

Profit and Loss Account
For the year ended 31 December 2007

	Notes	2007 BDT	2006 BDT
Interest income	19	3,988,698,729	3,052,087,292
Interest paid on deposit and borrowings	20	1,811,457,549	1,398,178,180
Net interest income		2,177,241,180	1,653,909,112
Income from investments	21	389,816,179	212,569,545
Commission, exchange and brokerage	22	1,627,445,730	1,406,445,940
Other operating income	23	(105,418)	483,853
Total operating income		4,194,397,671	3,273,408,450
Salaries and allowances	24	470,831,510	381,459,826
Rent, taxes, insurance, lighting		97,099,851	65,024,635
Legal expenses		10,766,058	6,153,697
Postage, stamp, telegram and telephone		70,638,192	59,891,749
Auditors' fee		210,000	610,000
Printing, stationery and advertisement		62,991,790	60,057,691
Chief Executive Officer's salary and allowances		32,396,227	27,115,817
Depreciation and repair of Bank's assets	25	114,270,051	88,123,496
Other operating expenses	26	127,138,183	98,265,257
		986,341,862	786,702,168
Less: Expense allocation to offshore unit		118,477,100	85,077,990
Total operating expense		867,864,762	701,624,178
Profit before provisions		3,326,532,909	2,571,784,272
Specific provision for classified loans and advances	14.4	212,997,415	47,581,701
General provision for unclassified loans and advances and off balance sheet exposures	14.4	213,049,029	253,756,683
Provision for nostro accounts	14.5	(153,042)	97,980
Total provisions		425,893,402	301,436,364
Profit before tax		2,900,639,507	2,270,347,908
Tax			
Current year		1,359,162,234	1,041,132,026
Prior year		(3,834,602)	(2,537,984)
Deferred tax		(158,221,956)	14,967,000
	27	1,197,105,676	1,053,561,042
Profit after tax for the year	17	1,703,533,831	1,216,786,866

The annexed notes 1 to 31 form an integral part of these financial statements.



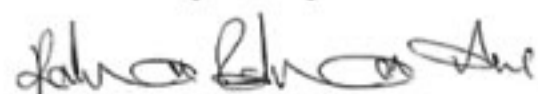
Steve Banner
Chief Executive Officer, Bangladesh

Dhaka, 21 February 2008



Mustafa Alim Aolad
Financial Controller, Bangladesh

As per our report of same date



Auditors