

### Profit and Loss Account For the year ended 31 December 2006

	2006 Taka	2005 Taka
Interest income	3,052,087,292	2,383,327,863
Interest paid on deposits and borrowings	1,395,879,416	1,012,936,940
<b>Net interest income</b>	<b>1,656,207,876</b>	<b>1,370,390,923</b>
Income from investments	212,569,545	105,300,385
Commission, exchange and brokerage	1,406,445,940	975,147,913
Other operating income	483,853	693,590
<b>Total operating income</b>	<b>3,275,707,214</b>	<b>2,451,532,811</b>
Salaries and allowances	381,459,826	311,089,416
Rent, taxes, insurance, lighting etc.	65,024,635	58,483,915
Legal expenses	6,153,697	5,541,402
Postage, stamp, telegram and telephone	59,891,749	46,858,553
Audit fee	610,000	588,001
Stationery, printing, and advertisement	60,057,691	88,291,836
Chief executive's salary and allowances	27,115,817	27,591,612
Depreciation and repair of Bank's assets	80,797,329	62,454,326
Other operating expenses	107,890,188	97,282,487
	<b>789,000,932</b>	<b>698,181,548</b>
Less: Expense allocation to offshore unit	85,077,990	48,658,636
<b>Total operating expense</b>	<b>703,922,942</b>	<b>649,522,912</b>
<b>Profit before provisions</b>	<b>2,571,784,272</b>	<b>1,802,009,899</b>
Specific provision for classified loans and advances	47,581,701	68,491,558
General provision for unclassified loans and advances	253,756,683	110,554,471
Provision for unadjusted nostro balances	97,980	55,062
<b>Total provisions</b>	<b>301,436,364</b>	<b>179,101,091</b>
<b>Profit before tax</b>	<b>2,270,347,908</b>	<b>1,622,908,808</b>
Provision for tax		
Current year	1,041,132,026	742,810,706
Prior year	(2,537,984)	13,672,733
Deferred tax	14,967,000	5,196,000
	<b>1,053,561,042</b>	<b>761,679,439</b>
<b>Profit after tax for the year carried to Balance Sheet</b>	<b>1,216,786,866</b>	<b>861,229,369</b>

These Financial Statements should be read in conjunction with the annexed notesCash



Steve Banner  
Chief Executive Officer, Bangladesh



Adnan Wahed  
Chief Operating Officer, Bangladesh

AUDITORS' REPORT  
See annexed report of date



Hoda Vasi Chowdhury & Co  
Chartered Accountants

Dhaka, 25 February 2007