and advances

Loans and advances are stated at gross amount. General provisions on unclassified loans and contingent assets, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter end review by the management and instruction contained in BCD Circular no.12 dated 4 September 1995, BRPD circular no. 16 dated 6 December 1998, BRPD circular no. 9 dated 14 May 2001, BRPD circular no.02 dated 15 February 2005, BRPD circular no. 05 dated 27 April 2005 and BRPD Circular No. 32 dated 27 October 2010.

2.8 Fixed assets and depreciation

Fixed assets except land are stated at cost less accumulated depreciation as per BAS-16 "Property, Plant and Equipment". Acquisition cost of an asset comprises the purchase price and any directly attributable cost of bringing the asset to working condition for its intended use. Lands are recognized at cost at the time of acquisition and subsequently measured at revalued amounts which is the fair value at the time of revaluation done by independent valuers and any surplus on revaluation is shown as equity component until the disposal of the asset .

ii. Depreciation is charged on all fixed assets using straight line method throughout the estimated useful lives as determined as per fixed asset policy of the Bank. Charges commence from the month of acquisition (for full month) and cease at the month of disposal of the same.

2.9 Revenue Recognition

The revenue during the period is recognised following all conditions of revenue recognition as prescribed by BAS - 18 "Revenue"

Descuere of leave and involvement	904,109,545	1,200,200,025			30 September 2012	30 September 2011
Recovery of loans previously written off	103,254,745 (1,187,114,569)	242,166,617 (999,277,772)	Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to		· · ·	
Cash paid to employees (including directors)	., , , ,	(381,435,907)	accounting estimates are recognized in the period in which the estimate is revised and in	A Weighted average number of shares :		
Cash paid to suppliers	(475,039,614)	(1,035,459,562)	any future period affected.	Number of shares in 2011 before bonus share issued	-	292,081,140
Income taxes paid	(1,665,594,194) 82,626,640	82,833,522				, ,
Received from other operating activities Paid for other operating activities	(388,457,449)	(284,414,376)	Significant accounting policies	Bonus share issued in 2011	-	160,644,627
Operating cash flow before changes in operating assets and liabilities	2,806,887,486	3,665,775,072	The accounting policies set out have been applied consistently to all periods presented in	Number of shares in 2012 before bonus share issued	452,725,767	_
Increase/(decrease) in Operating Assets & Liabilities	2,800,887,480	3,003,773,072	these finacial statements, and have been applied consistently by group entities.		152,725,767	
Changes in trading securities	1,597,416,046	(2,451,364,545)		Bonus share issued in 2012	158,454,018	158,454,018
Loans and advances to other banks	40,000,000	(1,100,000,000)	Certain corresponding figures in the financial statements have been reclassified and	Weighted average number of shares	611,179,785	611,179,785
Loans and advances to customers (other than banks)	(10,058,974,353)	(17,478,821,210)	rearranged for comparative purpose to conform to the current period's presentation.	weighted average number of shares	011,179,785	011,179,785
Other assets	1,267,481,735	25,488,778			20.5	20.5
Recovery from BCCI assets	(165,590,574)	201,283,000	2.4 Basis of measurement	B Earnings Per Share (EPS):	30 September 2012	30 September 2011
Deposits from other Banks	3,950,600	(238,880,098)			2012	2011
Deposits from customers (other than banks)	9,838,221,482	18,193,243,395		Profit attributable to the shareholders' of EBL	1 000 515 070	1 502 0 (0 120
Other liability/tax	(62,929,965)	(348,609,959)	The financial statements have been prepared on the historical cost basis except for the following material items:	for the third quarter (Bank)	1,080,515,072	1,583,960,120
Other liability/provision	(1,456,779,410)	(860,794,018)	ionowing material items.	Profit attributable to the shareholders' of EBL		
Other liabilities	155,783,606	589,199,595		for the third quarter (Consolidated)	1,226,973,206	1,640,380,927
Foreign currency translation difference	(15,692,270)	-	Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present	Weighted average number of shares (A)	611,179,785	611,179,785
Net Cash received from operating activities	3,949,774,382	196,520,010	value using marking to market concept with gain credited to revaluation reserve but loss	Earnings per share (EPS) - (Bank)	1.77	2.59
B. Cash flows from investing activities			charged to Profit and Loss Account.	Earnings per share (EPS) - (Consolidated)	2.01	2.68
Changes in non-trading securities	(331,535,323)	(473,264,667)			2.01	2.00
Purchase of property, plant and equipment	(361,148,494)	(457,873,952)	Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present			
Sales proceeds of fixed assets	3,658,013	3,954,833	value using amortisation concept.	2.11 Cash Flow Statement		
Investment in Subsidiary-EBL Securities Limited	(551,400,000)	-				
Investment in Subsidiary-EBL Finance (HK) Limited	(4,198,035)	-	Land is recognised at cost at the time of acquisition and subsequently measured at fair	Cash Flow Statement is prepared in accordan	ce with Bangladesh Ac	counting Standard
Net cash used in investing activities	(1,244,623,839)	(927,183,786)	value as per BAS-16 "Property Plant & Equipment."	(BAS) 7 "Cash Flow Statement" and under the g		
C. Cash flows from financing activities				No.14 dated 25 June 2003. The Statement sho	ows the Structure of Ch	anges in cash and
Borrowings from other banks, financial institutions and agents	(10,033,667)	2,458,729,939	2.5 Basis of consolidation	cash equivalents during the period.		
Received from issue of right share	-	-				
Net cash received from financing activities	(10,033,667)	2,458,729,939	The financial statements of these two subsidiaries have been consolidated with those of	2.12 Statement of Changes in Equity		
D. Net (decrease) / increase in cash (A+B+C)	2,695,116,875	1,728,066,163	the Bank following BAS 27 & BFRS 3. The consolidated financial statements of such			
E. Opening cash and cash-equivalents	12,206,182,906	8,238,097,105	subsidiairies are incorporated on a line by line basis with the Group and the investements	Statement of changes in Equity is prepared in		
F. Closing cash and cash-equivalents (D+E)*	14,901,299,781	9,966,163,268	held by the bank is eliminated against the corresponding share capital of those subsidiaries.	Standard (BAS) 1 "Presentation of Financial	Statements" and relev	vant guidelines of
*Closing cash and cash-equivalents				Bangladesh Bank.		
Cash In hand (including foreign currencies)	1,470,785,562	867,659,002	All intra-group transactions, balances, incomes and expenses are eliminated fully in			
Balances with Bangladesh Bank and its agent bank (s)	6,834,191,165	4,061,201,374	preparing the consolidated financial statements.	2.13 General		
Balances with other Banks and Financial Institutions	5,683,375,553	5,014,551,492				
Money at call and short notice	910,000,000	20,000,000	2.6 Investments	Reporting Period		
Prize bonds	2,947,500	2,751,400				
	14,901,299,781	9,966,163,268	All investments (other than government treasury bills and bonds) are initially recognised at	The reporting period of these financial statemer January 2012 to 30 September 2012.	its of the Group and the	bank cover from 1
- Aleman		Canong S	cost, including acquisition charges associated with the investment. Premiums are			
Muhammad Maniruzzaman. FCMA		Ali Reza Iftekhar	amortised and discount accredited, using the effective or historical yield method. Accounting treatment of government treasury securities (categorized as HFT or/and HTM)	Review of the Financial Statements		
Head of Finance		Managing Director & CEO	is made following Bangladesh Bank BRPD circular letter no 05, dated 26-05-2008 and its			
Dated: Dhaka, 22 October 2012		-	subsequent clarifications/amendments.	The financial statements were reviewed by the		
			Subsequent claimeations/amenaments.	held on 23 October 2012 for onward submission	n to the board for approv	val.

EASTERN BANK LIMITED

Statement of Changes in Equity (Unaudited)

For the period ended 30 September 2012

Particulars	Paid up capital	Statutory reserve	General reserve	Dividend equalisation reserve	Reserve against pre takeover loss	Pre take over loss	Asset revaluation reserve	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Reserve for non banking assets	Foreign currency translation gain/(loss)	Retained earnings	Total
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	Taka	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Balance as at 1 January 2012 Net profit for the period after tax	4,527,257,670	3,551,351,414	160,000,000	356,040,000	1,554,759,750	(787,204,238)	2,651,941,750	3,793	409,033,635	233,527,796	15,073,031	1,735,266,868 1,080,515,072	14,407,051,469 1,080,515,072
Bonus share issued	1,584,540,180	-	-	-	-	-	-	-	-	-	-	(1,584,540,180)	-
Reserve for revaluation of treasury securities (HFT)	-	-	-	-	-	-	-	-	(409,033,635)	-	-	-	(409,033,635)
Adjustment of HTM securities	-	-	-	-	-	-	-	(3,793)	-	-	-	-	(3,793)
Recovery of pre-takeover loss	-	-	-	-	-	(165,590,575)	-	-	-	-	-	-	(165,590,575)
Adjustment of reserve for non banking assets	-	-	-	-	-	-	-	-	-	(29,100,000)	-	-	(29,100,000)
Currency translation difference	-	-	-	-	-	-	-	-	-	-	(15,692,270)	-	(15,692,270)
Balance as at 30 September 2012	6,111,797,850	3,551,351,414	160,000,000	356,040,000	1,554,759,750	(952,794,813)	2,651,941,750	-	-	204,427,796	(619,239)	1,231,241,758	14,868,146,265
Balance as at 30 September 2011	4,527,257,670	2,725,521,942	160,000,000	356,040,000	1,554,759,750	(787,855,238)	2,651,941,750	-	742,775,515	233,527,796	-	1,624,352,044	13,788,321,230

- Ageman_ Muhammad M

Muhammad Maniruzzaman, FCMA Head of Finance

The details of the published quarterly financial statements are available at www.ebl.com.bd

Jiban Bima Bhaban, 10 Dilkusha C/A, Dhaka 1000

Ali Reza Iftekhar

Managing Director & CEO