



HALF YEARLY REPORT 2011





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WINNER OF THE
BEST FINANCIAL INSTITUTION 2010
DHL-DAILY STAR BANGLADESH BUSINESS AWARD

July 28, 2011

To: The Shareholders of EBL

Sub: Half yearly Financial Statements (Unaudited) for the period from 01 January to 30 June 2011.

As per Rule 13 of the Securities and Exchange Rules 1987, we are pleased to present before you the unaudited financial statements (consolidated and bank only) of Eastern Bank Limited for the period from 1 January 2011 to 30 June 2011.



Safiar Rahman, FCS
SEVP & Company Secretary

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Managing Director's Statement

Change, the only constant driver of the external business environment, puts strategy to the test of endurance; whereas success depends on foreseeing and managing change preemptively to achieve strategic objectives. We put all out efforts to minimize surprise, thereby ensure consistent performance, be it business or financials. That's how we nurture 'sustainability' in everyday affairs of our organization.

It comes as no surprise that during this first half of financial year (January to June) 2011 our business and financial performance remains consistent despite abrupt changes in the local business and regulatory environment. After experiencing slowing economic growth for the last four consecutive years (6.4% in FY 2006-2007 to 5.5% in FY 2009-2010), country's economy grew by more than 6.5% in the FY 2010-2011. Exports grew by more than 41 percent to over USD 22 billion during the FY 2010-2011 whereas remittance earnings recorded a somewhat moderate growth rising by only 6.03 percent in the FY 2010-2011 (USD 11.65 billion against USD 10.98 billion in FY 2009-2010) pushing our FX reserve to more than USD 10.90 billion. The overall balance of payments showed a deficit of USD 502 million during July-April, 2010-11 against the surplus of USD 2,427 million during July-April, 2009-10.

Our focused and sustained efforts to enhance asset quality helped contain Non-performing Loan (NPL) Ratio to 1.79 percent at the period end June 2011 compared to 1.99 percent at the year end 2010. Our loans grew by 18.49 percent and deposits grew by 27.91 percent during the first half 2011 which helped us contain our CDR (Credit to Deposit Ratio) within the prescribed range of Bangladesh Bank (85%). Our capital (Paid up capital and statutory reserve) as prescribed by the central bank (deadline is August 2011), has already crossed BDT 4,000 million mark and reached BDT 7,252.78 million at the end of June 2011. We have formed "Bank Risk Management Committee (BRMC)" to oversee and monitor our capital adequacy on a sustainable basis in relation to comprehensive risk profile of the bank. Capital Adequacy Ratio of EBL has remained consistently above the threshold of Minimum Capital Requirement (9% till June 2011) since we started reporting under Basel II.

Our Bank has made an Operating Profit of BDT 2,621.67 million registering a growth of 23.63 percent during the first half 2011 compared to corresponding period last year. Slower growth of Net Interest Income (NII) (by 7.89 percent) was largely compensated by the above average growth of fees earnings during this period. Profit after tax (PAT) before consolidation has increased by 4.83 percent to BDT 1,095.67 million (Consolidated PAT is BDT 1,120.14 million) during the period mainly due to larger amount of provision made against loans and investment in equity securities. Half yearly Earnings Per Share (EPS) before consolidation, therefore, becomes BDT 2.42 against BDT 2.31 (restated) during the same period last year (Consolidated EPS is BDT 2.47).

EBL in its continuous pursuit of expanding reach through cost effective delivery channels has added 10 ATMs, 7 SME centers and 11 Financial Kiosks (EBL 365) during the first half 2011. As on the close of June 2011 we had 49 branches, 40 SME centers, 84 ATMs and 16 active Kiosks (EBL 365).

We believe that the source of our competitive advantage lay deep inside our company, in our people. At EBL we are committed to developing our human capital. As the global economy becomes more and more knowledge-intensive, human capital will be the future point of differentiation between nations. In EBL's journey to excellence, a great achievement has been added. Centralised Trade Operations of EBL has achieved Quality Management Systems Certificate as per ISO 9001:2008 Standard. EBL is the first Bangladeshi Bank to achieve this recognition for its commitment to quality delivery.

The crowning glory of our commitment to perform with passion has been winning the Best Financial Institution 2010, the best coveted award of the country at the DHL-Daily Star Bangladesh Business Award 2010.

Credit Rating of EBL has been reaffirmed 'AA' (in the long term) and "ST-2" (in the short term) by CRISL on the bases of 2010 audited financials, relevant qualitative factors and positive outlook of future business and performance. Strong capital adequacy, diversified and quality credit portfolio, diversified earning stream, better profitability, among others, helped retain our credit rating

to AA. We believe that the level of trust, cooperation and commitment we receive from our customers, regulators, employees and other stakeholders will continue to help EBL face the change and challenges that are strewn on our growth trajectory.



Ali Reza Iftekhhar
Managing Director & CEO

EASTERN BANK LIMITED AND ITS SUBSIDIARIES

Consolidated Balance Sheet (Unaudited)

As at 30 June 2011

	Notes	30 Jun '11 Taka	31 Dec '10 Taka
PROPERTY AND ASSETS			
Cash	3		
Cash In hand (including foreign currencies)	3.1	831,186,402	725,180,656
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	4,189,138,085	2,956,146,840
		<u>5,020,324,487</u>	<u>3,681,327,496</u>
Balance with banks and financial institutions	4		
In Bangladesh	4.1	5,704,704,059	3,641,444,356
Outside Bangladesh	4.2	3,164,523,818	1,045,968,539
		<u>8,869,227,877</u>	<u>4,687,412,895</u>
Money at call and short notice	5	110,000,000	-
Investments	6		
Government	6.1	8,963,580,721	6,828,141,845
Others	6.2	3,940,138,343	2,999,055,228
		<u>12,903,719,064</u>	<u>9,827,197,073</u>
Loans and advances	7		
Loans, Cash Credits, Overdraft etc.	7.1	64,045,877,739	54,498,712,055
Bills discounted and purchased	7.2	4,783,339,465	4,108,373,638
		<u>68,829,217,204</u>	<u>58,607,085,693</u>
Fixed assets including land, building, furniture and fixtures	8	3,665,086,685	3,626,121,162
Other assets	9	2,391,434,519	1,811,553,862
Non-banking assets	10	247,878,000	247,878,000
Total assets		<u>102,036,887,835</u>	<u>82,488,576,181</u>
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from other banks, financial institutions and agents	11	11,783,888,257	9,213,075,020
Deposits and other accounts	12		
Current deposits & other accounts, etc.	12.1	6,817,955,926	5,519,912,500
Savings bank deposits	12.2	12,065,601,496	12,853,595,212
Fixed deposits	12.3	52,076,872,850	36,630,144,417
Bills payable	12.4	861,795,128	1,079,503,680
Bearer certificates of deposit	12.5	22,250,000	22,250,000
		<u>71,844,475,400</u>	<u>56,105,405,809</u>
Other liabilities	13	4,903,362,143	4,913,113,952
Total liabilities		<u>88,531,725,800</u>	<u>70,231,594,781</u>
SHAREHOLDERS' EQUITY			
Share Capital-Paid up capital	14	4,527,257,670	2,920,811,400
Statutory reserve	15	2,725,521,942	2,725,521,942
Dividend equalisation reserve	16	356,040,000	356,040,000
Reserve against pre takeover loss	17	1,554,759,750	1,554,759,750
Pre takeover loss	18	(787,855,238)	(989,138,238)
Asset revaluation reserve	19	2,651,941,750	2,651,941,750
Reserve for revaluation of treasury securities (HFT)		738,405,403	823,251,968
General reserve	20	160,000,000	160,000,000
Reserve for non banking assets		233,527,796	233,527,796
Profit & loss account -retained earnings	21	1,182,989,248	1,669,294,774
Equity attributable to equity holders		<u>13,342,588,320</u>	<u>12,106,011,142</u>
Non controlling interest	22	162,573,716	150,970,258
Total shareholders' equity		<u>13,505,162,036</u>	<u>12,256,981,400</u>
Total liabilities and shareholders' equity		<u>102,036,887,835</u>	<u>82,488,576,181</u>

	Notes	30 Jun '11 Taka	31 Dec '10 Taka
OFF BALANCE SHEET ITEMS			
Contingent liabilities			
	23		
Acceptance and endorsements (net)	23.1	18,033,505,696	10,153,867,598
Irrevocable Letters of Credit (net)	23.2	16,822,365,901	13,197,919,990
Letter of Guarantees (net)	23.3	4,642,027,974	3,757,852,285
Bills for Collection	23.4	1,292,461,633	813,048,004
		<u>40,790,361,204</u>	<u>27,922,687,877</u>
Other memorandum items			
Value of travelers' cheques on hand		-	-
Value of Bangladesh Sanchaya Patra on hand		800,801,100	627,819,100
		<u>800,801,100</u>	<u>627,819,100</u>
Other commitments			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		5,392,780,092	1,866,913,593
Undrawn note issuance and revolving facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
		<u>5,392,780,092</u>	<u>1,866,913,593</u>
Claims against the Bank not acknowledged as debt		-	-
Total off balance sheet items		<u>46,983,942,396</u>	<u>30,417,420,570</u>



Malick Musfique Reza
EVP & Head of Finance



Ali Reza Iftekhhar
Managing Director & CEO

Dated: Dhaka, 28 July 2011

EASTERN BANK LIMITED AND ITS SUBSIDIARIES

Consolidated Profit & Loss Account (Unaudited)

For the period ended 30 June 2011

Particulars	Notes	1 Jan '11 to	1 Jan '10 to	1 Apr '11	1 Apr '10
		30 Jun '11	30 Jun '10	30 Jun '11	30 Jun '10
		Taka	Taka	Taka	Taka
Interest Income	24	4,283,750,029	3,391,776,168	2,317,351,496	1,753,220,698
Less: Interest paid on deposits and borrowings	25	2,716,424,637	1,965,226,812	1,472,440,750	969,814,485
Net Interest Income		1,567,325,392	1,426,549,356	844,910,746	783,406,213
Income from investments	26	891,364,284	898,542,977	411,407,802	581,712,729
Commission, exchange and brokerage	27	1,081,224,104	535,397,811	671,139,356	350,156,530
Other operating income	28	266,198,328	148,142,500	151,983,245	31,372,055
Total operating income		3,806,112,108	3,008,632,644	2,079,441,149	1,746,647,527
Salary & allowances	29	595,849,358	465,856,323	295,744,339	279,611,319
Rent, taxes, insurance, utilities etc.	30	111,710,815	80,619,681	62,529,536	44,597,205
Legal & professional expenses	31	22,289,909	14,386,991	8,796,228	8,517,203
Postage, stamp, telecommunication etc.	32	29,909,217	32,528,109	22,845,759	17,887,351
Stationery, printing, advertisement, etc.	33	90,068,065	62,877,843	52,818,095	40,478,315
Managing Director's salary and allowances	34	5,736,000	4,994,400	2,868,000	2,497,200
Directors' Fees & Expenses	35	1,426,709	754,572	978,826	482,550
Auditor's fees	36	-	-	-	-
Charges on loan losses		235,033	98,387	6,438	98,387
Repairs, maintenance and depreciation	37	137,348,327	131,779,255	76,685,332	85,946,566
Other office operating expenses	38	137,365,563	98,146,924	87,277,989	26,528,517
Total operating expenses		1,131,938,996	892,042,486	610,550,542	506,644,614
Other non operating income	39	-	27,541,130	-	24,668,877
Profit before provisions		2,674,173,112	2,144,131,288	1,468,890,607	1,264,671,790
Provision for loans and advances	40				
General provision		246,326,040	107,500,000	128,559,673	57,500,000
Specific provision		157,165,601	91,500,000	92,725,801	75,000,000
Provision against loss on revaluation of shares		142,133,120	740,000	29,833,307	740,000
Total provisions		545,624,761	199,740,000	251,118,781	133,240,000
Profit before tax for the period		2,128,548,351	1,944,391,288	1,217,771,826	1,131,431,790
Provision for tax made for the period		996,804,148	879,772,961	578,361,504	513,687,293
Profit after tax for the period		1,131,744,203	1,064,618,327	639,410,322	617,744,498
Attributable to Shareholders of EBL		1,120,140,745	1,058,004,475	633,106,117	612,363,168
Non controlling interest		11,603,459	6,613,852	6,304,206	5,381,330
Earnings per share (EPS)	41	2.47	2.34	1.40	1.35



Malick Musfique Reza
EVP & Head of Finance



Ali Reza Iftekhhar
Managing Director & CEO

Dated: Dhaka, 28 July 2011

EASTERN BANK LIMITED AND ITS SUBSIDIARIES

Consolidated Cash Flow Statement (Unaudited)

For the period ended 30 June 2011

	1 Jan '11 to 30 Jun '11 Taka	1 Jan '10 to 30 Jun '10 Taka
A. Cash flows from operating activities		
Interest received	4,189,525,554	3,306,415,654
Interest paid	(2,457,365,695)	(1,879,449,730)
Dividend received	25,191,989	16,084,917
Fees and commission received	1,081,224,104	535,397,811
Income from investment	866,172,294	882,458,060
Recovery of loans previously written off	205,481,219	34,229,604
Cash paid to employees (including directors)	(603,012,067)	(470,850,723)
Cash paid to suppliers	(253,978,006)	(190,412,624)
Income taxes paid	(722,902,105)	(879,772,961)
Received from other operating activities	60,717,109	113,912,895
Paid for other operating activities	(199,446,823)	(230,779,139)
Operating cash flow before changes in operating assets and liabilities	2,191,607,574	1,237,233,764
Increase/(decrease) in Operating Assets & Liabilities		
Changes in trading securities	(2,655,947,688)	773,566,338
Loans and advances to other banks	-	-
Loans and advances to customers (other than banks)	(10,127,907,037)	(7,432,687,097)
Other assets	(579,880,657)	(187,004,367)
Recovery from BCCI assets	201,283,000	5,542,787
Deposits from other Banks	496,000,764	-
Deposits from customers (other than banks)	14,984,009,884	4,018,905,292
Other liability/other non operating income	-	-
Other liability/tax	(273,902,042)	-
Other liability/provision	(545,624,761)	(199,740,000)
Other liabilities	(9,751,809)	683,417,719
Net Cash received from operating activities	3,679,887,227	(1,100,765,564)
B. Cash flows from investing activities		
Changes in non-trading securities	(505,264,667)	-
Net proceeds /(payments) for sale/ purchase of securities	-	-
Purchase of property, plant and equipment	(118,321,666)	(14,939,787)
Sales proceeds of fixed assets	3,854,043	-
Investment -Others	-	(1,383,754,928)
Net cash used in investing activities	(619,732,290)	(1,398,694,715)
C. Cash flows from financing activities		
Borrowings from other banks, financial institutions and agents	2,570,813,237	6,788,683,642
Received from issue of loan capital and debt securities	-	-
Dividend paid (cash dividend)	-	(499,284,000)
Net cash received from financing activities	2,570,813,237	16,289,399,642
D. Net (decrease) / increase in cash (A+B+C)	5,630,968,173	3,789,939,363
E. Opening cash and cash-equivalents	8,371,841,291	10,513,933,056
F. Closing cash and cash-equivalents (D+E)*	14,002,809,464	14,303,872,419
*Closing cash and cash-equivalents		
Cash In hand (including foreign currencies)	831,186,402	572,287,873
Balances with Bangladesh Bank and its agent bank (s)	4,189,138,085	2,737,896,035
Balances with other Banks and Financial Institutions	8,869,227,877	10,989,735,710
Money at call and short notice	110,000,000	-
Prize bonds	3,257,100	3,952,800
	14,002,809,464	14,303,872,419



Malick Musfique Reza
EVP & Head of Finance

Dated: Dhaka, 28 July 2011



Ali Reza Iftekhar
Managing Director & CEO

EASTERN BANK LIMITED AND ITS SUBSIDIARIES

Consolidated Statement of Changes in Equity (Unaudited)

For the period ended 30 June 2011

Particulars	Paid up capital	Statutory reserve	Dividend equalisation reserve	Reserve against pre take over loss	Pre take over loss	Asset revaluation reserve	Reserve for revaluation of treasury securities (HFT)	General reserve	Reserve for non banking assets	Retained earnings	Non controlling Interest	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance on 1 January 2011	2,920,811,400	2,725,521,942	356,040,000	1,554,759,750	(989,138,238)	2,651,941,750	823,251,968	160,000,000	233,527,796	1,669,294,773	150,970,258	12,256,981,400
Net profit for the period after tax	-	-	-	-	-	-	-	-	-	1,120,140,745	-	1,120,140,745
Bonus share issued	1,606,446,270	-	-	-	-	-	-	-	-	(1,606,446,270)	-	-
Reserve for revaluation of treasury securities (HFT)	-	-	-	-	-	-	(84,846,565)	-	-	-	-	(84,846,565)
Recovery of pre-takeover loss	-	-	-	-	201,283,000	-	-	-	-	-	-	201,283,000
Non controlling Interest	-	-	-	-	-	-	-	-	-	-	11,603,459	11,603,459
Balance as at 30 June 2011	4,527,257,670	2,725,521,942	356,040,000	1,554,759,750	(787,855,238)	2,651,941,750	738,405,403	160,000,000	233,527,796	1,182,989,248	162,573,717	13,505,162,036
Balance as at 30 June 2010	2,920,811,400	1,927,039,732	356,040,000	1,554,759,750	(991,773,238)	913,678,854	872,030,850	160,000,000	233,527,796	1,078,535,084	152,528,788	9,177,179,016


 Malick Musfique Reza
 EVP & Head of Finance


 Ali Reza Iffekhar
 Managing Director & CEO

Dated: Dhaka, 28 July 2011



WINNER OF THE
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DHL-DAILY STAR BANGLADESH BUSINESS AWARD

a strong brand
evokes strong emotions



We are precise, confident, and innovative.

The trust people place in us is based on our passion to perform.

Our 'Simple Math' brand proposition defines the way we do business:
performance represents all that we do for our clients.

After all, what good is business, if we can't sustain values-based banking.

At EBL, we call it sustainable banking.



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EASTERN BANK LIMITED

Balance Sheet (Unaudited)

As at 30 June 2011

	Notes	30 Jun '11 Taka	31 Dec '10 Taka
PROPERTY AND ASSETS			
Cash	3		
Cash In hand (including foreign currencies)	3.1	830,998,874	725,168,966
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	4,189,138,085	2,956,146,840
		<u>5,020,136,959</u>	<u>3,681,315,806</u>
Balance with other banks and financial institutions	4		
In Bangladesh	4.1	5,503,847,636	3,507,711,860
Outside Bangladesh	4.2	3,164,523,818	1,045,968,539
		<u>8,668,371,454</u>	<u>4,553,680,399</u>
Money at call and short notice	5	110,000,000	-
Investments	6		
Government	6.1	8,963,580,721	6,828,141,845
Others	6.2	3,940,134,102	2,999,055,228
		<u>12,903,714,823</u>	<u>9,827,197,073</u>
Loans and advances	7		
Loans, Cash Credits, Overdraft etc.	7.1	64,660,637,403	54,498,712,055
Bills discounted and purchased	7.2	4,783,339,465	4,108,373,638
		<u>69,443,976,869</u>	<u>58,607,085,692</u>
Fixed assets including land, building, furniture and fixtures	8	3,653,114,411	3,614,398,915
Other assets	9	1,689,967,441	1,522,035,035
Non-banking assets	10	247,878,000	247,878,000
Total assets		<u>101,737,159,957</u>	<u>82,053,590,922</u>
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from other banks, financial institutions and agents	11	11,783,888,257	9,213,075,020
Deposits and other accounts	12		
Current deposits & other accounts, etc.	12.1	6,818,536,525	5,522,402,626
Savings bank deposits	12.2	12,065,601,496	12,853,595,212
Fixed deposits	12.3	52,404,267,413	36,947,476,998
Bills payable	12.4	861,795,128	1,079,503,680
Bearer certificates of deposit	12.5	22,250,000	22,250,000
		<u>72,172,450,562</u>	<u>56,425,228,516</u>
Other liabilities	13	4,485,162,371	4,331,732,822
Total liabilities		<u>88,441,501,190</u>	<u>69,970,036,358</u>
SHAREHOLDERS' EQUITY			
Share Capital-Paid up capital	14	4,527,257,670	2,920,811,400
Statutory reserve	15	2,725,521,942	2,725,521,942
Dividend equalisation reserve	16	356,040,000	356,040,000
Reserve against pre takeover loss	17	1,554,759,750	1,554,759,750
Pre takeover loss	18	(787,855,238)	(989,138,238)
Asset revaluation reserve	19	2,651,941,750	2,651,941,750
Reserve for revaluation of treasury securities (HFT)		738,405,403	823,251,968
General reserve	20	160,000,000	160,000,000
Reserve for non banking assets		233,527,796	233,527,796
Profit & loss account -retained earnings	21	1,136,059,695	1,646,838,196
Total shareholders' equity		<u>13,295,658,767</u>	<u>12,083,554,564</u>
Total liabilities and shareholders' equity		<u>101,737,159,957</u>	<u>82,053,590,922</u>

	Notes	30 Jun '11 Taka	31 Dec '10 Taka
OFF BALANCE SHEET ITEMS			
Contingent liabilities			
	23		
Acceptance and endorsements (net)	23.1	18,033,505,696	10,153,867,598
Irrevocable Letters of Credit (net)	23.2	16,822,365,901	13,197,919,990
Letter of Guarantees (net)	23.3	4,642,027,974	3,757,852,285
Bills for Collection	23.4	1,292,461,633	813,048,004
		<u>40,790,361,204</u>	<u>27,922,687,877</u>
Other memorandum items			
Value of travelers' cheques on hand		-	-
Value of Bangladesh Sanchaya Patra on hand		800,801,100	627,819,100
		<u>800,801,100</u>	<u>627,819,100</u>
Other commitments			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		5,392,780,092	1,866,913,593
Undrawn note issuance and revolving facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
		<u>5,392,780,092</u>	<u>1,866,913,593</u>
Claims against the Bank not acknowledged as debt		-	-
Total off-balance sheet items		<u>46,983,942,396</u>	<u>30,417,420,570</u>



Malick Musfique Reza
EVP & Head of Finance



Ali Reza Iftekhhar
Managing Director & CEO

Dated: Dhaka, 28 July 2011

EASTERN BANK LIMITED

Profit & Loss Account (Unaudited)

For the period ended 30 June 2011

Particulars	Notes	1 Jan '11 to	1 Jan '10 to	1 Apr '11 to	1 Apr '10 to
		30 Jun '11	30 Jun '10	30 Jun '11	30 Jun '10
		Taka	Taka	Taka	Taka
Interest Income	24	4,225,704,113	3,391,776,168	2,285,716,195	1,753,220,698
Less: Interest paid on deposits and borrowings	25	2,685,441,487	1,964,177,812	1,454,257,984	968,765,485
Net Interest Income		1,540,262,626	1,427,598,356	831,458,211	784,455,213
Income from investments	26	890,250,614	898,542,977	410,294,132	581,712,729
Commission, exchange and brokerage	27	1,035,170,601	566,629,274	648,561,978	325,546,228
Other operating income	28	264,953,728	86,453,852	152,223,145	31,372,055
Total operating income		3,730,637,569	2,979,224,459	2,042,537,466	1,723,086,225
Salary & allowances	29	588,938,025	464,133,743	292,089,695	278,162,139
Rent, taxes, insurance, utilities etc.	30	108,450,915	79,939,681	61,158,707	44,009,323
Legal & professional expenses	31	22,281,909	11,260,609	14,826,630	6,056,719
Postage, stamp, telecommunication etc.	32	29,826,630	32,528,109	22,815,993	17,912,351
Stationery, printing, advertisement, etc.	33	89,917,614	62,703,534	52,721,575	40,340,072
Managing Director's salary and allowances	34	5,736,000	4,994,400	2,868,000	2,497,200
Directors' Fees & Expenses	35	1,408,709	754,572	960,826	552,550
Auditor's fees	36	-	-	-	-
Charges on loan losses		235,033	98,387	6,438	-
Repairs, maintenance and depreciation	37	135,184,881	131,657,804	75,246,220	85,919,078
Other office operating expenses	38	126,988,886	93,128,137	78,184,435	22,555,089
Total operating expenses		1,108,968,603	881,198,976	600,878,520	498,004,521
Other non operating income	39	-	22,628,988	-	22,628,988
Profit before provisions		2,621,668,966	2,120,654,471	1,441,658,946	1,247,710,692
Provision for loans and advances	40				
General provision		246,326,040	107,500,000	128,559,673	57,500,000
Specific provision		157,165,601	91,500,000	92,725,801	75,000,000
Provision against loss on revaluation of shares		142,133,120	740,000	29,833,307	740,000
Total provisions		545,624,761	199,740,000	251,118,781	133,240,000
Profit before tax for the period		2,076,044,205	1,920,914,471	1,190,540,165	1,114,470,692
Provision for tax made for the period		980,376,434	875,703,027	570,239,522	510,179,521
Profit after tax for the period		1,095,667,771	1,045,211,444	620,300,643	604,291,171
Earnings per share (EPS)	41	2.42	2.31	1.37	1.33



Malick Musfique Reza
EVP & Head of Finance



Ali Reza Iftekhar
Managing Director & CEO

Dated: Dhaka, 28 July 2011

EASTERN BANK LIMITED

Cash Flow Statement (Unaudited)

For the period ended 30 June 2011

	1 Jan '11 to 30 Jun '11 Taka	1 Jan '10 to 30 Jun '10 Taka
A. Cash flows from operating activities		
Interest received	4,131,479,639	3,306,415,654
Interest paid	(2,426,382,545)	(1,878,400,730)
Dividend received	25,191,989	16,084,917
Fees and commission received	1,035,170,601	504,940,626
Income from investment	865,058,624	882,458,060
Recovery of loans previously written off	205,481,219	34,229,604
Cash paid to employees (including directors)	(596,082,734)	(469,128,143)
Cash paid to suppliers	(250,477,068)	(186,431,933)
Income taxes paid	(717,289,255)	(875,703,027)
Received from other operating activities	59,472,509	113,912,895
Paid for other operating activities	(186,906,701)	(225,638,901)
Operating cash flow before changes in operating assets and liabilities	2,144,716,278	1,222,739,024
Increase/(decrease) in Operating Assets & Liabilities		
Changes in trading securities	(2,655,943,448)	773,566,338
Loans and advances to other banks	-	-
Loans and advances to customers (other than banks)	(10,742,666,701)	(7,432,687,097)
Other assets	(167,932,406)	(128,041,845)
Recovery from BCCI assets	201,283,000	5,542,787
Deposits from other Banks	496,000,764	-
Deposits from customers (other than banks)	14,992,162,339	4,018,905,292
Other liability/other non operating income	-	-
Other liability/tax	(263,087,179)	-
Other liability/provision	(545,624,761)	(199,740,000)
Other liabilities	153,429,550	237,236,642
Net Cash received from operating activities	3,612,337,436	(1,502,478,860)
B. Cash flows from investing activities		
Changes in non-trading securities	(505,264,667)	-
Purchase of property, plant and equipment	(118,071,639)	(5,294,456)
Sales proceeds of fixed assets	3,854,043	-
Investment -Others	-	(1,388,667,070)
Net cash used in investing activities	(619,482,263)	(1,393,961,526)
C. Cash flows from financing activities		
Borrowings from other banks, financial institutions and agents	2,570,813,237	6,788,683,642
Received from issue of loan capital and debt securities	-	-
Dividend paid (cash dividend)	-	(499,284,000)
Net cash received from financing activities	2,570,813,237	6,289,399,642
D. Net (decrease) / increase in cash (A+B+C)	5,563,668,408	3,392,959,255
E. Opening cash and cash-equivalents	8,238,097,105	10,513,933,056
F. Closing cash and cash-equivalents (D+E)*	13,801,765,513	13,906,892,312
*Closing cash and cash-equivalents		
Cash In hand (including foreign currencies)	830,998,874	572,283,073
Balances with Bangladesh Bank and its agent bank (s)	4,189,138,085	2,737,896,035
Balances with other Banks and Financial Institutions	8,668,371,454	10,592,760,404
Money at call and short notice	110,000,000	-
Prize bonds	3,257,100	3,952,800
	13,801,765,513	13,906,892,312



Malick Musfique Reza
EVP & Head of Finance



Ali Reza Iftekhar
Managing Director & CEO

Dated: Dhaka, 28 July 2011

EASTERN BANK LIMITED

Statement of Changes in Equity (Unaudited)

For the period ended 30 June 2011

Particulars	Paid up capital	Statutory reserve	Dividend equalisation reserve	Reserve against pre take over loss	Pre take over loss	Asset revaluation reserve	Reserve for revaluation of treasury securities (HFT)	General reserve	Reserve for non banking assets	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance on 1 January 2011	2,920,811,400	2,725,521,942	356,040,000	1,554,759,750	(989,138,238)	2,651,941,750	823,251,968	160,000,000	233,527,796	1,646,838,194	12,083,554,562
Net profit for the period after tax	-	-	-	-	-	-	-	-	-	1,095,667,771	1,095,667,771
Bonus share issued	1,606,446,270	-	-	-	-	-	-	-	-	(1,606,446,270)	-
Reserve for revaluation of treasury securities (HFT)	-	-	-	-	-	-	(84,846,565)	-	-	-	(84,846,565)
Recovery of pre-takeover loss	-	-	-	-	201,283,000	-	-	-	-	-	201,283,000
Balance as at 30 June 2011	4,527,257,670	2,725,521,942	356,040,000	1,554,759,750	(787,855,238)	2,651,941,750	738,405,403	160,000,000	233,527,796	1,136,059,695	13,296,658,768
Balance as at 30 June 2010	2,920,811,400	1,927,039,732	356,040,000	1,554,759,750	(991,773,238)	913,678,854	872,030,850	160,000,000	233,527,796	1,065,742,055	9,011,857,198



Malick Musfique Reza
EVP & Head of Finance



Ali Reza Iftekhhar
Managing Director & CEO

Dated: Dhaka, 28 July 2011

Notes to the financial statements

as at and for the half year ended 30 June 2011

1 The Bank and its Activities

1.1 Incorporated in Bangladesh, Eastern Bank Limited ("the Bank") was formed as a public limited company with the primary objective to carry out all kinds of banking businesses inside and outside Bangladesh. The Bank took over the businesses, assets and liabilities of 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 accordance with the provisions of the BCCI Reconstruction Scheme 1992. The Bank commenced operations from 16 August 1992 with four branches and at present it has 49 branches all over Bangladesh. Shares of the company 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.

The principal activities of the Bank are to provide a comprehensive range of financial products (loans and deposits) and services: personal and commercial, trade services, cash management services, treasury operations, securities dealings and custodial services.

1.2 Offshore Banking Unit

Offshore Banking Unit (OBU) is a separate business unit of Eastern Bank Limited governed under the Rules and Guidelines of Bangladesh Bank. The Bank obtained permission for OBU operations vide Bangladesh Bank's letter no. BRPD(P)744/(89)/2004-303 dated 25 January 2004. It gives loans (on and off-balance sheet exposures) and takes deposits only in freely convertible foreign currencies to and from non-resident person/institutions, fully foreign owned EPZ companies etc. This unit commenced its operation from 19 May 2004 and its office is located at Jiban Bima Bhaban, 10 Dilkusha C/A (1st floor), Dhaka.

1.3 Subsidiaries of the Bank

Eastern Bank Limited acquired 60% shares of LRK Securities Limited, a securities brokerage firm, on 15 October 2009. This acquisition got central bank's approval vide letter no. BRPD (R-1)717/2009-543 dated 13 December 2009. After acquisition, the name of the firm was changed to 'EBL Securities Limited' upon getting approval from Securities and Exchange Commission (SEC). EBL Investments Limited, another subsidiary of EBL, was incorporated on 30 December 2009 with an initial paid up capital of BDT 300 million upon receiving consent from SEC on 24 December 2009.

2 Significant Accounting Policies and bases of preparation

2.1 Statement of compliance

The financial statements of the Group and the Bank as at and for the period ended 30 June 2011 have been prepared under the historical cost convention except investments and in accordance with 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, Bangladesh Financial Reporting Standards (BFRS), 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.

2.2 Basis of measurement

The financial statements of the Bank have been prepared on the historical cost basis except for the following:

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using marking to market concept with gain crediting revaluation reserve but loss charged to P & L.
- Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present value using amortisation concept.

2.3 Consolidation

Financial statements of the subsidiaries are consolidated with those of the Bank following procedures of Bangladesh Accounting Standard (BAS) 27 'Consolidated and Separate Financial Statements'. All intra-group transactions, balances, income and expenses were eliminated on consolidation.

2.4 Functional and presentation currency

These consolidated financial statements of the Group and the financial statements of the Bank are presented in Taka which is the Group's and the Bank's functional currency except OBU where functional currency is US Dollar (USD).

2.5 Use of estimates and judgments

The preparation of the consolidated financial statements of the Group and the financial statements of the Bank in conformity with BFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount 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 period affected.

2.6 Foreign currency conversion

Transactions in foreign currencies are converted into respective functional currencies (Bangladeshi Taka in case of EBL Main Operations and US Dollar in case of OBU) at the standard mid rate of exchange ruling at the date of transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated into the functional currencies at the standard mid rate of exchange prevailing on that date. Foreign exchange differences (Rates at which transactions were initially recorded and the rate prevailing on the reporting date/date of settlements) of the Bank's monetary items are recorded in the Profit & Loss.

2.7 Reporting period

These financial statements cover half year from 1 January to 30 June 2011.

2.8 Cash Flow Statement

Cash Flow Statement has been prepared in accordance with **Bangladesh Accounting Standard (BAS) 7 "Cash Flow Statement"** and under the guideline of Bangladesh Bank BRPD Circular No.14 dated 25 June 2003. The Statement shows the Structure of Changes in cash and cash equivalents during the half year.

2.9 Statement of changes in equity

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

Statement of changes in equity has been prepared in accordance with Bangladesh Accounting Standard (BAS) 1 "Presentation of Financial Statements" and relevant guidelines of Bangladesh Bank.

2.10 Cash and cash equivalents

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions, money at call and on short notice and prize bond.

2.11 Investments

All investments (other than government treasury securities) are initially recognised at cost, including acquisition charges associated with the investment. Premiums are amortised and discount accredited, using the effective or historical yield method. Accounting treatment of government treasury securities (categorized as HFT or/and HTM) is made following Bangladesh Bank BRPD circular letter no 05, dated 26-05-2008 and its subsequent clarifications/amendments.

Held to maturity (HTM)

Investments which are intended to be held to maturity are classified as "Held to Maturity". These are measured at amortised cost at each year end by taking into account any discount or premium in acquisition. Any increase or decrease in value of such investments is booked to equity.

Held for Trading (HFT)

Investments primarily held for selling or trading is classified in this category. After initial recognition, investments are marked to market weekly and any decrease in the present value is recognised in the profit and loss account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per Bangladesh Bank DOS Circular No. 05, dated 28 January 2009.

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, gain to Revaluation Reserve through P & L
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 to P & L but no unrealized gain booking
Prize bond	Cost	None	None

REPO and Reverse REPO

Since 1 September 2010 transactions of REPO and Reverse REPO are recorded following DOS Circular No. 06, dated 15 July 2010 of Bangladesh Bank. In case of repo of both coupon and non-coupon bearing (Treasury bill) security, the Bank adjusts the Revaluation Reserve Account for HFT securities and cease weekly revaluation (if the revaluation date falls within the repo period) of the same. For interest bearing security, the Bank ceases accrual of interest during REPO period on the same.

2.12 Loans, advances and provisions

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:

Heads	Rates
General provision on:	
Unclassified general loans and advances	1%
Unclassified small and medium enterprise	1%
Loans to BHs/MBs/SDs against Shares etc.	2%
Unclassified loans for housing finance and on loans for professionals	2%
Unclassified consumer financing other than housing financing and loans for professionals	5%
Short term agri credit and micro credit	5%
Special mention account	5%
Contingent assets	1%
Specific provision on:	
Substandard loans and advances other than short term agri credit and micro credit	20%
Doubtful loans and advances other than short term agri credit and micro credit	50%
Bad/loss loans and advances	100%
Substandard short term agri credit and micro credit	5%
Doubtful short term agri credit and micro credit	5%

2.13 Fixed assets and depreciation

- i) 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 measured at cost at the time of acquisition and subsequently at revalued amount which is the fair value at the time of revaluation done by an independent valuer and any gain on revaluation is shown as equity component.
- 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 no depreciation is charged for the month when the assets are disposed.
- iii) Depreciation rates used for each type of fixed assets are as follows:

Particulars of fixed assets	Rate of Depreciation	Estimated useful lives (Years)
Buildings	2.50%	40
Furniture and Fixtures	10.00%	10
Machineries and equipment	20.00%	5
Softwares	20.00%	5
Computers	33.33%	3
Stabilizers	33.33%	3
UPS	33.33%	3
Vehicles	20.00%	5

- iv) Repairs and maintenance are charged to profit and loss account as expense when incurred.

2.14 Revenue recognition

The revenue during the period has been recognised following all conditions of revenue recognitions as prescribed by BAS-18 "Revenue".

2.14.1 Interest income

Interest on unclassified (excluding Special Mentioned Account or SMA) loans and advances have been accounted for as income on accrual basis, interest on classified loans and advances (including SMA) has been credited to interest suspense account with actual receipt of interest therefrom having credited to income as and when received as per instruction of Bangladesh Bank.

2.14.2 Fees and commission income

Fees and commission income arises on services provided by the Bank and recognized on as and when received basis. Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

2.14.3 Dividend income

Dividend income from shares is recognized at the time when it is declared and ascertained.

2.14.4 Interest income from investments

Interest income on investments in Government and other securities, debentures and bonds is accounted for on accrual basis.

2.14.5 Interest paid on borrowings and deposits

Interest paid on Borrowings and Deposits are recognized on accrual basis.

2.14.6 Management and other expenses

Expenses incurred by the Bank are recognised on accrual basis.

2.14.7 Provision for taxation

a) *Current tax*

Provision for current income tax has been made at the prevailing rate i.e. @ 42.5% on the profit before tax made by the Bank considering major taxable allowances and disallowances.

b) *Deferred tax*

Deferred Tax is calculated on the taxable/deductible temporary differences between tax base amount and carrying amount of assets and liabilities as required by Bangladesh Accounting Standard (BAS)-12 "Accounting for Taxes".

2.15 Retirement benefits

The retirement benefits accrued for the employees of the Bank during the reporting period have been accounted for in accordance with the provisions of BAS-19, "Employee Benefit". Bases of enumerating the retirement benefit schemes operated by the Bank are outlined below:

a) *Gratuity*

- l) The Bank operates a funded gratuity scheme approved by the National Board of Revenue with effect from 01 January 1997. The Gratuity Fund has been managed separately from those of EBL by "EBL Employees Gratuity Fund Trust" and any investment decision out of this fund is also made by this Trust. The benefit is paid to the eligible employees i.e. who have completed minimum 7 (seven) years of continuous service at the time of separation from the Bank. As per Human Resources Policy, eligible employees are provided with the benefit equal to one latest basic salary multiplied by number of years completed and in case of ten or more years, benefit will be equal to one and half month of latest basic salary multiplied by number of years completed.

- ii) Provision for gratuity is made monthly on the basis of actuarial valuation made once in three years, or immediately after any major change in the salary structure that could impact provisions. Last actuarial valuation was done based on information of November 2010. As per this valuation, from 1 December 2010 a contribution of at least 15.68% of basic payroll is paid into the Fund each year until the next actuarial review is carried out.

b) Provident fund

The Bank operates a contributory provident fund for its permanent employees funded by both the employees and the Bank at a pre-determined rate. This fund is managed by a separate trustee board of "EBL Employees Provident Fund Trust" and any investment decision out of this fund is made separately from that of the company's funds. This fund got approval from the National Board of Revenue on 31 July 1997.

c) Superannuation fund

The Bank operates a superannuation fund approved by the National Board of Revenue with effect from 20 November 1999 and governed by the trust deed of "EBL Employees Superannuation Fund Trust". As per the trust deed, benefit is payable to the eligible employees of the Bank as per their ranks, grades and length of service with the Bank. The Bank conducted an actuarial valuation of the fund in 2009. The actuary recommended a payment of Tk. 30,856,000 to the fund to offset the past service liability. In addition, 1.16% of total admissible benefit is being paid into the Fund until the next actuarial investigation.

2.16 Provision and accrued expenses

In compliance with BAS-37, provisions and accrued expenses are recognized in the financial statements when the Bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2.17 Provision for Nostro Accounts

According to guideline of Foreign Exchange Policy Department of Bangladesh Bank, Circular No. FEOD (FEMO)/01/2005-677 dated 13 September 2005, Bank is not required to make provision regarding the un-reconciled debit balance as at Balance Sheet date since there was no debit entries more than three months.

2.18 Exchange rate

Foreign currencies are translated into Bangladeshi Taka at the following rates:

- a) Assets and Liabilities of BCCI existing at the takeover date, at the rate prevailing on 6 July 1991.
- b) Assets relating to customers' foreign currency deposit account at standard mid rates of USD 1 = Tk 74.1493 and GBP 1 = Tk 119.1505 and EURO 1 = Tk 107.0345 as on 30 June 2011.
- c) Other foreign currency related transactions have been converted by using the rate of exchange prevailing on the dates of such transactions.

2.19 Earnings per share

Earnings per share (EPS) has been computed by dividing the profit after tax (PAT) by the weighted average number of ordinary shares outstanding as on 30 June 2011 as per BAS-33 "Earnings Per Share". Diluted earning per share was not required to be calculated as there were no dilution possibilities during the period.

2.20 General

- a) Figures appearing in these Financial Statements have been rounded off to the nearest Taka.
- b) Previous period's figures have been rearranged, where necessary, in order to conform to current period's presentation.

	Notes	Group		Bank	
		30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
3. Cash					
Cash in hand (including foreign currencies)	3.1	831,186,402	725,180,656	830,998,874	725,168,966
Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)	3.2	4,189,138,085	2,956,146,840	4,189,138,085	2,956,146,840
		5,020,324,487	3,681,327,496	5,020,136,959	3,681,315,806
3.1 Cash in hand (including foreign currencies)					
Local currency	3.1.1	817,056,049	701,635,752	816,868,521	701,624,062
Foreign currencies		14,130,353	23,544,904	14,130,353	23,544,904
		<u>831,186,402</u>	<u>725,180,656</u>	<u>830,998,874</u>	<u>725,168,966</u>
3.1.1 Local currency					
With Bank		816,868,521	701,624,062	816,868,521	701,624,062
With Subsidiaries		187,528	11,690	-	-
		<u>817,056,049</u>	<u>701,635,752</u>	<u>816,868,521</u>	<u>701,624,062</u>
3.2 Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)					
Bangladesh Bank					
Local currency		3,825,358,591	3,135,428,482	3,825,358,591	3,135,428,482
Foreign currencies		194,657,659	(309,147,084)	194,657,659	(309,147,084)
		<u>4,020,016,249</u>	<u>2,826,281,398</u>	<u>4,020,016,249</u>	<u>2,826,281,398</u>
Sonali Bank (as an agent of Bangladesh Bank)- local currency		169,121,836	129,865,441	169,121,836	129,865,441
		<u>4,189,138,085</u>	<u>2,956,146,840</u>	<u>4,189,138,085</u>	<u>2,956,146,840</u>
4. Balances with other banks and financial institutions					
Balance in Bangladesh	4.1	5,704,704,059	3,641,444,356	5,503,847,636	3,507,711,860
Balance outside Bangladesh	4.2	3,164,523,818	1,045,968,539	3,164,523,818	1,045,968,539
		8,869,227,877	4,687,412,895	8,668,371,454	4,553,680,399
4.1 Balance in Bangladesh					
In Current Accounts		192,057,799	183,341,582	192,057,799	183,341,582
In Short Term Deposit Accounts		41,789,837	84,370,278	41,789,837	84,370,278
In Fixed Deposit Accounts		5,270,000,000	3,240,000,000	5,270,000,000	3,240,000,000
		<u>5,503,847,636</u>	<u>3,507,711,860</u>	<u>5,503,847,636</u>	<u>3,507,711,860</u>
Bank balances of subsidiaries	4.1.1	200,856,422	133,732,496	-	-
		<u>5,704,704,059</u>	<u>3,641,444,356</u>	<u>5,503,847,636</u>	<u>3,507,711,860</u>
4.1.1 A) Bank balances of subsidiaries					
Bank balances of subsidiaries with other banks					
Al-Arafa Islami Bank Limited		200,856,422	133,732,496	-	-
		<u>200,856,422</u>	<u>133,732,496</u>	<u>-</u>	<u>-</u>
B) Balance of Subsidiaries with EBL					
EBL Securities Limited		580,599	2,490,126	-	-
EBL Investments Limited		327,394,563	317,332,581	-	-
		<u>327,975,162</u>	<u>319,822,707</u>	<u>-</u>	<u>-</u>
4.2 Balance outside Bangladesh					
In Deposit account (non-interest bearing)		3,164,523,818	1,045,968,539	3,164,523,818	1,045,968,539
Others		-	-	-	-
		<u>3,164,523,818</u>	<u>1,045,968,539</u>	<u>3,164,523,818</u>	<u>1,045,968,539</u>

	Notes	Group		Bank	
		30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
5. Money at call and short notice					
With Banking Companies					
AB Bank Ltd.		100,000,000	-	100,000,000	-
With Non Banking Financial Institutions					
Midas Financing Limited		10,000,000	-	10,000,000	-
		110,000,000	-	110,000,000	-
6. Investments					
Government	6.1	8,963,580,721	6,828,141,845	8,963,580,721	6,828,141,845
Others	6.2	3,940,138,343	2,999,055,228	3,940,134,102	2,999,055,228
		12,903,719,064	9,827,197,073	12,903,714,823	9,827,197,073
6.1 Government (Investment in Govt. securities)					
Treasury bills	6.1.1	130,247,845	-	130,247,845	-
Treasury bonds	6.1.2	8,830,075,776	6,825,040,945	8,830,075,776	6,825,040,945
Prize Bonds		3,257,100	3,100,900	3,257,100	3,100,900
		8,963,580,721	6,828,141,845	8,963,580,721	6,828,141,845
6.1.1 Treasury bills					
182 days GT bills		34,882,712	-	34,882,712	-
364 days GT bills		95,365,133	-	95,365,133	-
		130,247,845	-	130,247,845	-
6.1.2 Treasury bonds					
5 Year Treasury bonds		2,559,997,127	2,182,746,545	2,559,997,127	2,182,746,545
10 Year Treasury bonds		5,972,864,978	4,642,294,400	5,972,864,978	4,642,294,400
15 Year Treasury bonds		151,711,647	-	151,711,647	-
20 Year Treasury bonds		145,502,024	-	145,502,024	-
		8,830,075,776	6,825,040,945	8,830,075,776	6,825,040,945
6.2 Others (Investment in other securities)					
Debentures		66,000,000	71,000,000	66,000,000	71,000,000
Corporate bond		340,000,000	300,000,000	340,000,000	300,000,000
Ordinary Shares (Quoted and Unquoted)		3,504,138,343	2,588,055,228	3,504,134,102	2,588,055,228
Preference Shares		30,000,000	40,000,000	30,000,000	40,000,000
		3,940,138,343	2,999,055,228	3,940,134,102	2,999,055,228
7. Loans and advances					
Loans, cash credits, overdrafts, etc.	7.1	64,045,877,739	54,498,712,055	64,660,637,403	54,498,712,055
Bills purchased and discounted	7.2	4,783,339,465	4,108,373,638	4,783,339,465	4,108,373,638
		68,829,217,204	58,607,085,693	69,443,976,869	58,607,085,693

Notes	Group		Bank	
	30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
7.1 Loans, cash credits, overdrafts etc.				
<i>Inside Bangladesh</i>				
Loans - general	51,697,494,585	44,407,692,287	52,312,254,249	44,407,692,287
Cash credit	4,724,635,445	3,501,889,761	4,724,635,445	3,501,889,761
Overdraft	5,696,174,390	4,715,234,397	5,696,174,390	4,715,234,397
<i>Outside Bangladesh</i>				
Loans, cash credits, overdrafts etc.				
-offshore banking unit	1,927,573,319	1,873,895,610	1,927,573,319	1,873,895,610
	<u>64,045,877,739</u>	<u>54,498,712,055</u>	<u>64,660,637,403</u>	<u>54,498,712,055</u>
7.2 Bills purchased and discounted				
<i>Inside Bangladesh</i>				
Local bills	1,907,218,180	1,002,866,127	1,907,218,180	1,002,866,127
Foreign bills /documents	50,102,956	28,147,837	50,102,956	28,147,837
<i>Outside Bangladesh</i>				
Loans, cash credits, overdrafts etc.				
-offshore banking unit	2,826,018,330	3,077,359,674	2,826,018,330	3,077,359,674
	<u>4,783,339,465</u>	<u>4,108,373,638</u>	<u>4,783,339,465</u>	<u>4,108,373,638</u>
7.a Classified, unclassified, doubtful and bad loans & advances				
<i>Unclassified</i>				
Standard (including staff loan)	66,572,585,454	56,628,677,927	67,187,345,119	56,628,677,927
Special mention accounts (SMA)	1,010,266,193	809,667,079	1,010,266,193	809,667,079
	<u>67,582,851,647</u>	<u>57,438,345,006</u>	<u>68,197,611,312</u>	<u>57,438,345,006</u>
Sub-standard	209,808,423	329,615,156	209,808,423	329,615,156
Doubtful	127,835,767	146,456,640	127,835,767	146,456,640
Bad/Loss	908,721,367	692,668,891	908,721,367	692,668,891
<i>Classified</i>	1,246,365,557	1,168,740,687	1,246,365,557	1,168,740,687
	<u>68,829,217,204</u>	<u>58,607,085,693</u>	<u>69,443,976,869</u>	<u>58,607,085,693</u>
8. Fixed assets including land, building, furniture and fixtures				
Cost				
Freehold land and land development	3,141,251,513	3,141,251,513	3,141,251,513	3,141,251,513
Buildings on freehold land	22,192,280	22,192,280	22,192,280	22,192,280
Machineries and equipment*	591,966,989	508,798,800	585,441,256	503,155,888
Furniture and fixtures	245,916,848	229,372,506	239,618,420	223,675,894
Vehicles	71,408,641	68,058,641	70,066,336	66,716,336
Leased assets (finance lease)	91,591,169	91,591,169	91,591,169	91,591,169
Softwares	84,214,804	75,836,916	82,702,824	74,324,936
Total cost	<u>4,248,542,244</u>	<u>4,137,101,826</u>	<u>4,232,863,798</u>	<u>4,122,908,016</u>
Accumulated depreciation	(583,455,558)	(510,980,663)	(579,749,387)	(508,509,101)
Written down value	<u>3,665,086,686</u>	<u>3,626,121,163</u>	<u>3,653,114,412</u>	<u>3,614,398,916</u>

* It includes machineries and equipment, computer and network equipments. Detail of these are in Annexure-A.

Notes	Group		Bank		
	30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka	
9. Other assets					
Income generating	-	-	-	-	
Non- Income generating					
Investment in subsidiary- EBL Securities Ltd.	-	-	216,000,000	216,000,000	
Investment in subsidiary- EBL Investments Ltd.	-	-	299,999,900	299,999,900	
Receivable from EBL Securities Ltd.	-	314,049	5,938,464	158,625,766	
Fair value of DSE license Fee	349,000,000	349,000,000	-	-	
Other assets of subsidiary	874,405,442	614,830,444	-	-	
Stock of stationery & Stamps on hand	12,438,790	16,957,488	12,438,790	16,957,488	
Advance to staff for expenses	1,365,414	1,368,329	1,365,414	1,368,329	
Suspense account	5,185,169	5,277,572	5,185,169	5,277,572	
Advance paid for development of land and building	1,001,500	30,798,489	1,001,500	30,798,489	
Security deposits-Govt. agencies	1,921,825	1,921,825	1,921,825	1,921,825	
Interest and other receivables	500,923,296	496,127,450	500,923,296	496,127,450	
Advance rent and advertisement	599,565,354	210,855,382	599,565,354	210,855,382	
Prepaid expenses and other prepayments	22,011,084	79,561,054	22,011,084	79,561,054	
Deferred tax assets/(liability)	3,225,587	3,225,587	3,225,587	3,225,587	
Bangladesh Bank clearing account	-	1,316,193	-	1,316,193	
Offshore Banking Unit	20,391,058	-	20,391,058	-	
	2,391,434,519	1,811,553,862	1,689,967,441	1,522,035,035	
10. Non-banking assets					
Eastern Bank Limited was awarded absolute ownership on few mortgaged properties through the verdict of honorable court under section 33(7) of the Artharin Adalat Act 2003. These were recorded at Tk. 247,878,000 as non banking assets. Value of the assets received in addition to the loan outstanding has been kept as reserve against non banking assets.					
11. Borrowings from other banks, financial institutions and agents					
<i>In side Bangladesh</i>					
Payable on demand	2,630,000,000	890,000,000	2,630,000,000	890,000,000	
Term Borrowings	-	400,000,000	-	400,000,000	
Other borrowings (including OBU)	9,153,888,257	7,923,075,020	9,153,888,257	7,923,075,020	
	11,783,888,257	9,213,075,020	11,783,888,257	9,213,075,020	
<i>Out side Bangladesh</i>					
	-	-	-	-	
	11,783,888,257	9,213,075,020	11,783,888,257	9,213,075,020	
12 Deposits and other accounts					
Current deposits and other accounts, etc.	12.1	6,817,955,926	5,519,912,500	6,818,536,525	5,522,402,626
Savings bank deposits	12.2	12,065,601,496	12,853,595,212	12,065,601,496	12,853,595,212
Fixed deposits	12.3	52,076,872,850	36,630,144,417	52,404,267,413	36,947,476,998
Bills payable	12.4	861,795,128	1,079,503,680	861,795,128	1,079,503,680
Bearer certificates of deposits	12.5	22,250,000	22,250,000	22,250,000	22,250,000
		71,844,475,400	56,105,405,810	72,172,450,562	56,425,228,517

Notes	Group		Bank	
	30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
12.1 Current deposits and other accounts				
Current deposits	2,628,797,151	2,432,509,182	2,629,377,750	2,434,999,308
Sundry Deposits (Margin on LC, LG, Acceptance etc.)	3,032,244,131	2,201,598,828	3,032,244,131	2,201,598,828
Matured Deposits	3,994,016	4,082,791	3,994,016	4,082,791
Interest Accrued on Deposits	1,100,281,910	841,222,968	1,100,281,910	841,222,968
Current deposit-offshore banking unit	52,638,718	40,498,731	52,638,718	40,498,731
	<u>6,817,955,926</u>	<u>5,519,912,500</u>	<u>6,818,536,525</u>	<u>5,522,402,626</u>
12.2 Savings bank deposits				
Saving deposits	3,883,411,788	4,001,185,473	3,883,411,788	4,001,185,473
High performance deposit - retail	4,818,410,472	5,170,218,057	4,818,410,472	5,170,218,057
EBL campus account	6,224,089	6,590,465	6,224,089	6,590,465
EBL interesting account	1,647,223,388	2,161,210,575	1,647,223,388	2,161,210,575
EBL confidence	1,087,895,275	895,340,857	1,087,895,275	895,340,857
Salary account deposits	119,605,447	112,329,961	119,605,447	112,329,961
Monthly deposit plan (MDP)	191,662,364	274,778,657	191,662,364	274,778,657
EBL Sonchoy	30,504,296	20,463,997	30,504,296	20,463,997
EBL Paribar	2,992,251	1,755,178	2,992,251	1,755,178
EBL Secure	167,679,987	122,615,619	167,679,987	122,615,619
EBL Global	61,049,134	58,662,094	61,049,134	58,662,094
EBL Global GBP	5,091,393	4,558,586	5,091,393	4,558,586
EBL RFCD	25,481,005	22,036,253	25,481,005	22,036,253
Unclaimed savings deposit	1,861,586	1,849,440	1,861,586	1,849,440
EBL Junior Account	15,027,020	-	15,027,020	-
SME Equity Builder	1,482,000	-	1,482,000	-
	<u>12,065,601,496</u>	<u>12,853,595,212</u>	<u>12,065,601,496</u>	<u>12,853,595,212</u>
12.3 Fixed deposits				
Short term deposits	12,891,875,948	9,922,053,708	13,219,270,511	10,239,386,289
Term deposits	38,728,287,292	26,688,972,550	38,728,287,292	26,688,972,550
Non resident foreign currency deposits	456,709,610	19,118,159	456,709,610	19,118,159
	<u>52,076,872,850</u>	<u>36,630,144,417</u>	<u>52,404,267,413</u>	<u>36,947,476,998</u>
12.4 Bills payable				
Local currency	860,479,061	674,441,515	860,479,061	674,441,515
Foreign currency	1,316,068	405,062,165	1,316,068	405,062,165
	<u>861,795,128</u>	<u>1,079,503,680</u>	<u>861,795,128</u>	<u>1,079,503,680</u>

12.5 Issuance of Bearer Certificate of Deposits has been stopped as per BRPD circular No. 09 dated 20 October 2002.

Notes	Group		Bank	
	30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
13. Other liabilities				
Privileged creditors	144,681,972	194,535,568	144,593,154	194,535,568
Acquirer liabilities	107,369,505	9,664,199	107,369,505	9,664,199
Sundry creditors	93,676,374	138,046,350	93,676,374	137,988,850
Security deposit	17,038,892	18,608,733	17,018,514	18,608,733
Current tax liability/(assets)	1,169,895,374	927,284,348	1,163,321,186	900,234,007
Provision for loans and advances	2,071,249,001	1,717,948,042	2,071,249,001	1,717,948,042
Interest suspense account	333,138,821	273,601,197	333,138,821	273,601,197
Provision for other assets	4,853,675	2,768,103	4,853,675	2,768,103
Provision for revaluation of shares	165,222,307	27,024,575	165,222,307	27,024,575
Advance interest/commission received	49,909,712	22,429,762	49,909,712	22,429,762
Expenses payable	30,461,149	201,134,808	28,976,291	201,134,808
Inter branch and inter system accounts	179,259,480	790,255	179,259,480	790,255
Advance export proceeds	8,922,712	258,942,629	8,922,712	258,942,629
Miscellaneous payable	64,665,187	543,751,607	64,665,187	543,751,607
Conversion balance	384,137	361,564	384,137	361,564
Other liabilities-offshore banking unit	52,602,315	21,948,922	52,602,315	21,948,922
Other liabilities of subsidiaries	410,031,529	554,273,290	-	-
	4,903,362,143	4,913,113,953	4,485,162,371	4,331,732,822
14. Share Capital				
A) Authorized capital				
1,200,000,000 ordinary shares of Tk 10 each	12,000,000,000	12,000,000,000	12,000,000,000	12,000,000,000
B) Issued, subscribed and fully paid up capital				
Issued against cash	1,293,450,000	1,293,450,000	1,293,450,000	1,293,450,000
Issued against bonus share*	3,233,807,670	1,627,361,400	3,233,807,670	1,627,361,400
	4,527,257,670	2,920,811,400	4,527,257,670	2,920,811,400
*During 2011 total 160,644,627 number of shares are issued as stock dividend.				
15. Statutory Reserve				
Opening balance	2,725,521,942	1,927,039,732	2,725,521,942	1,927,039,732
Transferred from profit during the period	-	798,482,210	-	798,482,210
Closing balance	2,725,521,942	2,725,521,942	2,725,521,942	2,725,521,942
16. Dividend equalization reserve				
Opening balance	356,040,000	356,040,000	356,040,000	356,040,000
Transferred from profit during the period	-	-	-	-
Closing balance	356,040,000	356,040,000	356,040,000	356,040,000

According to BRPD Circular No. 18 dated 20 October 2002, in case of declaring cash dividend more than 20%, a sum equal to the amount of dividend in excess of 20% shall have to be transferred to Dividend Equalization Reserve.

Notes	Group		Bank	
	30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
17. Reserve against Pre-takeover loss				
Opening balance	1,554,759,750	1,554,759,750	1,554,759,750	1,554,759,750
Adjustment during the period	-	-	-	-
Closing balance	1,554,759,750	1,554,759,750	1,554,759,750	1,554,759,750
<p>This represents the amount deducted from depositors and other accounts of customers of erstwhile BCCI branches in Bangladesh under clause 11(3) of the Scheme. In accordance with clause 14 of the Scheme, a review was carried out of the recovery made against the BCCI assets in 1997 and it was concluded that no payment of the deductions need to be made to the depositors of BCCI as per the scheme. As this provision is no longer required it therefore has been shown as reserve against pretake over loss.</p>				
18. Pre-take over loss				
Opening balance	(989,138,238)	(997,316,025)	(989,138,238)	(997,316,025)
Recoveries during the period	201,283,000	8,177,786	201,283,000	8,177,786
Closing balance	(787,855,238)	(989,138,238)	(787,855,238)	(989,138,238)
19. Assets revaluation reserve				
Opening balance	2,651,941,750	913,678,854	2,651,941,750	913,678,854
Addition during the period	-	1,738,262,896	-	1,738,262,896
	2,651,941,750	2,651,941,750	2,651,941,750	2,651,941,750
20. General Reserve				
Balance at the beginning of the period	160,000,000	100,000,000	160,000,000	100,000,000
Amount transferred from building fund	-	60,000,000	-	60,000,000
Adjustment made during the period	-	-	-	-
Balance at the end of the period	160,000,000	160,000,000	160,000,000	160,000,000
21. Profit and loss account/Retained Earnings				
Opening balance	1,669,294,774	944,206,007	1,646,838,193	944,206,009
Profit for the period	1,120,140,745	2,484,746,373	1,095,667,771	2,424,789,795
Transfer to statutory reserve	-	(798,482,210)	-	(798,482,210)
Bonus share issued	(1,606,446,270)	(424,391,400)	(1,606,446,270)	(424,391,400)
Cash dividend paid	-	(499,284,000)	-	(499,284,000)
Dividend received from subsidiary	-	(37,500,000)	-	-
Closing balance	1,182,989,248	1,669,294,774	1,136,059,695	1,646,838,195
22. Non-controlling interest				
A) Non-controlling Interest-EBL Securities Ltd	162,573,610	150,970,154	-	-
B) Non-controlling Interest-EBL Investments Ltd	106	104	-	-
	162,573,716	150,970,258	-	-
A) Non-controlling Interest-EBL Securities Ltd				
Calculation Model: 1				
Non-controlling interest @ 40% on opening fair value of net assets	22.1	150,970,154	146,514,835	-
Non-controlling interest on net profit carried forward to retained earnings	22.2	11,603,456	4,455,319	-
		162,573,610	150,970,154	-

	Notes	Group		Bank	
		30.06.11 Taka	31.12.10 Taka	30.06.11 Taka	31.12.10 Taka
22.1 Opening net assets of subsidiary					
Total assets		760,865,923	274,136,265	-	-
External liabilities		732,434,538	256,843,178	-	-
Book value of net assets		28,431,385	17,293,087	-	-
Add: Fair value adjustment	22.1.1	348,994,000	348,994,000	-	-
Fair value of opening net assets		377,425,385	366,287,087	-	-
Non-controlling interest @ 40% on-opening fair value of net assets		150,970,154	146,514,835	-	-
22.1.1 Fair value adjustment					
Fair value of DSE license		349,000,000	349,000,000	-	-
Book value of DSE license		6,000	6,000	-	-
Fair value adjustment		348,994,000	348,994,000	-	-
Calculation Model: 2					
Book value of closing total assets		1,084,896,438	760,865,923	-	-
Book value of closing external liabilities		1,027,456,413	732,434,537	-	-
Book value of closing net assets		57,440,025	28,431,386	-	-
Fair value adjustment		348,994,000	348,994,000	-	-
Fair value of closing net assets		406,434,025	377,425,386	-	-
Non-controlling interest @ 40%		162,573,610	150,970,154	-	-
B) Non-controlling Interest-EBL Investments Ltd.					
Book value of closing total assets		330,510,631	317,332,581	-	-
Book value of closing external liabilities		11,441,487	6,535,655	-	-
Book value of closing net assets		319,069,144	310,796,926	-	-
Non-controlling interest @ 0.00003%		106	104	-	-
22.2 Net profit for the period		29,008,640	73,638,298	-	-
Non-controlling interest @ 40% on net profit		11,603,456	29,455,319	-	-
Less: Non-controlling interest on interim dividend		-	(25,000,000)	-	-
Non-controlling interest on net profit carried-forward to retained earnings		11,603,456	4,455,319	-	-
23. Contingent liabilities					
Acceptance and endorsements (net)	23.1	18,033,505,696	10,153,867,598	18,033,505,696	10,153,867,598
Letters of guarantee	23.2	4,642,027,974	3,757,852,285	4,642,027,974	3,757,852,285
Irrevocable letters of credit (net)	23.3	16,822,365,901	13,197,919,990	16,822,365,901	13,197,919,990
Bills for collection		1,292,461,633	813,048,004	1,292,461,633	813,048,004
		40,790,361,204	27,922,687,877	40,790,361,204	27,922,687,877
23.1 Acceptance and endorsements (net)					
Acceptances		6,067,046,997	4,506,271,613	6,067,046,997	4,506,271,613
Acceptances-Usance LC-Cash		14,374,226,307	7,232,880,471	14,374,226,307	7,232,880,471
Margin on acceptance		(2,407,767,607)	(1,585,284,486)	(2,407,767,607)	(1,585,284,486)
		18,033,505,696	10,153,867,598	18,033,505,696	10,153,867,598

Notes	Group		Bank	
	30.06.11	31.12.10	30.06.11	31.12.10
	Taka	Taka	Taka	Taka
23.2 Letters of guarantee				
Letters of guarantee	4,799,386,353	3,978,764,161	4,799,386,353	3,978,764,161
Less: Margin on guarantee	(157,358,378)	(220,911,876)	(157,358,378)	(220,911,876)
	<u>4,642,027,974</u>	<u>3,757,852,285</u>	<u>4,642,027,974</u>	<u>3,757,852,285</u>
23.3 Irrevocable letters of credit (net)				
Letter of credit	17,263,480,820	13,562,025,073	17,263,480,820	13,562,025,073
Less: Margin on LC	(452,030,734)	(376,191,396)	(452,030,734)	(376,191,396)
	<u>16,811,450,086</u>	<u>13,185,833,677</u>	<u>16,811,450,086</u>	<u>13,185,833,677</u>
Letter of credit-Offshore Banking Unit (net)	10,915,815	12,086,313	10,915,815	12,086,313
	<u>16,822,365,901</u>	<u>13,197,919,990</u>	<u>16,822,365,901</u>	<u>13,197,919,990</u>

	Group		Bank	
	Jan-Jun '11	Jan-Jun '10	Jan-Jun '11	Jan-Jun '10
24. Interest income				
Interest on advances	3,747,219,690	3,002,064,983	3,689,173,775	3,002,064,983
Interest on money at call and short notice	43,321,184	14,728,583	43,321,184	14,728,583
Interest on placement with other banks and financial institutions	385,264,047	302,426,656	385,264,047	302,426,656
Interest on foreign currency balances	3,874,774	5,331,611	3,874,774	5,331,611
Interest income-offshore banking unit	104,070,333	67,224,334	104,070,333	67,224,334
	<u>4,283,750,029</u>	<u>3,391,776,168</u>	<u>4,225,704,113</u>	<u>3,391,776,168</u>
25. Interest paid on deposits and borrowings				
Interest on deposits	2,445,497,511	1,729,296,499	2,445,497,511	1,729,296,499
Interest on borrowings	196,957,911	195,883,287	165,974,762	194,834,287
Interest on REPO	30,365,271	9,787,088	30,365,271	9,787,088
Interest paid on deposits and borrowings-offshore banking unit	43,603,944	30,259,939	43,603,944	30,259,939
	<u>2,716,424,637</u>	<u>1,965,226,812</u>	<u>2,685,441,487</u>	<u>1,964,177,812</u>
26. Income from Investments				
<i>Dividend on shares</i>				
Ordinary shares	23,727,326	2,569,137	22,613,656	2,569,137
Preference shares	2,578,333	7,566,667	2,578,333	7,566,667
	<u>26,305,659</u>	<u>10,135,804</u>	<u>25,191,989</u>	<u>10,135,804</u>
Reverse REPO	45,877,870	1,727,953	45,877,870	1,727,953
Interest on debentures	1,867,534	2,836,438	1,867,534	2,836,438
Gain from trading in Govt. securities	95,793,200	(3,276,287)	95,793,200	(3,276,287)
Gain/ (loss) on revaluation of treasury securities (HFT)*	(54,867,172)	(46,709,154)	(54,867,172)	(46,709,154)
Bonds	384,447,678	463,096,672	384,447,678	463,096,672
Gain or (loss) on shares traded in secondary market	358,086,857	470,731,550	358,086,857	470,731,550
Gain or (loss) on Sale of Placement Share	33,852,658	-	33,852,658	-
	<u>891,364,284</u>	<u>898,542,977</u>	<u>890,250,614</u>	<u>898,542,977</u>

*As per instruction/circular of Bangladesh Bank (DOS circular Letter No 05 dated 26 May 2008).

Notes	Group		Bank	
	Jan-Jun '11 Taka	Jan-Jun '10 Taka	Jan-Jun '11 Taka	Jan-Jun '10 Taka
27. Commission, exchange and brokerage				
Fees and commission	737,769,520	358,436,983	691,716,017	389,668,446
Exchange gain net off exchange losses	342,902,830	176,471,772	342,902,830	176,471,772
Brokerage	-	-	-	-
Commission, exchange and brokerage- (OBU)	551,754	489,056	551,754	489,056
	1,081,224,104	535,397,811	1,035,170,601	566,629,274
28. Other operating income				
Rebate earnings	19,591,031	12,776,666	19,591,031	12,776,666
Telex charges recovered	669	59,500	669	59,500
Postage charges recovered	5,456,548	5,719,772	5,456,548	5,719,772
Service charges related to trade operations	4,541,636	3,416,509	4,541,636	3,416,509
Swift charges	14,045,051	12,600,521	14,045,051	12,600,521
Recovery from written off loans	205,481,219	34,229,604	205,481,219	34,229,604
Locker rent	3,397,275	1,659,100	3,397,275	1,659,100
Miscellaneous	13,427,550	77,440,423	12,182,950	15,751,775
Other operating income-offshore banking unit	257,349	240,405	257,349	240,405
	266,198,328	148,142,500	264,953,728	86,453,852
29. Salary and allowances				
Basic salary	223,887,775	181,567,663	219,740,975	180,534,115
Allowances	313,062,269	246,271,343	310,297,736	245,754,569
Festival bonus	559,970	632,830	559,970	460,572
Performance bonus	-	-	-	-
Bank's contribution to provident fund	19,945,553	16,892,200	19,945,553	16,892,200
Contribution to gratuity fund	34,982,233	17,080,729	34,982,233	17,080,729
Contribution to superannuation fund	3,411,558	3,411,558	3,411,558	3,411,558
	595,849,358	465,856,323	588,938,025	464,133,743
30. Rent, Taxes, Insurance, Utilities etc.				
Rent, rates and taxes	78,394,281	51,759,593	75,536,276	51,351,593
Insurance	19,874,031	15,969,951	19,874,031	15,765,951
Utility	13,442,503	12,890,137	13,040,608	12,822,137
	111,710,815	80,619,681	108,450,915	79,939,681
31. Legal and professional expenses				
Law charges	10,571,551	3,077,877	10,563,551	1,827,324
Professional fees & charges	11,718,359	11,309,114	11,718,359	9,433,285
	22,289,909	14,386,991	22,281,909	11,260,609
32. Postage, Stamp, Telecommunication etc.				
Telephone -office	7,596,456	6,549,301	7,513,869	6,549,301
LAN, WAN, SWIFT, Courier and Telex	15,282,263	15,437,003	15,282,263	15,437,003
Postage	7,030,497	10,541,806	7,030,497	10,541,806
	29,909,217	32,528,109	29,826,630	32,528,109

Notes	Group		Bank	
	Jan-Jun '11 Taka	Jan-Jun '10 Taka	Jan-Jun '11 Taka	Jan-Jun '10 Taka
33. Stationery, Printing, Advertisement, etc.				
Printing and stationery	28,952,879	22,116,318	28,816,848	21,942,009
Publicity and advertisement	61,115,186	40,761,525	61,100,766	40,761,525
	90,068,065	62,877,843	89,917,614	62,703,534
34. Managing Director's Salary and Allowances				
Basic salary	3,360,000	2,904,000	3,360,000	2,904,000
Allowances	2,040,000	1,800,000	2,040,000	1,800,000
Bonus	-	-	-	-
Bank's contribution to provident fund	336,000	290,400	336,000	290,400
	5,736,000	4,994,400	5,736,000	4,994,400
35. Directors' Fee				
Fees	558,000	401,000	540,000	401,000
Other expenses	868,709	353,572	868,709	353,572
	1,426,709	754,572	1,408,709	754,572
36. Audit Fee				
Audit fee during the period	-	-	-	-
VAT on audit fee	-	-	-	-
	-	-	-	-
37. Repairs, maintenance and depreciation				
Depreciation: (Annexure 'A')				
Buildings	277,404	277,404	277,404	277,404
Machineries and equipments	51,757,111	43,867,510	51,216,853	43,831,075
Vehicles	4,498,592	4,690,291	4,397,920	4,690,291
Furniture and fixtures	12,222,610	10,406,492	11,742,329	10,382,202
Softwares	7,980,992	-	7,867,594	-
	76,736,708	59,241,698	75,502,099	59,180,972
Repairs and maintenance				
Office equipments	14,396,830	16,656,972	14,209,750	16,620,537
Vehicles	1,679,230	989,236	1,659,230	989,236
Furniture and fixtures	9,478,027	5,041,349	9,478,027	5,017,059
Rented premises- general	22,276,714	19,588,247	21,629,139	19,588,247
Rented premises-lighting	8,655,585	6,879,293	8,631,403	6,879,293
Software maintenance expense	4,125,232	23,382,461	4,075,232	23,382,461
	60,611,618	72,537,558	59,682,781	72,476,832
	137,348,327	131,779,255	135,184,881	131,657,804

Notes	Group		Bank	
	Jan-Jun '11 Taka	Jan-Jun '10 Taka	Jan-Jun '11 Taka	Jan-Jun '10 Taka
38. Other expenses				
Card expenses	19,600,821	13,274,524	19,600,821	13,274,524
Travelling expenses	8,139,417	6,396,738	8,139,417	6,396,738
Bank charges	11,364,893	8,123,853	11,364,893	8,123,853
Donation	3,485,514	11,652,405	3,485,514	11,652,405
Fees and subscriptions	2,061,199	1,932,936	2,061,199	1,932,936
Books, periodicals and publications	1,020,690	183,371	1,020,690	183,371
Car & generator expenses	8,800,659	7,431,824	8,800,659	7,431,824
Staff recruitment and training expenses	8,274,409	2,150,722	8,274,409	2,150,722
Entertainment	21,759,670	16,640,847	21,759,670	16,640,847
Uniform and liveries	1,463,444	2,076,542	1,463,444	2,076,542
Branch operating expenses	566,205	472,139	566,205	472,139
Office securities	17,550,141	17,215,082	17,550,141	17,215,082
Sales & agency commission (DST, student file)	5,960,081	1,195,592	5,960,081	1,195,592
Dealers' commission-auto loan	9,000	129,540	9,000	129,540
AGM expenses	4,010,494	559,563	4,010,494	559,563
Loss on sale of fixed assets	-	1,200	-	1,200
Share related expenses	8,797,213	3,545,174	8,797,213	3,545,174
Other expenses-offshore banking unit	4,125,037	146,085	4,125,037	146,085
Other expenses of subsidiaries	10,376,676	5,018,787	-	-
	137,365,563	98,146,924	126,988,886	93,128,137
39. Other non operating income				
Extraordinary income (exchange equalization reserve)	-	22,628,988	-	22,628,988
Other income of subsidiaries	-	4,912,142	-	-
	-	27,541,130	-	22,628,988
40. Provision for loans & advances				
General provision	246,326,040	107,500,000	246,326,040	107,500,000
Specific provision	157,165,601	91,500,000	157,165,601	91,500,000
	403,491,641	199,000,000	403,491,641	199,000,000
Other provision				
Provision against other assets	2,345,283	740,000	2,345,283	740,000
Loss on revaluation of shares	139,787,837	-	139,787,837	-
	142,133,120	740,000	142,133,120	740,000

41. Earnings per share

Earnings per share (EPS) has been computed by dividing the profit after tax (PAT) by the weighted average number of ordinary shares outstanding as on 30 June 2011 as per BAS- 33 "Earnings Per Share". Bonus share issued during 2011 has been treated as if they had been in issue from the beginning of 2010 as per BAS-33. Diluted earnings per share was not required to calculate as there were no dilution possibilities during the period.

	Group		Bank	
	Jan-Jun '11	Jan-Jun '10	Apr-Jun '11	Apr-Jun '10
A. Weighted average number of shares :				
Number of shares in 2010 before bonus share issued	-	249,642,000	-	249,642,000
Bonus share issued in 2010	-	42,439,140	-	42,439,140
Number of shares in 2011 before bonus share issued	292,081,140	-	452,725,767	160,644,627
Bonus share issued in 2011	160,644,627	160,644,627	-	-
Weighted average number of shares	452,725,767	452,725,767	452,725,767	452,725,767
B. Earnings Per Share (EPS):				
Profit attributable to the shareholders of EBL for the period (after consolidation)	1,120,140,745	1,058,004,475	633,106,117	612,363,168
Profit attributable to the shareholders of EBL for the period (before consolidation)	1,095,667,771	1,045,211,444	620,300,643	604,291,171
Weighted average number of shares	452,725,767	452,725,767	452,725,767	452,725,767
Earnings per share (EPS)-after consolidation	2.47	2.34	1.40	1.35
Earnings per share (EPS)-before consolidation	2.42	2.31	1.37	1.33

EASTERN BANK LIMITED

Consolidated schedule of fixed assets As at 30 June 2011

Particulars	Balance on 01 January 2011			Cost			Accumulated Depreciation			Net book value at 30 June 2011			
	Taka	Taka	Taka	Revaluation Reserve	Balance on 01 January 2011	Balance at 30 June 2011	Disposals during the period	Balance at 30 June 2011	Charge for the period	On disposals during the period	Balance at 30 June 2011	Taka	Taka
Land	3,141,251,513	-	-	-	3,141,251,513	-	-	-	-	-	-	3,141,251,513	-
Building	22,192,280	-	-	-	22,192,280	4,064,813	-	277,404	277,404	-	4,342,217	17,850,063	4,342,217
Machinery and Equipment	297,932,036	-	-	46,349,004	344,281,040	159,858,667	-	29,332,439	29,332,439	-	189,191,106	155,089,934	189,191,106
Software	75,836,916	-	-	8,377,888	84,214,804	7,124,148	-	7,980,992	7,980,992	-	15,105,140	69,109,665	15,105,140
Computer and Network Equipment	210,866,765	-	-	36,819,184	247,685,949	124,101,648	-	22,424,671	22,424,671	-	146,526,319	101,159,630	146,526,319
Vehicles	68,058,641	-	-	7,550,000	71,408,641	47,122,041	(4,200,000)	4,498,592	4,498,592	(4,199,999)	87,420,634	23,988,007	87,420,634
Furniture and fixtures	229,372,506	-	-	16,658,206	245,916,848	245,916,848	(113,864)	12,222,610	12,222,610	(61,815)	49,278,973	156,637,875	49,278,973
Leased Assets under Finance Lease	91,591,169	-	-	-	91,591,169	91,591,169	-	-	-	-	91,591,168	1	91,591,168
At 30 June 2011	4,137,101,825	-	-	115,754,282	4,248,542,244	4,248,542,244	(4,313,864)	76,736,708	76,736,708	(4,261,814)	583,455,559	3,665,086,686	583,455,559
At 31 December 2010	2,210,442,485	1,738,262,896	-	193,350,257	4,137,101,825	4,137,101,825	(4,953,813)	111,933,226	111,933,226	(4,237,905)	510,980,663	3,626,121,162	510,980,663

Schedule of fixed assets As at 30 June 2011

Particulars	Balance on 01 January 2011			Cost			Accumulated Depreciation			Net book value at 30 June 2011			
	Taka	Taka	Taka	Revaluation Reserve	Balance on 01 January 2011	Balance at 30 June 2011	Disposals during the period	Balance at 30 June 2011	Charge for the period	On disposals during the period	Balance at 30 June 2011	Taka	Taka
Land	3,141,251,513	-	-	-	3,141,251,513	-	-	-	-	-	-	3,141,251,513	-
Building	22,192,280	-	-	-	22,192,280	4,064,813	-	277,404	277,404	-	4,342,217	17,850,063	4,342,217
Machinery and Equipment	292,289,124	-	-	45,690,004	337,979,128	158,648,078	-	29,007,269	29,007,269	-	187,653,547	150,325,581	187,653,547
Software	74,324,936	-	-	8,377,888	82,702,824	7,124,148	-	7,867,594	7,867,594	-	14,991,742	67,711,083	14,991,742
Computer and Network Equipment	210,866,765	-	-	36,595,364	247,462,129	124,101,648	-	22,209,584	22,209,584	-	146,311,231	101,150,897	146,311,231
Vehicles	66,716,336	-	-	7,550,000	70,066,336	46,783,774	(4,200,000)	4,397,920	4,397,920	(4,199,999)	46,981,695	23,084,641	46,981,695
Furniture and fixtures	223,675,894	-	-	16,056,390	239,618,420	239,618,420	(113,864)	11,742,329	11,742,329	(61,815)	87,877,786	151,740,633	87,877,786
Leased Assets under Finance Lease	91,591,169	-	-	-	91,591,169	91,591,169	-	-	-	-	91,591,168	1	91,591,168
At 30 June 2011	4,122,908,016	-	-	114,269,646	4,232,863,798	4,232,863,798	(4,313,864)	75,502,089	75,502,089	(4,261,814)	579,749,386	3,653,114,412	579,749,386
At 31 December 2010	2,205,801,926	1,738,262,896	-	183,749,007	4,122,908,016	4,122,908,016	(4,905,813)	110,994,611	110,994,611	(4,237,905)	508,509,101	3,614,398,916	508,509,101

Credit Rating Report

Rating	2010	2009
Long Term Rating	AA	AA
Short Term Rating	ST-2	ST-2

AA

**CREDIT
RATING
OF EBL**

CRISL reaffirms the long term rating (entity rating) of Eastern Bank Limited "AA" and short term rating "ST-2" based on 2010 performance.

Banks rated in this category (AA) are adjudged to be of high quality, offer higher safety and have high credit quality. This level of rating indicates a corporate entity with a sound credit profile and without significant problems. Risks are modest and may vary slightly from time to time because of economic conditions. The short term rating ST-2 indicates strong liquidity and high certainty of timely payment.

Corporate Directory

BOARD OF DIRECTORS

Chairman

Mohd. Noor Ali

Directors

Md. Showkat Ali Chowdhury

Mir Nasir Hossain

M. Ghaziul Haque

A. M. Shaikat Ali

A. Q. I. Chowdhury, OBE

Gazi Md. Shakhawat Hossain

Asif Mahmood

Meah Mohammed Abdur Rahim

Ormaan Rafay Nizam

Ali Reza Iftekhar (Ex-officio)

Company Secretary

Safiar Rahman, FCS

Head of Finance

Malick Musfique Reza

Head of Internal Control & Compliance

Mahbubul Alam Tayiab

Auditors

Rahman Rahman Huq

Chartered Accountants

Legal Advisors

Sadat, Sarwat & Associates

Sadia Rowshan Jahan

MANAGEMENT COMMITTEE

Ali Reza Iftekhar
Managing Director & CEO

Md. Fakhru Alam
DMD (Corporate Banking & Treasury)

Muklesur Rahman
DMD (Consumer Banking)

Syed Rafiqul Haq
SEVP & Area Head, Corporate Banking, Dhaka.

Mahbubul Alam Tayiab
SEVP & Head of ICCD

Safiar Rahman
SEVP & Company Secretary

Akhtar Kamal Talukder
SEVP & Head of SAMD (Corporate)

Sami Karim
SEVP & Head of SAMD (SME-S & CNB)

S. M. Akhtaruzzaman Chowdhury
SEVP & Head of Operations

Abul Moqsud
EVP & Head of Credit Risk Management

Malick Musfique Reza
EVP & Head of Finance

Md. Sirajul Islam
EVP & Head of Human Resources

A. M. M. Moya Uddin
EVP & Head of Information Technology

Omar Farooq Khandaker
IT Consultant

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