

ICB Islamic Bank Limited
Statement of Financial Position (Balance Sheet)
as at 30 September 2021 (Un-audited)

	<u>30-Sep-21</u>	<u>31-Dec-20</u>
	<u>Taka</u>	<u>Taka</u>
PROPERTY AND ASSETS		
Cash in hand		
Cash In hand (including foreign currencies)	211,522,494	207,108,582
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	728,030,448	601,674,718
	939,552,942	808,783,300
Balance with other banks and financial institutions		
In Bangladesh	19,585,172	24,812,001
Outside Bangladesh	7,774,527	29,441,577
	27,359,700	54,253,578
Placement with banks & other financial institutions	400,700,000	401,200,000
Investments in shares and securities		
Government	-	-
Others	60,569,450	260,569,450
	60,569,450	260,569,450
Investments		
General Investments etc.	8,484,482,397	8,562,302,505
Bills purchased and discounted	2,921,465	2,929,465
	8,487,403,862	8,565,231,970
Fixed assets including premises	19,441,706	24,948,999
Other assets	397,611,635	394,759,930
Non - banking assets	750,276,130	750,276,130
Total assets	<u>11,082,915,424</u>	<u>11,260,023,357</u>
LIABILITIES AND CAPITAL		
Liabilities		
Borrowing from banks & other financial institutions	4,788,669,861	4,793,869,861
Deposits and other accounts		
Al-wadeeah current and other deposits accounts	665,100,792	588,542,502
Bills payable	184,793,572	147,969,646
Mudaraba savings deposits	1,518,980,038	1,491,585,484
Mudaraba term deposits	10,274,711,146	10,206,020,619
Bearer certificate of deposit		
Other mudaraba deposits		
	12,643,585,548	12,434,118,251
Other liabilities	5,621,633,634	5,691,288,125
Total liabilities	<u>23,053,889,043</u>	<u>22,919,276,237</u>
Capital / Shareholders' equity		
Paid up capital	6,647,023,000	6,647,023,000
Statutory reserve	78,810,975	78,810,975
Other reserve	456,341,806	456,341,806
Revaluation Gain on Investment in HTM Securities		
Surplus in profit and loss account / Retained earnings	(19,153,149,401)	(18,841,428,662)
Total Shareholders' equity	<u>(11,970,973,620)</u>	<u>(11,659,252,881)</u>
Total liabilities and Shareholders' equity	<u>11,082,915,424</u>	<u>11,260,023,357</u>


Net Asset Value (NAV) Per Share

(18.01)

(17.54)


 Chief Financial Officer


 Company Secretary


 Managing Director
 October 21, 2021
 Dhaka


 Director


 Chairman

ICB Islamic Bank Limited
Statement of Financial Position
as at 30 September 2021 (Un-audited)

	<u>30-Sep-21</u>	<u>31-Dec-20</u>
	<u>Taka</u>	<u>Taka</u>
OFF- BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	6,374,000	6,374,000
Letters of guarantee	130,129,260	127,766,288
Irrevocable letters of credit	92,739,164	19,966,614
Bills for collection	45,695,087	43,191,112
Other contingent liabilities	-	-
	274,937,510	197,298,015
Other commitments		
Documentary credits and short term trade -related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities , credit lines and other commitments	-	-
Liabilities against forward purchase and sale	-	-
Others	-	-
	274,937,510	197,298,015
Total Off-Balance Sheet Items including contingent liabilities	274,937,510	197,298,015


Chief Financial Officer


Company Secretary


Managing Director


Director



Chairman

October 21, 2021
 Dhaka

ICB Islamic Bank Limited
Statement of Profit or Loss and Comprehensive Income
for the period ended 30 September 2021 (Un-audited)

	1st January 21 to 30 September 21	1st January 20 to 30 September 20	1st July 21 to 30th September 2021	1st July 20 to 30th September 2020
	Taka(YTD)	Taka(YTD)	Taka	Taka
Investment Income	220,152,680	286,740,761	81,821,311	86,374,108
Profit paid on deposits	(329,799,995)	(364,826,386)	(110,329,819)	(117,660,026)
Net investment income	(109,647,315)	(78,085,626)	(28,508,508)	(31,285,919)
Income from investments in shares and securities	4,479,912	4,206,861	1,050,000	400,000
Commission, Exchange and Brokerage	4,612,502	1,974,355	2,001,540	1,079,195
Other operating income	59,162,770	262,737,821	23,109,470	244,331,586
Total operating income (A)	(41,392,131)	190,833,412	(2,347,497)	214,524,862
Less: Operating Expenditure				
Salaries and Allowances	126,420,514	134,602,008	41,492,915	41,100,532
Rent, Taxes, Insurance and Electricity	86,291,439	97,518,270	30,099,218	30,687,116
Legal expenses	779,380	2,267,783	105,000	1,006,325
Postage, Stamp and Telecommunication	4,628,107	5,175,361	1,765,577	1,943,934
Stationery, Printing and Advertisements	1,780,226	3,388,415	620,701	816,065
Managing Director's salary and fees	11,154,227	11,533,950	4,098,150	4,098,150
Directors' fees & expenses	2,377,675	58,160	268,750	48,000
Shariah Supervisory Committee's fees & expenses	48,000	-	24,000	-
Auditors' fees	425,000	225,000	150,000	(25,000)
Depreciation and repair of Bank's assets	23,947,712	27,803,521	4,172,131	10,344,177
Zakat expenses	-	-	-	-
Other expenses	40,745,881	34,502,026	13,343,513	11,387,686
Total operating expenses (B)	298,598,161	317,074,493	96,139,954	101,406,986
Profit / (loss) before provision (C=A-B)	(339,990,292)	(126,241,081)	(98,487,451)	113,117,877
Provision for Investments				
Specific provision	(30,000,000)	(30,000,000)	-	-
General provision	-	-	-	-
Provision for off-balance sheet items	-	-	-	-
	(30,000,000)	(30,000,000)	-	-
Provision for diminution in value of investments	-	-	-	-
Provision for contingency	-	-	-	-
Other provisions	-	-	-	-
Total provision (D)	(30,000,000)	(30,000,000)	-	-
Total profit / (loss) before taxes (C-D)	(309,990,292)	(96,241,081)	(98,487,451)	113,117,877
Less: Provision for taxation				
Current tax	1,730,447	3,333,959	647,894	1,993,110
Deferred tax	-	-	-	-
	1,730,447	3,333,959	647,894	1,993,110
Net profit/(loss) after taxation	(311,720,739)	(99,575,040)	(99,135,345)	111,124,767
Appropriations				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
	-	-	-	-
Retained earnings carried forward	(311,720,739)	(99,575,040)	(99,135,345)	111,124,767
Earnings per share (EPS)	(0.47)	(0.15)	(0.15)	0.17


Chief Financial Officer


Managing Director
October 21, 2021
Dhaka



Director



Company Secretary

Chairman

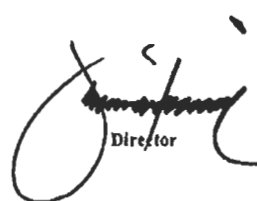
ICB Islamic Bank Limited
Statement of Cash Flows
for the period ended 30 September 2021 (Un-audited)

Particulars	<u>30-Sep-21</u>	<u>30-Sep-20</u>
	Taka	Taka
A) Cash flows from operating activities		
Investment income receipts in cash	204,137,458	153,706,880
Profit paid on deposits	(303,503,716)	(322,001,854)
Dividend receipts	856,772	4,206,861
Fees and commission receipts in cash	3,327,711	1,728,035
Recoveries of Investments previously written off	28,668,187	4,904,011
Cash payments to employees	(137,574,741)	(146,135,958)
Cash payments to suppliers	(1,585,936)	(2,617,424)
Income taxes paid	(467,929)	831,311
Receipts from other operating activities	63,642,682	252,460,445
Payments for other operating activities	(150,797,607)	(158,250,000)
Cash generated from operating activities before changes in operating assets and liabilities	(293,297,119)	(211,167,692)
Increase / (decrease) in operating assets and liabilities		
Statutory deposits	-	-
(Purchase)/Maturity of trading securities (Treasury bills)	-	-
Investments to other banks	-	-
Investments to customers	77,828,108	(17,771,632)
Placement from banks & other financial institutions	500,000	(5,000,000)
Other assets	(2,851,705)	(11,723,984)
Deposits from other banks / borrowings	-	-
Deposits received from customers	209,467,297	642,507,007
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities	(89,654,491)	(136,693,015)
	<u>195,289,210</u>	<u>471,318,376</u>
Net cash used in operating activities	(98,007,909)	260,150,684
B) Cash flows from investing activities		
Debentures	-	-
Proceeds from sale of securities	200,000,000	-
Payments for purchases of securities	-	-
Purchase of property, plant and equipment	(513,743)	(2,552,989)
Payment against lease obligation	-	-
Proceeds from sale of property, plant & equipment and Non-banking assets	551,643	100,000,000
Net cash used in investing activities	200,037,900	97,447,011
C) Cash flows from financing activities		
Increase in paid-up capital	-	-
Dividend paid	-	-
Net Cash from financing activities	-	-
D) Net increase / (decrease) in cash and cash equivalents (A+ B + C)	102,029,991	357,597,694
E) Effects of exchange rate changes on cash and cash equivalents	1,345,774	279,689
F) Cash and cash equivalents at beginning of the period (1st Jan 2021)	1,264,236,877	1,311,977,129
G) Cash and cash equivalents at end of the period (D+E+F)	1,367,612,642	1,669,854,512
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies)	211,522,494	218,587,973
Balance with Bangladesh Bank and its agent bank (s)(including foreign currencies)	728,030,448	520,892,156
Balance with other banks and financial institutions	27,359,700	47,074,382
Placement with banks & other financial institutions	400,700,000	883,300,000
Reverse repo	-	-
Prize bonds	-	-
	<u>1,367,612,642</u>	<u>1,669,854,512</u>
Net Operating Cash Flow per share- NOCFPS (Taka)	(0.15)	0.39


Chief Financial Officer


Managing Director

October, 21, 2021
Dhaka


Director


Company Secretary


Chairman

ICB Islamic Bank Limited

Statement of Changes in Equity
for the period ended 30 September 2021 (Un-audited)

Particulars	Paid-up capital	Statutory reserve	Share premium	General/ Other reserves	Assets revaluation reserve	Revaluation surplus on investment	Retained earnings	Total
Balance as at 1 January 2020	6,647,023,000	78,810,975	-	1,065,676	455,276,130	-	(18,841,428,662)	(11,659,252,881)
Prior year Adjustment	-	-	-	-	-	-	-	-
Balance as at 1 January 2021	6,647,023,000	78,810,975	-	1,065,676	455,276,130	-	(18,841,428,662)	(11,659,252,881)
Surplus / (deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus / (deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	-	-
Dividends (Bonus shares)	-	-	-	-	-	-	-	-
Issue of share capital	-	-	-	-	-	-	-	-
Appropriation made during the period	-	-	-	-	-	-	-	-
Balance as at 30 September 2021	6,647,023,000	78,810,975	-	1,065,676	455,276,130	-	(19,153,149,401)	(11,970,973,620)
Balance as at 30 September 2020	6,647,023,000	78,810,975	-	1,065,676	455,276,130	-	(18,753,733,433)	(11,571,557,653)


Chief Financial Officer


Managing Director
October 21, 2021
Dhaka


Company Secretary


Chairman


Director

Selective Notes to the Financial Statements as on September 30, 2021.

01 The financial statements of the Bank has been prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Banking Companies Act 1991, the rules and regulations issued by Bangladesh Bank, the Companies Act 1994, the Securities and Exchange Rules 1987. In case any requirement of the Banking Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of IFRS, the requirements of the Banking Companies Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of IFRS are as follows:

i) Investment in shares and securities

IFRS: As per requirements of IFRS 9, financial assets generally fall either under at amortized cost, or at fair value through profit and loss account, fair value through other comprehensive income where any change in the fair value at the year-end is taken to profit and loss account or other comprehensive income respectively.

ii) Revaluation gains/ losses on Government securities

IFRS: As per requirement of IFRS 9, an entity shall classify financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis both of the following criteria:

a). the entity's business model for managing the financial assets and

Bangladesh Bank: HFT securities are revalued on the basis of marked to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognised in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortisation of discount are recognised in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortised at the year end and gains or losses on amortisation are recognised in other reserve as a part of equity.

iii) Provision on investments

IFRS: as per IFRS 9 an entity shall recognize a loss allowance for expected credit losses on a financial asset through amortised cost or fair value through other comprehensive income to which impairment requirements apply.

Bangladesh Bank: As per BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012) and BRPD circular No. 05 (29 May 2013) a general provision @ 0.25% to 5% under different categories of unclassified investments (good and special mentioned accounts) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9.

iv) Recognition of profit in suspense

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, once an investment is classified, profit on such investments is not allowed to be recognised as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.

v) Other comprehensive income

IFRS: As per IAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement.

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements through BRPD Circular no. 14 dated 25 June 2003 which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single Other Comprehensive Income (OCI) Statement. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

vi) Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in IFRS 9. As such full disclosure and presentation requirements of IFRS 7 cannot be made in the financial statements.

vii) Financial guarantees

IFRS: Financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value minus the cost that are directly attributable to issue of the financial guarantee. After initial recognition, an issuer of such a guarantee shall subsequently measure it at higher of:

- i. the amount of the loss allowance and
- ii. the amount initially recognised less, when appropriate, the cumulative amount of the income recognised.

Bangladesh Bank: As per BRPD 14, dated 23 September 2012 financial guarantees such as letter of credit, letter of guarantees will be treated as off-balance sheet items. No liability is recognised for the guarantees except the cash margin.

viii) Cash and cash equivalent

IFRS: Cash and cash equivalent items should be reported as cash item as per IAS 7.

Bangladesh Bank: Some cash and cash equivalent items such as 'money at call and on short notice', treasury bills, Bangladesh Bank bills and prize bonds are not shown as cash and cash equivalents. Money at call and on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments.

ix) Non-banking asset

IFRS: No indication of Non-banking asset is found in any IFRS.

Bangladesh Bank: As per BRPD 14, dated 25 June 2003 there must exist a face item named Non-banking asset.

x) Statement of Cash Flows

Statement of Cash Flows has been prepared in accordance with IAS-7, "Statement of Cash Flows" and under the guidelines of Bangladesh Bank BRPD Circular No.14 dated June 25, 2003. The cash flow statement shows the structure of changes in cash and cash equivalents during the financial year. It is segregated into operating activities, investing activities and financial activities.

xi) Balance with Bangladesh Bank: (Cash Reserve Requirement)

IFRS: Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per IAS 7.

Bangladesh Bank: Balance with Bangladesh Bank is treated as cash and cash equivalents.

xii) Presentation of intangible asset

IFRS: An intangible asset must be identified and recognised, and the disclosure must be given as per IAS 38.

Bangladesh Bank: There is no regulation for intangible assets in BRPD 14.

xiii Off-balance sheet items

IFRS: There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD 14, off balance sheet items (e.g. Letter of credit, Letter of guarantee, etc.) must be disclosed separately on the face of the balance sheet.

xiv Investments net of provision

IFRS: Investments should be presented net off provision.

Bangladesh Bank: As per BRPD 14, provision on investments is presented separately as a liability and can not be netted off against loans and advances.

Investments have been shown under two broad categories viz Government Securities and Other Investments.

Investments have been considered as follows:

Particulars	Valuation Method
Government Securities:	
Government Treasury Bills	Market Value
Other Investments:	
Shares of CDBL	Cost Price
Bangladesh Commerce Bank Limited	Cost Price

The company has no reportable operating segments as per IFRS-8, Disclosure of Interests in Other Entities as per IFRS-12 and Revenue from Contracts with Customers-as per IFRS-15.

There are no events to report which had an influence on the balance sheet or the profit and loss account for the period ended 30 September 2021.

02 Net Asset Value (NAV) Per Share	Sep-21	Dec-20
Total Assets	11,082,915,424	11,260,023,357
Total Liabilities	23,053,889,043	22,919,276,237
Net Assets	(11,970,973,620)	(11,659,252,881)
Ordinary Share outstanding	664,702,300	664,702,300
Net Asset Value (NAV) Per S	(18.01)	(17.54)
03 Earning per Share (EPS)	Sep-21	Sep-20
Net profit after Tax	(311,720,739)	(99,575,040)
Ordinary Share outstanding	664,702,300	664,702,300
Basic Earning per Share (EPS)	(0.47)	(0.15)
04 Net Operating Cash Flows per Share (NOCFPS)	Sep-21	Sep-20
Net cash used in operating activities	(98,007,909)	260,150,684
Ordinary Share outstanding	664,702,300	664,702,300
Net Operating Cash Flows per Share (NOCFPS)	(0.15)	0.39

05 Significant deviation in Net Operating Cash Flow per Share (NOCFPS)

Net Operating Cash Flow per share- NOCFPS were (0.15) on 30 September 2021 but it were 0.39 on 30 September 2020 mainly due to decrease of cash inflows from deposits.

06 Taxation

Current Tax

The bank was not required to provide income tax as it has previous assessed loss which will offset the taxable income. But as per requirement of Income Tax Ordinance 1984, minimum tax @ 0.60% of gross receipts has been provided in accounts.

Gross receipt

Investment Income	220,152,680
Income from investments in shares and securities	4,479,912
Commission, Exchange and Brokerage	4,612,502
Other operating income	59,162,770
Total Receipt	<u>288,407,864</u>
Minimum Tax @ 0.60%	<u>1,730,447</u>

Deferred Tax

The Bank did not recognise any deferred tax during the year as there would have arisen deferred tax income if deferred tax was recognised due to huge loss of the Bank at balance sheet the date which is adjustable against future profits.

07 Provision for Investments

	Sep-21	Sep-20
Provision held as on 1 January	3,672,494,299	3,750,272,026
Add: Net charge to profit and loss account	(30,000,000)	(30,000,000)
Add: Provision transfer from Others Provision		
Closing balance of provision	<u>3,642,494,299</u>	<u>3,720,272,026</u>
Provision required as per Bangladesh Bank's guidelines	<u>3,611,447,554</u>	<u>3,688,364,383</u>
Provision Excess/ (Short)	<u>31,046,745</u>	<u>31,907,643</u>


Chief Financial Officer


Company Secretary


Managing Director


Director


Chairman

Dhaka
October 21, 2021