

**Auditors' Report and Financial Statements  
of  
Sonali Bank Limited & its Subsidiaries  
as at and for the year ended 31 December 2014**

**AHMAD & AKHTAR**  
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আহমদ এন্ড আখতার

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BCIC Bhaban (3<sup>rd</sup> floor)

30-31 Dilkusha C/A

Dhaka-1000, Bangladesh



Aziz Halim Khair Choudhury

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Phulbari House House 25

Road 1 Sector 9

Uttara Model Town Dhaka -1230

**Independent Auditors' Report  
to the Shareholders of  
Sonali Bank Limited and its Subsidiaries**

**Report on the Financial Statements**

We have audited the accompanying consolidated financial statements of Sonali Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Sonali Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2014, and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements and Internal Controls**

Management is responsible for the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS) as explained in note no. 2.00 and for such internal control as management determined necessary to enable the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991(amended in 2013), and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

**Auditors' Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements of the Group and the separate financial statements of the Bank based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements of the Group and separate financial statements of the Bank are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the Group and separate financial statements of the Bank. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and separate financial statements of the Bank, whether due to fraud or error. In making those risk assessments, we considered internal control relevant to the entity's preparation of consolidated financial statements of the Group and separate financial statements of the Bank that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, the consolidated financial statements of the Group and also separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2014, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards as explained in note no. 2.00.

### **Report on Other Legal and Regulatory Requirements**

In accordance with the Companies Act, 1994 (amended in 2013), the Securities and Exchange Rules 1987, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report the following:

- (a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the Financial Statements and Internal Control:
  - i) internal audit, internal control as disclosed in note no. 2.32 and risk management arrangements as disclosed in note no. 2.20 of the financial statements of the Group and the Bank, appeared to be materially adequate;
  - ii) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities;
- (c) financial statements of a subsidiary, Sonali Investment Limited, of the Bank have been audited by ARTISAN, Chartered Accountants and the financial statement of another subsidiary Sonali Exchange Co.,Inc. of the bank have been audited by UNITED FINANCIAL CPA P.C. and have been properly reflected in the consolidated financial statements and issued unqualified reports;
- (d) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- (e) the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank dealt with by the report are in agreement with the books of account;
- (f) the expenditure incurred was for the purposes of the Group and the Bank's business;



- (g) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;
- (h) adequate provisions have been made for advances which are, in our opinion, doubtful of recovery ;
- (i) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (j) the information and explanation required by us have been received and found satisfactory; and
- (k) We have reviewed over 80% of the risk weighted assets of the Bank and we have spent around 14,800 person hours for the audit of the books and accounts of the Bank.

*Ahmad & Akhtar*  
**AHMAD & AKHTAR**  
Chartered Accountants

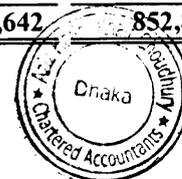
*Dr. Jamshed S.A. Choudhury*  
**Aziz Halim Khair Choudhury**  
Chartered Accountants

Date: 30 March 2013  
Place: Dhaka



**Sonali Bank Limited and its Subsidiaries**  
Consolidated Balance Sheet as at 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3.00	<b>53,382,074,145</b>	<b>49,491,493,642</b>
Cash in Hand (Including Foreign Currencies)		6,866,617,665	9,201,593,012
Balance with Bangladesh Bank and its agent Bank(s) (Including Foreign Currencies)		46,515,456,480	40,289,900,630
<b>Balance with other Banks &amp; Financial Institutions</b>	4.00	<b>40,131,540,149</b>	<b>18,048,046,763</b>
In Bangladesh		31,114,748,984	9,554,082,552
Outside Bangladesh		9,016,791,165	8,493,964,211
<b>Money at Call on Short Notice</b>	5.00	<b>9,225,582,000</b>	<b>4,461,595,150</b>
<b>Investments</b>	6.00	<b>323,023,445,173</b>	<b>270,411,184,260</b>
Government		300,525,808,400	253,779,613,829
Others		22,497,636,773	16,631,570,431
<b>Loans and Advances</b>	7.00	<b>339,766,103,592</b>	<b>345,768,295,745</b>
Loans, Cash Credit, Overdrafts etc.		325,316,333,005	317,038,976,931
Bills Purchased and Discounted		14,449,770,587	28,729,318,814
<b>Fixed Asset including Premises, Furniture and Fixture</b>	8.00	<b>32,786,534,070</b>	<b>32,529,799,019</b>
<b>Other Assets</b>	9.00	<b>136,970,971,513</b>	<b>132,141,309,557</b>
<b>Non-Banking Assets</b>	10.00	-	-
<b>Total Assets</b>		<b>935,286,250,642</b>	<b>852,851,724,136</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	11.00	<b>881,709,418</b>	<b>938,079,370</b>
<b>Deposits and Other Accounts</b>	12.00	<b>777,974,782,686</b>	<b>685,755,301,368</b>
Current Accounts & Other Accounts etc		162,461,473,184	146,920,803,593
Bills Payable		12,676,341,550	8,430,055,666
Savings Bank Deposits		189,696,005,800	174,662,133,158
Fixed Deposits		413,140,962,152	355,742,308,951
Other Deposits		-	-
<b>Other Liabilities</b>	13.00	<b>97,049,921,431</b>	<b>116,272,591,225</b>
<b>Total Liabilities</b>		<b>875,906,413,535</b>	<b>802,965,971,964</b>
<b>Shareholders Equity</b>		<b>59,379,837,107</b>	<b>49,885,752,172</b>
Paid up Capital	14.00	31,200,000,000	11,250,000,000
Share Money Deposit	14.08	7,100,000,000	19,950,000,000
Statutory Reserve	15.00	7,601,472,379	6,433,177,755
Other Reserve	16.00	107,000,000	47,000,000
Revaluation Reserve	17.00	28,168,564,059	25,178,528,621
Surplus in Profit and Loss Account/Retained Earnings	18.00	(14,797,199,330)	(12,972,954,204)
<b>Total Liabilities and Shareholders' Equity</b>		<b>935,286,250,642</b>	<b>852,851,724,136</b>



**Sonali Bank Limited and its Subsidiaries**  
Consolidated Balance Sheet as at 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
<b>Contingent Liabilities</b>			
<b>Acceptances and Endorsements</b>	19.00	<b>229,929,738,014</b>	<b>175,802,795,405</b>
Letters of Guarantee		4,524,516,271	5,534,630,077
Irrevocable Letters of Credit		206,390,740,160	155,822,496,087
Bills for Collection		19,014,481,583	14,445,669,241
Other Contingent Liabilities		-	-
<b>Other Commitments</b>			
Documentary credits and short term trade related transactions		-	-
Forward asset purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Claim against the bank not acknowledged as debt		-	-
Litigation pending against Bank		-	-
Total Off Balance Sheet Items including Contingent Liabilities		<b>229,929,738,014</b>	<b>175,802,795,405</b>
<b>Net Asset Value Per Share (NAVPS)</b>		<b>190.32</b>	<b>443.43</b>

These financial statements should be read in conjunction with the annexed notes 01 to 48.



**Subhash Chandra Das FCA, FCMA**  
Chief Financial Officer (CFO)



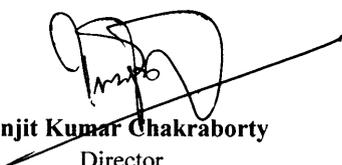
**Md. Abdur Rouf**  
Deputy Managing Director



**Pradip Kumar Dutta**  
Managing Director & CEO



**A. K. M Rezaur Rahman**  
Director



**Ranjit Kumar Chakraborty**  
Director



**Dr. A H M Habibur Rahman**  
Chairman

Signed as per our annexed report of even date.



**AHMAD & AKHTAR**  
Chartered Accountants



**Dr. Jamshed S.A. Choudhury**  
Aziz Halim Khair Choudhury  
Chartered Accountants

Date: 30 March 2015  
Place: Dhaka



**Sonali Bank Limited and its Subsidiaries**

Consolidated Profit and Loss Account for the year ended 31 December 2014

Particulars	Notes	2014 Taka	2013 (Restated) Taka
<b>Operating Income</b>			
Interest income	21.00	29,971,597,332	27,888,109,928
Interest paid on deposit and borrowing etc.	22.00	(43,311,198,254)	(38,838,603,825)
<b>Net Interest Income</b>		<b>(13,339,600,922)</b>	<b>(10,950,493,897)</b>
Investment income	23.00	23,151,348,750	15,546,997,497
Commission, exchange and brokerage	24.00	10,737,404,770	9,056,861,292
Other operating income	25.00	1,174,530,294	1,524,260,175
		<b>35,063,283,814</b>	<b>26,128,118,964</b>
<b>Total Operating Income (A)</b>		<b>21,723,682,892</b>	<b>15,177,625,068</b>
<b>Operating Expenses</b>			
Salary and allowances	26.00	8,726,331,170	8,072,207,420
Rent, tax, insurance, electricity etc.	27.00	783,794,718	799,889,146
Legal expenses	28.00	33,291,411	19,488,424
Postage, stamps and telecommunication etc.	29.00	74,333,330	71,721,219
Printings, stationery, advertisements etc.	30.00	219,299,789	198,000,722
Chief Executive's salary and fees	31.00	8,254,707	7,234,159
Directors' fees	32.00	5,689,683	5,316,805
Auditors' fees	33.00	2,910,016	2,725,368
Depreciation & repair to bank's assets	34.00	574,018,347	516,957,589
Other expenses	35.00	2,684,930,564	2,460,818,252
<b>Total Operating Expenses (B)</b>		<b>13,112,853,735</b>	<b>12,154,359,104</b>
<b>Profit Before Provision, Amortization and Taxes C=(A-B)</b>		<b>8,610,829,157</b>	<b>3,023,265,963</b>
Provision for loans & advances	36.00	103,624,351	302,174,483
Provision for diminution in value of investment	37.00	19,624,608	29,141,673
Other Provision	38.00	2,705,866,786	-
<b>Total Provision (D)</b>		<b>2,829,115,745</b>	<b>331,316,156</b>
<b>Profit/(Loss) Before Amortization E=(C-D)</b>		<b>5,781,713,412</b>	<b>2,691,949,807</b>
Amortization of jute sector reform project		-	268,133,847
<b>Total Amortization (F)</b>		<b>-</b>	<b>268,133,847</b>
<b>Total Profit/(Loss) before taxes G =(E-F)</b>		<b>5,781,713,412</b>	<b>2,423,815,960</b>
<b>Provision for taxation (H)</b>		<b>(196,625,149)</b>	<b>(1,022,987,541)</b>
Current tax	13.04	215,946,921	252,640,666
Deferred tax	9.08.02	(412,572,070)	(1,275,628,207)
<b>Net Profit/(Loss) after taxation I=(G-H)</b>		<b>5,978,338,561</b>	<b>3,446,803,502</b>



**Sonali Bank Limited and its Subsidiaries**

Consolidated Profit and Loss Account for the year ended 31 December 2014

Particulars	Notes	2014 Taka	2013 (Restated) Taka
<b>Appropriation:</b>			
General Reserve		-	-
Reserve for CSR		60,000,000	-
Statutory Reserve	15.00	1,168,294,624	508,259,549
		<u>1,228,294,624</u>	<u>508,259,549</u>
Retained Surplus Carried Forward		<u>4,750,043,937</u>	<u>2,938,543,953</u>
Earnings per Share (EPS)	44.00	31.72	30.64

These financial statements should be read in conjunction with the annexed notes 01 to 48.



**Subhash Chandra Das FCA, FCMA**  
Chief Financial Officer (CFO)



**Md. Abdur Rouf**  
Deputy Managing Director



**Pradip Kumar Dutta**  
Managing Director & CEO



**A. K. M Rezaur Rahman**  
Director



**Ranjit Kumar Chakraborty**  
Director



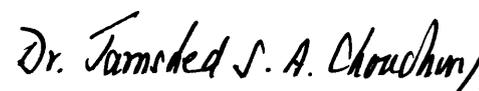
**Dr. A H M Habibur Rahman**  
Chairman

Signed as per our annexed report of even date.



**AHMAD & AKHTAR**  
Chartered Accountants

Date: 30 March 2015  
Place: Dhaka



**Aziz Halim Khair Choudhury**  
Chartered Accountants



**Sonali Bank Limited and its Subsidiaries**

Consolidated Cash Flow Statement for the year ended 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
<b>A. Cash flows from operating activities</b>			
Interest received		53,586,224,453	49,068,065,676
Interest paid		(43,311,096,181)	(38,838,603,825)
Dividend Received		1,292,102,150	653,161,375
Fee and commission received		7,488,123,071	7,991,070,980
Recoveries of previously written-off loan & advances		956,063,000	-
Cash paid to employees		(8,734,585,877)	(7,996,473,267)
Cash paid to Suppliers		(219,299,789)	(280,489,507)
Income taxes paid		(3,166,323,815)	(600,000,000)
Received from other operating activities		3,438,531,214	3,688,708,495
Paid for other operating activities		(4,128,380,497)	(3,878,174,943)
<b>Cash generated from operating activities</b>		<b>7,201,357,729</b>	<b>9,807,264,983</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Loans & advances to customers		5,891,692,153	34,752,906,026
Other assets		(9,440,898,381)	6,421,445,186
Deposits from other banks		-	4,713,677,916
Deposits from customers		92,219,481,318	81,833,893,102
Other liabilities		(19,308,386,666)	(6,166,104,706)
		<b>69,361,888,424</b>	<b>121,555,817,524</b>
<b>Net cash flow from operating activities</b>		<b>76,563,246,153</b>	<b>131,363,082,507</b>
<b>B. Cash flows from investing activities</b>			
(Purchase)/Sale of securities & bond		(70,499,046,922)	(40,050,068,345)
(Purchase)/sale of property, plant & equipment		(256,735,051)	(9,375,079,856)
<b>Net cash flow from investing activities</b>		<b>(70,755,781,973)</b>	<b>(49,425,148,201)</b>
<b>C. Cash flows from financing activities</b>			
Received share money deposit		7,100,000,000	19,950,000,000
Payments for redemption of loan capital & debt security		(56,369,950)	(9,056,220,884)
Dividends paid		-	-
<b>Net cash flow from financing activities</b>		<b>7,043,630,050</b>	<b>10,893,779,116</b>
<b>D. Net increase/decrease in cash and cash equivalents (A+B+C)</b>		<b>12,851,094,230</b>	<b>92,831,713,422</b>
<b>E. Cash and cash-equivalents at beginning for the year</b>		<b>169,359,506,819</b>	<b>76,527,793,397</b>
<b>F. Cash and cash-equivalents at end of the year</b>	43	<b>182,210,601,049</b>	<b>169,359,506,819</b>

These financial statements should be read in conjunction with the annexed notes 01 to 48.



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**Ranjit Kumar Chakraborty**  
Director



**Dr. A H M Habibur Rahman**  
Chairman

Date: 30 March 2015  
Place: Dhaka



**Sonali Bank Limited and its Subsidiaries**

Consolidated Statement of Changes in Equity for the year ended 31 December 2014

Particulars	Paid up Capital	Share Money Deposit	Statutory Reserve	Other Reserve	Asset Revaluation Reserve	Revaluation of Investment	Retained Earnings	Total
<b>Balance as at 01 January 2014</b>	11,250,000,000	19,950,000,000	6,433,177,755	47,000,000	30,329,757,568	3,682,595,344	(21,806,778,495)	49,885,752,172
Valuation adjustment/Goodwill adjustment	-	-	-	-	(8,833,824,291)	-	8,833,824,291	-
<b>Opening balance (Restated)</b>	11,250,000,000	19,950,000,000	6,433,177,755	47,000,000	21,495,933,277	3,682,595,344	(12,972,954,204)	49,885,752,172
Surplus/deficit on account of revaluation of investments/(Revaluation of investment HTM & HFT)	-	-	-	-	-	2,990,035,438	-	2,990,035,438
Currency translation differences	-	-	-	-	-	-	31,654	31,654
Net Profit/(Loss) for the year (after appropriation)	-	-	-	-	-	-	4,750,043,937	4,750,043,937
Amortization of Intangible Assets/Goodwill Adjustment	-	-	-	-	-	-	(6,574,320,716)	(6,574,320,716)
Transferred from provision	-	-	-	-	-	-	-	-
Share money transferred to paid up capital	19,950,000,000	(19,950,000,000)	-	-	-	-	-	-
Share money received during the year	-	7,100,000,000	-	-	-	-	-	7,100,000,000
Issue of share capital	-	-	-	-	-	-	-	-
Transferred to Reserve for CSR	-	-	-	60,000,000	-	-	-	60,000,000
Transferred to Statutory Reserve	-	-	1,168,294,624	-	-	-	-	1,168,294,624
<b>Balance as at 31 December 2014</b>	31,200,000,000	7,100,000,000	7,601,472,379	107,000,000	21,495,933,277	6,672,630,782	(14,797,199,330)	59,379,837,107
<b>Balance as at 31 December 2013 (Restated)</b>	11,250,000,000	19,950,000,000	6,433,177,755	47,000,000	21,495,933,277	3,682,595,344	(12,972,954,204)	49,885,752,172

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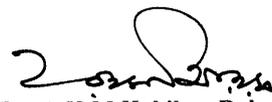
  
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**Dr. A H M Habibur Rahman**  
 Chairman

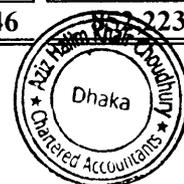
Date: 30 March 2015  
 Place: Dhaka



## Sonali Bank Limited

Balance Sheet as at 31 December 2014

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<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3.00	<b>53,382,074,145</b>	<b>49,491,493,642</b>
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<b>Balance with other Banks &amp; Financial Institutions</b>	4.00	<b>39,838,384,042</b>	<b>17,760,332,986</b>
In Bangladesh		31,105,819,000	9,535,019,000
Outside Bangladesh		8,732,565,042	8,225,313,986
<b>Money at Call on Short Notice</b>	5.00	<b>9,225,582,000</b>	<b>4,461,595,150</b>
<b>Investments</b>	6.00	<b>322,726,926,751</b>	<b>270,182,392,531</b>
Government		300,525,808,400	253,779,613,829
Others		22,201,118,351	16,402,778,702
<b>Loans and Advances</b>	7.00	<b>337,554,433,143</b>	<b>343,450,525,505</b>
Loans, Cash Credit, Overdrafts, etc.		323,104,662,556	314,721,206,691
Bills Purchased and Discounted		14,449,770,587	28,729,318,814
<b>Fixed Asset including Premises, Furniture and Fixture</b>	8.00	<b>32,767,568,369</b>	<b>32,502,611,071</b>
<b>Other Assets</b>	9.00	<b>139,097,346,696</b>	<b>134,374,599,476</b>
<b>Non-Banking Assets</b>	10.00	-	-
<b>Total Assets</b>		<b>934,592,315,146</b>	<b>852,223,550,361</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	11.00	<b>881,709,418</b>	<b>938,079,370</b>
<b>Deposit and Other Accounts</b>	12.00	<b>778,042,688,301</b>	<b>685,894,589,394</b>
Current Accounts & Other Accounts etc.		162,529,378,799	147,060,091,620
Bills Payable		12,676,341,550	8,430,055,665
Savings Bank Deposits		189,696,005,800	174,662,133,158
Fixed Deposits		413,140,962,152	355,742,308,951
Other Deposits		-	-
<b>Other Liabilities</b>	13.00	<b>96,088,873,462</b>	<b>115,382,195,875</b>
<b>Total Liabilities</b>		<b>875,013,271,181</b>	<b>802,214,864,640</b>
<b>Shareholders' Equity</b>		<b>59,579,043,966</b>	<b>50,008,685,720</b>
Paid up Capital	14.00	31,200,000,000	11,250,000,000
Share Money Deposit	14.08	7,100,000,000	19,950,000,000
Statutory Reserve	15.00	7,601,472,379	6,433,177,755
Other Reserve	16.00	107,000,000	47,000,000
Revaluation Reserve	17.00	28,168,564,059	25,178,528,621
Surplus in Profit and Loss Account/Retained Earnings	18.00	(14,597,992,472)	(12,850,020,656)
<b>Total Liabilities and Shareholders' Equity</b>		<b>934,592,315,146</b>	<b>852,223,550,361</b>



**Sonali Bank Limited**  
Balance Sheet as at 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
Off-Balance Sheet Items			
<b>Contingent Liabilities</b>			
<b>Acceptances and Endorsements</b>	19.00	<b>229,929,738,014</b>	<b>175,802,795,405</b>
Letters of Guarantee		4,524,516,271	5,534,630,077
Irrevocable Letters of Credit		206,390,740,160	155,822,496,087
Bills for Collection		19,014,481,583	14,445,669,241
Other Contingent Liabilities		-	-
<b>Other Commitments</b>		-	-
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		-	-
<b>Total Off Balance Sheet items including contingent liabilities</b>		<b><u>229,929,738,014</u></b>	<b><u>175,802,795,405</u></b>
<b>Net Asset Value per Share (NAVPS)</b>		<b>190.96</b>	<b>444.52</b>

These financial statements should be read in conjunction with the annexed notes 01 to 48.

  
**Subhash Chandra Das FCA, FCMA**  
Chief Financial Officer (CFO)

  
**Md. Abdur Rouf**  
Deputy Managing Director

  
**Pradip Kumar Dutta**  
Managing Director & CEO

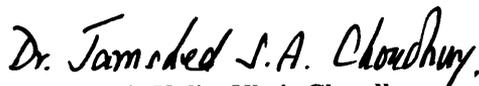
  
**A. K. M Rezaur Rahman**  
Director

  
**Ranjit Kumar Chakraborty**  
Director

  
**Dr. A H M Habibur Rahman**  
Chairman

Signed as per annexed report of even date.

  
**AHMAD & AKHTAR**  
Chartered Accountants

  
**Dr. Jamshed S.A. Choudhury**  
Aziz Halim Khair Choudhury  
Chartered Accountants

Date: 30 March 2015  
Place: Dhaka



## Sonali Bank Limited

Profit and Loss Account for the year ended 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
<b>Operating Income</b>			
Interest income	21.00	29,903,879,988	27,802,389,301
Interest paid on deposit and borrowing etc.	22.00	(43,284,063,049)	(38,797,127,707)
<b>Net Interest Income</b>		<b>(13,380,183,061)</b>	<b>(10,994,738,406)</b>
Investment income	23.00	23,136,318,700	15,536,433,969
Commission, exchange and brokerage	24.00	10,526,892,935	8,856,851,243
Other operating income	25.00	1,173,998,471	1,523,623,735
		<b>34,837,210,106</b>	<b>25,916,908,947</b>
<b>Total Operating Income (A)</b>		<b>21,457,027,045</b>	<b>14,922,170,541</b>
<b>Operating Expenses</b>			
Salary and allowances	26.00	8,550,475,795	7,891,860,692
Rent, tax, insurance, electricity etc.	27.00	775,904,540	792,475,557
Legal expenses	28.00	33,265,161	19,488,424
Postage, stamps and telecommunication etc.	29.00	73,931,894	71,220,675
Printings, stationery, advertisements etc.	30.00	218,921,922	197,614,185
Chief Executive's salary and fees	31.00	8,254,707	7,234,159
Directors' fees	32.00	5,304,933	4,744,805
Auditors' fees	33.00	2,847,516	2,669,118
Depreciation & repair to bank's assets	34.00	563,899,752	509,942,630
Other expenses	35.00	2,676,880,920	2,453,719,716
<b>Total Operating Expenses (B)</b>		<b>12,909,687,140</b>	<b>11,950,969,961</b>
<b>Profit Before Provision, Amortization and Taxes C=(A-B)</b>		<b>8,547,339,905</b>	<b>2,971,200,579</b>
Provision for loans & advances	36.00	-	161,768,986
Provision for diminution in value of investment	37.00	-	-
Other provision	38.00	2,705,866,786	-
<b>Total Provision (D)</b>		<b>2,705,866,786</b>	<b>161,768,986</b>
<b>Profit/(Loss) Before Amortization E=(C-D)</b>		<b>5,841,473,119</b>	<b>2,809,431,593</b>
Amortization of jute sector reform project		-	268,133,847
<b>Total Amortization (F)</b>		<b>-</b>	<b>268,133,847</b>
<b>Total Profit/(Loss) before taxes G=(E-F)</b>		<b>5,841,473,119</b>	<b>2,541,297,746</b>
<b>Provision for taxation (H)</b>		<b>(213,170,406)</b>	<b>(1,038,886,490)</b>
Current tax	13.04	199,401,664	236,741,717
Deferred tax	9.08.02	(412,572,070)	(1,275,628,207)
<b>Net Profit/(Loss) after taxation I=(G-H)</b>		<b>6,054,643,525</b>	<b>3,580,184,237</b>



**Sonali Bank Limited**

Profit and Loss Account for the year ended 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
<b>Appropriations</b>			
General Reserve		-	-
Statutory Reserve	15.00	1,168,294,624	508,259,549
Reserve for CSR		60,000,000	-
Dividend etc.		-	-
		<b>1,228,294,624</b>	<b>508,259,549</b>
Retained Surplus Carried Forward		<b>4,826,348,901</b>	<b>3,071,924,688</b>
Earnings per Share (EPS)	44.00	<b>32.12</b>	<b>31.82</b>

These financial statements should be read in conjunction with the annexed notes 01 to 48.



**Subhash Chandra Das FCA, FCMA**  
Chief Financial Officer (CFO)



**Md. Abdur Rouf**  
Deputy Managing Director



**Pradip Kumar Dutta**  
Managing Director & CEO



**A. K. M Rezaur Rahman**  
Director



**Ranjit Kumar Chakraborty**  
Director



**Dr. A H M Habibur Rahman**  
Chairman

Signed as per our annexed report of even date.



**AHMAD & AKHTAR**  
Chartered Accountants



**Dr. Jamshed S.A. Choudhury**  
Aziz Halim Khair Choudhury  
Chartered Accountants

Date: 30 March 2015  
Place: Dhaka



**Sonali Bank Limited**

Cash Flow Statement for the year ended 31 December 2014

Particulars	Note	2014 Taka	2013 (Restated) Taka
<b>A. Cash flows from operating activities</b>			
Interest received		53,503,445,410	68,921,781,521
Interest paid		(43,283,960,976)	(38,797,127,707)
Dividend Received		1,292,102,150	653,161,375
Fee and commission received		7,409,464,724	7,791,060,931
Recoveries of previously written-off loan & advances		956,063,000	-
Cash paid to employees		(8,572,978,916)	(7,912,973,905)
Cash paid to Suppliers		(316,205,179)	(280,489,507)
Income taxes paid		(3,166,323,815)	(600,000,000)
Received from other operating activities		3,306,145,903	3,688,072,054
Paid for other operating activities		(4,547,772,687)	(3,756,972,313)
<b>Cash generated from operating activities</b>		<b>6,579,979,614</b>	<b>29,706,512,449</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Loans & advances to customers		5,896,092,361	34,696,530,097
Other assets		(8,886,445,932)	6,661,842,783
Deposits from other banks		3,629,960,902	4,713,677,917
Deposits from customers		88,518,138,002	81,887,209,371
Other liabilities		(19,239,245,070)	(6,130,934,397)
		<b>69,918,500,263</b>	<b>121,828,325,771</b>
<b>Net cash flow from operating activities</b>		<b>76,498,479,877</b>	<b>151,534,838,220</b>
<b>B. Cash flows from investing activities</b>			
(Purchase)/Sale of securities & bond		(70,431,500,729)	(40,077,781,204)
(Purchase)/sale of property, plant & equipment		(264,957,297)	(9,380,212,648)
<b>Net cash flow from investing activities</b>		<b>(70,696,458,026)</b>	<b>(49,457,993,852)</b>
<b>C. Cash flows from financing activities</b>			
Received share money deposit		7,100,000,000	-
Payments for redemption of loan capital & debt security		(56,369,951)	(9,056,220,883)
Dividends paid		-	-
<b>Net cash flow from financing activities</b>		<b>7,043,630,049</b>	<b>(9,056,220,883)</b>
<b>D. Net increase/decrease in cash and cash equivalents (A+B+C)</b>		<b>12,845,651,900</b>	<b>93,020,623,485</b>
<b>E. Cash and cash-equivalents at beginning for the year</b>		<b>169,071,793,042</b>	<b>76,051,169,557</b>
<b>F. Cash and cash-equivalents at end of the year</b>	43	<b>181,917,444,942</b>	<b>169,071,793,042</b>

These financial statements should be read in conjunction with the annexed notes 01 to 48.



**Subhash Chandra Das FCA, FCMA**  
Chief Financial Officer (CFO)



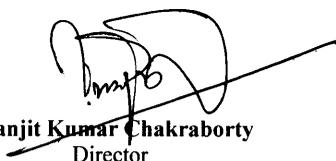
**Md. Abdur Rouf**  
Deputy Managing Director



**Pradip Kumar Dutta**  
Managing Director & CEO



**A. K. M Rezaur Rahman**  
Director



**Ranjit Kumar Chakraborty**  
Director



**Dr. A H M Habibur Rahman**  
Chairman

Date: 30 March 2015  
Place: Dhaka



**Sonali Bank Limited**

Statement of Changes in Equity for the year ended 31 December 2014

Particulars	Paid up Capital	Share Money Deposit	Statutory Reserve	Other Reserve	Asset Revaluation Reserve	Revaluation of Investment	Retained Earnings	Total
<b>Balance as at 01 January 2014</b>	11,250,000,000	19,950,000,000	6,433,177,755	47,000,000	30,329,757,568	3,682,595,344	(21,683,844,947)	50,008,685,720
Valuation adjustment/Goodwill adjustment	-	-	-	-	(8,833,824,291)	-	8,833,824,291	-
<b>Opening balance (Restated)</b>	11,250,000,000	19,950,000,000	6,433,177,755	47,000,000	21,495,933,277	3,682,595,344	(12,850,020,656)	50,008,685,720
Surplus/deficit on account of revaluation of investments/(Revaluation of investment HTM & HFT)	-	-	-	-	-	2,990,035,438	-	2,990,035,438
Currency translation differences	-	-	-	-	-	-	-	-
Net Profit for the year (after appropriation)	-	-	-	-	-	-	4,826,348,901	4,826,348,901
Amortization of Intangible Assets/Goodwill Adjustment	-	-	-	-	-	-	(6,574,320,716)	(6,574,320,716)
Transferred from provision	-	-	-	-	-	-	-	-
Share money received during the year	-	7,100,000,000	-	-	-	-	-	7,100,000,000
Share money transferred to paid up capital	19,950,000,000	(19,950,000,000)	-	-	-	-	-	-
Transferred to Reserve for CSR	-	-	-	60,000,000	-	-	-	60,000,000
Transferred to Statutory Reserve	-	-	1,168,294,624	-	-	-	-	1,168,294,624
<b>Balance as at 31 December 2014</b>	<b>31,200,000,000</b>	<b>7,100,000,000</b>	<b>7,601,472,379</b>	<b>107,000,000</b>	<b>21,495,933,277</b>	<b>6,672,630,782</b>	<b>(14,597,992,472)</b>	<b>59,579,043,966</b>
<b>Balance as at 31 December 2013 (Restated)</b>	<b>11,250,000,000</b>	<b>19,950,000,000</b>	<b>6,433,177,755</b>	<b>47,000,000</b>	<b>21,495,933,277</b>	<b>3,682,595,344</b>	<b>(12,850,020,656)</b>	<b>50,008,685,720</b>

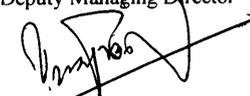
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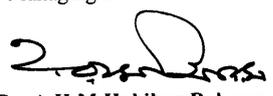
  
**A. K. M Rezaur Rahman**  
 Director



  
**Md. Abdur Rouf**  
 Deputy Managing Director

  
**Ranjit Kumar Chakraborty**  
 Director

  
**Pradip Kumar Dutta**  
 Managing Director & CEO

  
**Dr. A H M Habibur Rahman**  
 Chairman



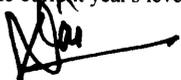
Date: 30 March 2015  
 Place: Dhaka

**Sonali Bank Limited**

Liquidity Statement, Asset and Liabilities Maturity Analysis as at 31 December 2014

Particulars	Up to 01 month maturity	1-3 months maturity	3-12 months maturity	1-5 years maturity	More than 5 years maturity	Total
<b>Assets</b>						
Cash in hand	53,382,074,145	-	-	-	-	53,382,074,145
Balance with other banks and financial institutions	8,732,565,042	28,090,000,000	2,870,000,000	145,819,000	-	39,838,384,042
Money at call on short notice	9,225,582,000	-	-	-	-	9,225,582,000
Investments	20,556,216,102	53,960,000,000	36,176,095,166	97,902,519,125	114,132,096,358	322,726,926,751
Loans and Advances	47,393,855,183	3,610,310,513	10,305,631,739	132,207,580,862	144,037,054,846	337,554,433,143
Fixed assets including premises, furniture and fixtures	-	258,873,091	623,693,900	1,085,537,247	30,799,464,131	32,767,568,369
Other assets	19,594,805,426	19,271,065,003	61,350,572,850	17,713,085,108	21,167,818,309	139,097,346,696
Non-banking assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>158,885,097,898</b>	<b>105,190,248,607</b>	<b>111,325,993,655</b>	<b>249,054,541,342</b>	<b>310,136,433,644</b>	<b>934,592,315,146</b>
<b>Liabilities</b>						
Borrowings from Bangladesh Bank, other banks financial institutions and agents	-	-	881,709,418	-	-	881,709,418
Deposits	152,411,938,670	81,141,602,756	77,646,730,765	174,715,001,612	292,127,414,498	778,042,688,301
Other accounts	-	-	-	-	-	-
Provision and other liabilities	62,321,108	25,773,005	38,252,240,006	57,146,208,988	602,330,355	96,088,873,462
<b>Total Liabilities</b>	<b>152,474,259,778</b>	<b>81,167,375,761</b>	<b>116,780,680,189</b>	<b>231,861,210,600</b>	<b>292,729,744,853</b>	<b>875,013,271,181</b>
<b>Net Liquidity Gap</b>	<b>6,410,838,120</b>	<b>24,022,872,846</b>	<b>(5,454,686,534)</b>	<b>17,193,330,742</b>	<b>17,406,688,791</b>	<b>59,579,043,966</b>

Current and savings deposits do not have any contractual maturity and hence have been classified among all five maturities. Further, it has been assumed that on a going concern basis, these deposits are not expected to fall below the current year's level.

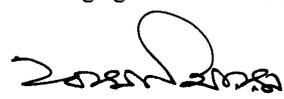
  
**Subhash Chandra Das FCA, FCMA**  
 Chief Financial Officer (CFO)

  
**Md. Abdur Rouf**  
 Deputy Managing Director

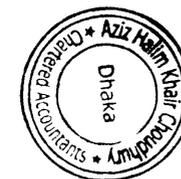
  
**Pradip Kumar Dutta**  
 Managing Director & CEO

  
**A. K. M Rezaur Rahman**  
 Director

  
**Ranjit Kumar Chakraborty**  
 Director

  
**Dr. A H M Habibur Rahman**  
 Chairman

Date: 30 March 2015  
 Place: Dhaka



**Sonali Bank Limited**  
**Notes to the consolidated and separate financial statements**  
**as at and for the year ended 31 December 2014**

**1.00 The Bank and its activities**

**1.01 Reporting entity**

Sonali Bank Limited, a state owned largest commercial Bank was incorporated in Bangladesh on 03 June 2007 as a public limited company under the Companies Act 1994 and governed by the Bank Companies Act 1991 (amended in 2013). Sonali Bank Limited took over the businesses, assets, liabilities, right, power, privilege and obligation of erstwhile Sonali Bank (emerged as a Nationalized Commercial Bank in 1972), pursuant to Bangladesh Bank Nationalization order 1972 (P.O. No. 26 of 1972) on a going concern basis through a vendor agreement signed between the Ministry of Finance, People's Republic of Bangladesh on behalf of Sonali Bank and the Board of Directors on behalf of Sonali Bank Limited on 15 November 2007 with a retrospective effect from 1 July 2007. The Bank has 1204 branches including two overseas branches at Kolkata and Siliguri in India. The Bank has two 100% owned subsidiaries named Sonali Exchange Co. Inc. (SECI), USA and Sonali Investment Limited, Dhaka. It has also two associates named as Sonali Bank (U.K) Ltd. and Sonali Polaris FT Limited. The registered office of Sonali Bank Limited is located at 35-44 Motijheel Commercial Area, Dhaka - 1000.

**1.01.01 Principal Activities of the Bank**

The principal activities of the bank are to provide a comprehensive range of financial services, personal and commercial banking, including accepting deposits, extending loans & advances, discounting & purchasing bills, remittance, money transfer, foreign exchange transaction, guarantee, commitments, trade and services, cash management, treasury, securities, etc. to its customer as well as custodian services and perform Government treasury functioning as an agent of the Bangladesh Bank through its 594 branches (including 58 chest and 8 sub chest branches).

**1.01.02 Islamic Banking Window**

Sonali Bank Limited has started banking business based on Islamic Shariah since 29 June 2010. The bank operates Islamic Banking window in the following five branches designated in compliance with the rules of Islamic Shariah:

1. Fakirapool Branch, Dhaka
2. Agrabad Corporate Branch, Chittagong
3. Khulna Corporate Branch, Khulna
4. Dargagate Corporate Branch, Sylhet
5. Bogra Corporate Branch, Bogra.

**1.02 Subsidiaries of the Bank**

Sonali Bank Limited has two 100% owned subsidiaries named Sonali Exchange Co., Inc. (SECI), USA and Sonali Investment Limited Dhaka.

**1.02.01 Sonali Exchange Co. Inc. (SECI)**

A subsidiary company named Sonali Exchange Co. Inc. was incorporated on 4 April 1994 under the laws of the State of New York, Department of State, licensed on 17 October 1994 by the State of New York Banking Department and commenced operation as an International Money Remitter from 12 December 1994. The Company is a wholly-owned subsidiary of Sonali Bank Limited, a fully state owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the Company are to carry on the remittance business and to undertake and participate in any or all transactions, activities and operations commonly carried on or undertaken by remittance and exchange house.

**1.02.02 Sonali Investment Limited**

Sonali Investment Limited was registered under the Company Act 1994 as a Public Company Limited by shares on 20 April 2010 and commenced its operation from 22 April 2010. The Company obtained registration from Securities and Exchange Commission as a merchant bank on 28 October 2010. The Company is a wholly-owned subsidiary of Sonali Bank Limited, a fully state owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the company comprised of merchant banking, portfolio management, issue management and underwriting and play active role in the Capital Market of Bangladesh .



### 1.03 Associates

#### 1.03.01 Sonali Bank UK. Ltd. (SB. UK. Ltd.)

A money remitting company under the name and style of Sonali Trade and Finance (U.K) Limited was incorporated as an associate under the U.K. Companies Act 1985 on 30 June 1999. Subsequently the company was allowed to commence its function as a bank from 7 December 2001 (the operational activities started on 10 December 2001) by the Financial Services Authority of U.K. had changed its name as Sonali Bank (U.K) Ltd. and restructured the ownership of the Company having 51% share capital in favor of the Government of the People's Republic of Bangladesh and remaining 49% by Sonali Bank Limited.

#### 1.03.02 Sonali Polaris FT Limited

Sonali Polaris FT Limited (hereinafter referred to as the "Company" of SPFTL) was incorporated in Bangladesh as a private Limited company on 25 January 2012 under the Companies Act 1994. The Company commenced its business operation on 01 February 2012. The principal activities of the Company are to customize, enhance, modify, and implement Intellect CBS 10.0 Software in Banks. The Company also provides other services like initiation, development and implementation of computer application systems, etc relevant to the customer and any other business undertakings. The ownership of the Company having 51% share capital in favor of Polaris Financial Technology Ltd., India, 39% by Sonali Bank Limited and remaining 10% by Bangladesh Commerce Bank Ltd.

### 2.00 Basis of preparation and significant accounting policies

#### 2.01 Basis of preparation

The consolidated financial statements of the Group and the financial statements of the Bank as at and for the year ended 31 December 2014 have been prepared under the historical cost convention except investments and in accordance with the "First Schedule" (section 38) of the Banking Companies Act 1991 (Amended in 2013), and Bangladesh Bank (the Central Bank of Bangladesh) through BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh. In case any requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory authorities, the provisions and circulars issued by Bangladesh Bank shall prevail.

#### 2.02 Statement of Compilation

In compliance with the "First Schedule (Section 38) of the Banking Companies Act 1991 (amended in 2013) and BRPD circular no. 14 dated 25 June 2003, BRPD circular no. 15 dated 9 November 2009, other Bangladesh Bank Circulars, Bangladesh Financial Reporting Standards (BFRSs), Bangladesh Accounting Standards (BASs), Financial Accounting Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions, Bahrain etc., the financial statements of the bank have been prepared. The Bank complied with the requirement of the following regulatory and legal authorities:

- i) The Bank Companies Act, 1991 (amended in 2013)
- ii) The Companies Act, 1994
- iii) Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- iv) Securities and Exchange Ordinance 1969
- v) Securities and Exchange Commission Act, 1993
- vi) Income Tax Ordinance and Rules 1984
- vii) VAT Act, 1991
- viii) Labor Act, 2006 (amended in 2013)

However, the Group and the Bank has departed from some requirements of BFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

#### 2.02.01 Investment in shares and securities

**BFRS:** As per requirements of BAS 39 investments in shares and securities generally falls either under "at fair value through profit and loss Account" or under "available for sale" where any change in the fair (as measured in accordance with BFRS 13) value at the year-end is taken to profit and loss Account or revaluation reserve account respectively.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.



#### 2.02.02 Revaluation gain/loss on Government securities

**BFRS:** As per requirement of BAS 39, T-bills and T-bonds fall under the category of 'held for trading' and 'held to maturity' where any change in the fair value of 'held for trading' is recognised in Profit and Loss Account, and amortised cost method is applicable for 'held to maturity' using an effective interest rate.

**Bangladesh Bank:** According to Department of Offsite Supervision (DOS) of Bangladesh Bank Circular no. 5 dated 26 May 2008 and subsequent clarification in DOS Circular no. 5 dated 28 January 2009 of Bangladesh Bank, loss on revaluation of Government securities (Treasury Bill (T-bill)/ Treasury Bond (T-bond)) which are categorised as held for trading should be charged through Statement of Comprehensive Income (Profit and Loss Account), but any gain on such revaluation should be recorded under Revaluation Reserve Account. However, at the year-end if there is any revaluation gain for any particular held for trading T-bills/T-bonds; such gain can be used to the extent of any revaluation loss for that particular held for trading T-bills/T-bonds. T-bills designated as held to maturity are measured at amortized cost method but interest income / gain should be recognized through reserve.

#### 2.02.03 Provision on loans and advances/investments

**BFRS:** As per BAS 39 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets which are not individually significant, the assessment can be performed on an individual or collective (portfolio)

**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 at 0.25% to 5% under different categories of unclassified loans (good/standard loans) 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 BAS 39.

#### 2.02.04 Recognition of interest in interest suspense a/c

**BFRS:** Loans and advances to customers are generally classified as 'loans and receivables' as per BAS 39 and interest income is recognized through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognized in profit and loss account on the same basis based on revised carrying amount.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified, interest on such loans are not allowed to be recognized as income, rather the corresponding amount needs to be credited to interest suspense account, which is presented as liability in the balance sheet.

#### 2.02.05 Other comprehensive income

**BFRS:** As per BAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of Other Comprehensive Income (OCI) are to be included in a Single Comprehensive Income (SCI) Statement.

**Bangladesh Bank:** Bangladesh Bank has issued templates for financial statements which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income; and the elements of Other Comprehensive Income are also not allowed to be included in a Single Comprehensive Income (SCI) Statement. As such the company does not prepare the Other Comprehensive Income statement. However elements of SCI, if any, are shown in the statement of changes in equity.

#### 2.02.06 Financial instruments - presentation and disclosure

In several cases Bangladesh Bank guidelines categories, recognize, measure and present financial instruments differently from those prescribed in BAS 39. As such full disclosure and presentation requirements of BFRS 7 and BAS 32 cannot be made in the financial statements.



#### 2.02.07 REPO Transactions

**BFRS:** When an entity sells a financial assets and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a deposit, and the underlying asset continues to be recognized in the entity's financial statements. This transaction will be treated as loan and the difference between selling price and repurchase price will be treated as interest expenses.

**Bangladesh Bank :** As per BRPD guidelines, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the assets (or a similar asset) at a fixed price on a future date (REPO or stock lending). the arrangement is accounted for as a normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.

#### 2.02.08 Financial guarantees

**BFRS:** As per BAS 39, 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 recognized initially at their fair value, and the initial fair value is amortized over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortized amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

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

#### 2.02.09 Cash and cash equivalents

**BFRS:** Cash and cash equivalents items should be reported as cash item as per BAS 7.

**Bangladesh Bank:** Some cash and cash equivalent items such as 'money at call and on short notice', Treasury bills, Prize bond are not shown as cash and cash equivalent. Money at call and on short notice is shown as face item in balance sheet, and Treasury bills, Prize bonds are shown in Investment.

#### 2.02.10 Non banking assets

**BFRS:** No indication of non banking assets is found in any BFRS.

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 25 June 2003, there must exist a face item named Non-banking asset.

#### 2.02.11 Cash flow statement

**BFRS:** Cash flow statement can be prepared either in direct method or in indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 25 June 2003, cash flow is a mixture of direct and indirect methods.

#### 2.02.12 Balance with Bangladesh Bank (CRR)

**BFRS:** Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day to day operations as per BAS 7.

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

#### 2.02.13 Presentation of intangible asset

**BFRS:** An intangible asset must be identified and recognized, and the disclosure must be given as per BAS 38.

**Bangladesh Bank:** There is no regulation for intangible assets in BRPD Circular No. 14 dated June 25, 2003.

#### 2.02.14 Off balance sheet items

**BFRS:** There is no concept of off balance sheet items in any BFRS; hence there is no requirement of disclosure of off balance sheet .



**Bangladesh Bank:** As per BRPD Circular No. 14 dated June 25, 2003, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

#### **2.02.15 Loans and advance net of provision**

**BFRS:** Loans and advances should be presented net of provisions.

**Bangladesh Bank:** As per BRPD 14, provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

#### **2.03 Basis of measurement**

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

- a) Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using mark to market concept with gain crediting to revaluation reserve.
- b) Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' and Re-measured Government Treasury Bond at present value using amortization concept.
- c) Investment in shares of listed companies.
- d) Land and Buildings is recognized at the time of acquisition and subsequently measures at fair value as per BAS 16 (Property, Plant and Equipment).

#### **2.04 Basis of consolidation**

A separate set of records for consolidation of the statement of affairs and income and expenditure of the branches are maintained at the Head Office of the Bank based on which these financial statements have been prepared.

The consolidated financial statements comprise of the financial statements of Sonali Bank Limited, including overseas branches Kolkata and Siliguri, Subsidiaries-Sonali Investment Limited and Sonali Exchange Co. Inc. (SECI), USA as well as associates Sonali Bank (U.K) Ltd. and Sonali Polaris FT Ltd. as at 31 December 2014.

##### **2.04.01 Subsidiaries**

Subsidiaries are entities controlled by the group. In compliance with BAS 27 "Consolidated and Separate Financial Statements", the financial statements of subsidiaries are included in the Consolidated Financial Statements from the date that control commences until the date the control ceases.

##### **2.04.02 Associates**

In compliance with the requirement of BAS 28 "Investment in Associates", the accounting treatment regarding investment in associates have been addressed.

##### **2.04.03 Transactions eliminated on consolidation**

Intra-group balances and transactions and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing the Consolidated Financial Statements. Unrealized gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the group's interest in the investee. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent there is no evidence of impairment.

#### **2.05 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 Bangladesh Bank Circulars and BFRSs 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 result 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.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements.



## **2.06 Changes in accounting estimate and errors**

The effect of a change in an accounting estimate shall be recognized prospectively by including it in profit or loss in:

(a) the period of the change, if the change affects that period only; or  
(b) the period of the change and future periods, if the change affects both. To the extent that a change in an accounting estimate gives rise to changes in assets and liabilities, or relates to an item of equity, it shall be recognized by adjusting the carrying amount of the related asset, liability or equity item in the period of the change. Material prior period errors shall be retrospectively corrected in the first financial statements authorized for issue after their discovery by:

(i) restating the comparative amounts for the prior period(s) presented in which it is required to make proper comparison: or  
(ii) if the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and equity for the earliest prior period presented. The most significant effect on the amount recognized in the financial statements are described in the notes 6.02, 9.00, 9.08.01, 17.00 and 18.00.

## **2.07 Books of accounts**

The Company maintains its books of accounts for main business in electronic form through soft automation.

## **2.08 Foreign currency transactions**

### **2.08.01 Functional and presentational currency**

Financial statements of the Bank are presented in Taka, which is the Bank's functional and presentational currency.

### **2.08.02 Foreign currency transactions**

Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rates on the respective dates of such transactions as per BAS 21 "The effects of Changes in Foreign Exchange Rates".

Assets and liabilities in foreign currencies at 31 December 2014 have been converted into Taka currency at the average of the prevailing buying and selling rates of the relevant foreign currencies at that date except Balances with other Banks and Financial Institutions which have been converted as per directives of Bangladesh Bank vide its circular no. BRPD(R) 717/2004-959 dated 21 November 2004.

### **2.08.03 Commitment**

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letter of credit, letter of guarantee and acceptance denominated in foreign currencies are expressed in Taka terms at the rates of exchange ruling on the date of balance sheet.

### **2.08.04 Foreign operation**

The assets & liabilities of foreign operations are translated to Bangladeshi Taka at exchange rate prevailing at the statement of financial position (balance sheet) date. The income & expenses of foreign operations are translated at average rate of exchange for the year. Foreign currency differences are recognized and presented in the foreign currency translation reserve in equity. When a foreign operation is disposed of such that control, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal. When the Group disposes as the only part of its interest in a subsidiary that includes a foreign operation while retaining control, the relevant proportion of the cumulative amount is reactivated to non-controlling interest.

### **2.08.05 Translation gain and losses**

Gains or losses arising out of translation of foreign exchange have been included in the Profit and Loss Accounts and in Balance Sheet.

## **2.09 Materiality, aggregation and offsetting**

The Bank aggregates each material class of similar items and separately which are dissimilar in nature or function unless those are immaterial. The Bank did not offset assets and liabilities or income and expense, unless required or permitted by BFRS.



## 2.10 Cash Flow Statement

Cash Flow Statement is prepared principally in accordance as per the guidelines of BRPD Circular no.14 dated 25 June 2003. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. Cash Flows during the year have been classified as operating activities, investing activities and financing activities.

## 2.11 Statement of Changes in Equity

The statement of changes in equity reflects information about increase or decrease in net assets or wealth. Statement of changes in equity has been prepared in accordance with Bangladesh Accounting Standards BAS 1 "Presentation of Financial Statements" and relevant guidelines of Bangladesh Bank.

## 2.12 Liquidity statement (Asset and Liability Maturity Analysis)

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as of the close of the year as per following bases;

- a) Balance with other banks and financial institutions, money at call and on short notice etc. on the basis of their maturity term;
- b) Investments on the basis of their residual maturity term;
- c) Loans and advances on the basis of their repayment/maturity schedule;
- d) Fixed assets on the basis of their useful lives;
- e) Other assets on the basis of their adjustment;
- f) Borrowings from other banks and financial institutions, as per their maturity/repayment term;
- g) Deposits and other accounts on the basis of their maturity term and behavioral past trend;
- h) Other long term liability on the basis of their maturity term;
- i) Provisions and other liabilities on the basis of their settlement;

## 2.13 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's position at the balance Sheet date are reflected in the financial statements in Note no. 48 as per Bangladesh Accounting Standards BAS 10 "Events after the Reporting Period".

## 2.14 Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the bank be unable to continue as a going concern.

## 2.15 Assets and the basis of their valuation

The accounting policy have been applied consistently to all periods presented in this consolidated financial statements and those of the bank and have been applied consistently by the group entities except as explain in Note 2.02.

### 2.15.01 Cash and cash equivalents

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the bank management for its short term commitments as well as prize bond.

### 2.15.02 Investments

All investments are initially recognized at cost, including acquisition charges associated with the investment. Premiums are amortized and discount accredited, using the effective or historical yield method. Accounting treatment of government treasury bills and bonds (categorized as HFT or/and HTM) is made following Bangladesh Bank DOS circular letter no. 5 dated 26 May 2008 and as amended on 28 January 2009 and DOS Circular letter no. dated 19 January 2012.

#### 2.15.02.01 Held to Maturity (HTM)

Investments (financial instruments) which have fixed or determinable maturity date and the bank has no intention to sell before their maturity date irrespective of changes in market prices or the bank's financial position or performance are grouped as held to maturity. Government Treasury Bills, Government Treasury Bonds and other securities approved for statutory liquidity reserves have been classified as held to maturity financial asset. These are measured at amortized 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.



#### 2.15.02.02 Held for Trading (HFT)

The securities under this category are the securities acquired by the bank with the intention to trade by taking advantages of short term price/interest movement, and the securities those are classified as HFT by the Bank held in excess of SLR (net of CRR) at a minimum level. Investments classified in this category are principally for the purpose of selling or repurchasing on short trading or if designated as such by the management. In this category, investments are measured in fair value and any change in the fair value i.e. profit or loss on sale of securities in HFT category is recognized in the Profit and Loss Account.

Value of investments is stated as per the following bases:

Particulars	Valuation Method
<b>Government Securities:</b>	
Government Treasury Bills	Present Value
Prize Bonds	Cost Price
Bangladesh Bank Bills	Cost price
Special Treasury Bonds	Present Value
Reverse Repo	Cost Price
Debentures of Govt. Corporations	Cost price
Other Investments (Quoted Shares)	Market Price
Other Investments ( Other than Quoted Shares)	Cost Price

#### 2.15.02.03 REPO and Reverse REPO

Since 1 September 2010 transactions of REPO and Reverse REPO are recorded based on DOS Circular No. 6, dated 15 July 2010 of Bangladesh Bank. In case of REPO of both coupon and non-coupon bearing (Treasury bill) security, Sonali Bank Limited adjusted the Revaluation Reserve Account for HFT securities and stopped the weekly revaluation (if the revaluation date falls within the REPO period) of the same security. For interest bearing security, SBL stopped the accrual of interest during REPO period.

#### 2.15.02.04 Available for sale

Investments (financial instruments) in shares that have a quoted price but are not held for trading and investments in shares that are not quoted in an active market and are not held for trading are grouped as Available for sale. Financial instruments grouped under this head are presented in Annex-F. All shares quoted and unquoted have been presented in financial statements at cost instead of market price as described in note 2.15.02.02.

#### 2.15.02.05 Investment in Quoted and unquoted securities

Investments in equity instruments/shares that are not quoted in active market are not measured at fair value due to absence of information required to measure in fair value reliably; so these are presented at cost. The equity instruments that are quoted in active market are measured at fair value. Details of quoted and unquoted shares are shown in annexure - F.

#### 2.15.02.06 Revaluation of investment

As per the DOS (BB) Circular letter no. 05 dated 26 May 2008 & subsequent amended circular no. 05 dated 28 January 2009, HFT (Held for Trading) securities are revalued on weekly basis and HTM (Held to Maturity) securities are amortized on yearly basis. The HTM securities are also revalued if they are reclassified to HFT category with the Board's approval. Any gain or loss on revaluation of HTM securities is recognized in the statement of changes in equity. Gain/(Loss) on revaluation of HFT securities is recognized in the profit and loss account on weekly basis and gain on revaluation is transferred to statement of changes in equity on monthly basis.



Investment class	Initial Recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/bond (HFT)	Cost	Face value	Loss to P & L, gain to Revaluation Reserve through P & L
Govt. T-bills/bond (HTM)	Cost	Amortized cost	Increase or decrease in value to equity
Debenture/Bond	Face value	Face value	None
Investment in listed securities	Cost	Fair value	Loss to P & L, gain to Revaluation Reserve
Prize bond	Cost	None	None

#### 2.15.02.07 Investments in subsidiary

Investment in subsidiaries is accounted for under the cost method of accounting in the Banks financial statements in accordance with Bangladesh Accounting Standard (BAS) 27. Accordingly, investments in subsidiaries are stated in the Banks balance sheet at cost, less impairment losses if any.

#### 2.15.02.08 Investments in associates

Investment in associates is accounted for in the books of financial statements of the Bank, in accordance with the Bangladesh Accounting Standard (BAS) 28 'Investments in Associates'.

#### 2.15.02.09 Investment and related income

- (a) Income on investments other than shares is accounted for on accrual basis concept; and  
(b) Dividend income on investment in shares is accounted for in the year when right has been established.

#### 2.15.03 Loans and advances and its provisioning

Loans and advances are stated at gross amount. General Provisions on unclassified loans and Off-Balance Sheet Items, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision is made on the basis of quarter end against classified loans and advances review by the management and instruction contained in BRPD Circular no. 14 dated 23 September 2012 BRPD circular no. 19 dated 27 December 2012 and BRPD circular no. 05 dated 29 May 2013.

#### 2.15.03.01 Interest on loans and advances

- i) Interest is calculated on unclassified loans and advances and recognized as income during the year;  
ii) Interest calculated on classified loans and advances as per Bangladesh Bank Circulars is kept in interest suspense account and credited to income on realization;  
iii) Interest is calculated on daily product basis but debited to the party's loan account quarterly. No interest is charged on loans and advances which are classified as bad and loss;  
iv) Total balance of loans and advances as on 31 December 2014 includes bad/loss loan Taka 69,049.88 million on which the Bank did not accrue any interest because of deterioration of quality of loans and advances determined by the management and on the basis of instructions contained in Bangladesh Bank Circulars as mentioned in Note 2.15.03 of this financial statements; and  
v) Interest suspense and penal interest, if any, calculated on classified loans and advances are taken into income in the year of its receipt from the defaulting borrowers.

#### 2.15.03.02 Provision for loans and advances

Provision for loans and advances are made on quarter basis as well as year-end review by management following instructions contained in BRPD Circulars issued by Bangladesh Bank. General Provision on unclassified loans and advances and specific provision on classified loans & advances are given below:

##### Rate of provision:

Particulars	Short term agri-credit	Consumer Financing			SMEF	Loan to BHs/ MBs/ SDs	All other credit	
		Other Than HF &	HF	LP				
Unclassified	Standard	2.50%	5%	2%	2%	0.25%	2%	1%
	SMA	0%	5%	2%	2%	0.25%	2%	1%
Classified	SS	5%	20%	20%	20%	20%	20%	20%
	DF	5%	50%	50%	50%	50%	50%	50%
	BL	100%	100%	100%	100%	100%	100%	100%



#### 2.15.03.03 Presentation of loans and advances

Loans and advances are shown at gross amount as assets while interest suspense and loan loss provision against classified advances are shown as liabilities in the statement of financial position.

#### 2.15.03.04 Write off loans and advances

Loans and advances/investments are written off as per guidelines of Bangladesh Bank. These written off however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such written off accounts are meticulously maintained and followed up.

#### 2.15.03.05 Securities against Loan

**Project loan:** Land and building are taken as security in the form of mortgage and plant & machinery are taken in the form of hypothecation.

**Working capital and trading loan:** Goods are taken as security in the form of pledge and also goods are taken as security in the form of hypothecation along with land and building as mortgage (value not less than 1.50 times covering the loan amount) in the form of collateral security.

**House building loan:** Land and building are taken as security in the form of mortgage.

**Overdraft:** FDRs are taken in pledge. The balance in DPS/JBSPS/SDPS A/C's is taken in "lien".

**Public sector loan:** In most cases Govt. Guarantee is taken and no security is taken for government loan and Crops loans in agriculture sector.

#### 2.15.04 Bills Purchased and Discounted

- a) Bills purchased and discounted do not include Government Treasury bills and have been classified into two sub-heads viz
  - i) Payable outside Bangladesh.
  - ii) Payable in Bangladesh and
- b) The bills purchased and discounted have been analyzed in the form/terms as per the maturity grouping.

#### 2.15.05 Property Plant and Equity

##### 2.15.05.01 Recognition and Measurement

All Property, plant and equipment are classified and grouped on the basis of their nature as required in BAS 1 "Presentation of Financial Statements". The major categories of Property, plant and equipment held by the bank are property (Premises & Buildings), Library Book, Furniture and fixtures, Electrical Installations, Typewriters and Calculating machines, Computer/Software, Motor Car and other vehicles. As per Para 31 of BAS 16 after recognition as an asset, an item of property, plant and equipment whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

All Fixed Assets are stated at cost less accumulated depreciation as per BAS 16 "Property, Plant & Equipment". The Cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

The bank recognizes in the carrying amount of an item of property plant and equipments the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the bank and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

As guided in paragraph 30 of BAS 16 "Property Plant and Equipment" these are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation. The cost of acquisition of an asset comprises its purchase price and directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and refundable taxes. The opening and closing carrying amounts of all property and equipment are presented including the amount of additions, disposals and depreciation charged during the year as required by paragraph 73(a-e) of BAS 16. Repairs and Maintenance expenses that does not increase in the future economic benefit of assets is charged to profit & loss account.



#### 2.15.05.02 Depreciation

As required in paragraph 43 of BAS 16 "Property Plant and Equipment" depreciation has been charged at the following rates on reducing balance method on all fixed assets other than motor vehicles and computer software which are depreciated on straight line basis and no depreciation on land is charged.

Category of fixed assets	Rate of depreciation
Land	0%
Building	2.50%
Library	7%
Furniture and Fixtures	10%
Electrical Installation	20%
Typewriters and Calculating machines	20%
Computer/ Software	20%
Motor Car and other vehicles	20%

Depreciation on newly acquired assets is charged from the date of take it in use and no depreciation is charged on assets for the period which are taken in use after 20th December of the year. In case of assets disposed of, depreciation is charged up to the date of disposal of such assets. During the year overseas branches shown Taka 1,743,959 as depreciation on fixed assets and certified by the local independent auditors.

#### 2.15.05.03 Disposal of fixed assets

On the disposal of fixed assets, the cost and accumulated depreciation are eliminated from the fixed assets schedule and gains or losses on such disposal are reflected in the statement of comprehensive income (profit and loss account) as per provision of BAS 16 "Property, Plant and Equipment".

#### 2.15.05.04 Revaluation

The fixed assets of the Bank have been revalued three times. In the year of 2007, following the instruction of vendor's agreement signed between Sonali Bank Ltd. and Ministry of Finance, revaluation of all assets had been done and total value enhanced by Taka 8,833.82 million. Subsequently, in 2011 revalued by Taka 12,026.80 million and lastly in the year 2013 by Taka 9,469.13 million. No revaluation has been made during the year 2014.

#### 2.15.05.05 Impairment

The carrying amount of the assets should be reduced to its recoverable amount when carrying amount of an asset is exceeding the recoverable amount of that asset. That reduction is an impairment loss hence recognized as expenses in the statement of comprehensive income (profit and loss account).

#### 2.15.06 Other Assets

Other assets comprise investment in subsidiaries (Sonali Exchange Co., Inc. Ltd. Inc USA and Sonali Investment Limited), Prepaid Expenses, Branch adjustment, fees and unrealised income receivable, advance for operating and capital expenditure and stocks of stationery and stamp. Details are shown in Note-9. and others as per Bangladesh Bank Circulars. Receivables are recognized when there is a contractual right to receive cash or another financial asset from another entity.

#### 2.15.06.01 Classification of other assets

Other assets have been classified as per BRPD Circular no. 14 dated 25 June 2003 of Bangladesh Bank and necessary provisions made thereon accordingly and for items not covered under the circular, adequate provisions have been made considering their realize ability.

#### 2.15.06.02 Written off of other assets

Other assets having no realistic prospect of recovery have been written off against full provision without reducing the claimed amount of the Bank. Notional balances against other assets written off have been kept to maintain the detailed memorandum records for such accounts/assets.

#### 2.15.07 Intangibles assets

An intangible asset is recognized only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Bank. Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. The useful lives of intangible assets are assessed to be either finite or indefinite.



Intangible assets with finite lives are amortized over the useful economic life. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for by changing the amortization period or method, as appropriate, and they are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is presented as a separate line item in the statement of comprehensive income (profit and loss account). Amortization is calculated using the straight-line method to write down the cost of intangible assets to their residual values over their estimated useful lives. Intangible assets-valuation adjustment has been addressed inline with regulatory decision.

#### **2.15.08 Non-banking assets**

Non-banking assets includes the assets acquired against the bad debt loans to adjust the loan. There are no assets acquired in exchange for loan during the period of financial statements.

### **2.16 Liabilities and Provision**

#### **2.16.01 Borrowing from other banks, financial institutions and agents**

Borrowings from other banks, financial institutions and agents include borrowing from Bangladesh Bank, inside and outside of Bangladesh. These items are brought to financial statements at the gross value of the outstanding balance. Details are shown in Note 11.

#### **2.16.02 Deposits and Other Accounts**

Deposits and other accounts include non interest-bearing current deposit redeemable at call, interest bearing on demand and short-term deposits, savings deposit and fixed deposit. These items are brought to account at the gross value of the outstanding balances. Deposits and other accounts include bills payable have been analyzed in terms of the maturity grouping showing separately other deposits and inter-bank deposits. Details are shown in Note 12.

#### **2.16.03 Other liabilities**

Other liabilities comprise items such as provision for loans and advances/investments/other assets, taxation, superannuation fund, gratuity fund and off balance sheet exposure and also includes interest payable, interest suspense, accrued expenses etc. Other liabilities are recognized in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance, 1984, BAS 37 and internal policy of the Bank. Provision 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 on the amount of the obligation. Details are shown in Note 13.

#### **2.16.04 Taxation**

Income tax represents the sum of the current tax and deferred tax payable. Income tax assessment has been finalized up to 1997 as well as the year 1999. Case pending for the year 1998, 2002 to 2013.

##### **2.16.04.01 Current tax**

The current tax payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the Profit and Loss Account because it excludes items of income or expense that are taxable or deductible. The Bank's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the date of Balance Sheet.

Provision for current income tax has been made as per Income Tax Ordinance 1984.

##### **2.16.04.02 Deferred tax**

Value of assets and liabilities as required by Bangladesh Accounting Standards BAS-12: 'Income Taxes'. Deferred tax is not recognized for the following temporary differences:

- on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- related to investments in subsidiaries to the extent that it is probable that it will not reverse in the foreseeable future; and
- arising on the initial recognition of goodwill.



Deferred Tax is calculated on the taxable/deductible temporary differences between tax base and carrying deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously. Deferred tax is computed at the prevailing tax rate as per Finance Act 2014.

A deferred tax asset is recognized for deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

#### **2.16.05 Employee benefit schemes**

Accounting recognition & measurement, as well as the disclosures requirements for different benefit schemes for employees are the following:

##### **2.16.05.01 Employees General Provident Fund**

Employees General Provident fund is operated from 13 September 1981 under which the concerned employees are required to contribute at least 10% and highest 30% (on declaration) of their basic salary with no matching contribution by the bank. This Fund relates to the employees who are availing Pension and Death-Cum-Retirement Benefit (PDCRB) Scheme.

##### **2.16.05.02 Contributory Provident Fund**

The bank operated a Provident Fund named as Contributory Provident Fund into which the bank contributed 10% of the basic salary of its eligible employees while the employees contributed an equal amount to the fund. This fund is operated by trustees. Employees enjoying contributory provident fund facilities are entitled gratuity for 2 months last basic pay drawn for each completed year of service subject to completion of minimum 10 years of service. The scheme is operated on cash basis.

##### **2.16.05.03 Pension and Death-Cum-Retirement Benefit (PDCRB) Scheme**

The bank operated a Pension Fund named as Pension and Death-Cum-Retirement Benefit (PDCRB) Scheme for the employees of General Provident Fund into which the bank contributes 30% (June 2014) of the basic salary of its eligible employees. Payments out of this fund are made to the employees on their separation from bank's service.

##### **2.16.05.04 Gratuity**

The Bank introduced the Gratuity scheme for the member of the Employees of Contributory Provident Fund into which the Bank contributes 30% (June 2014) of the basic salary of its eligible employees. Payments out of this scheme are made to the members on their separation from bank's service.

##### **2.16.05.05 Investment of the Pension/Gratuity Funds**

The balance of Pension/Gratuity funds are partly invested in approved securities with a view to increasing the Fund and remaining balance being utilized by the bank towards payment of retirement benefits to the employees.

##### **2.16.05.06 Administration of the Fund**

The Provident Fund, Pension Fund and Gratuity are being administered by two administrative committees each of which consists of 9 (nine) members representing 1 from Chairman, 5 (five) from Board of Directors, 1 from Managing Director and CEO, 1 (one) from officers and another from members of the staff.

##### **2.16.05.07 Benevolent Fund**

This fund is mainly created for sanctioning scholarship to the meritorious students among the children of the Bank employees. The distressed employees and family member of deceased employees are also helped from this Fund.



#### **2.16.05.08 Leave encashment**

The Officer/Staff who has opted for Pension and General Provident Fund, will be entitled to leave encashment facilities up to twelve months at the time of retirement as per letter No. MF/FD/Reg-2/leave16/84/9 dated 21 January 1985 of Finance Division, Ministry of Finance, Government of Bangladesh. But if a staff (not officer) has enjoyed /will enjoy leave encashment facilities before retirement, he will be provided with the rest amount after deduction of the amount enjoyed earlier, as per letter No. MF/B & 1/Banking/2/1/80/101 dated 31 May 1980 of previous Banking & Investment Division, Ministry of Finance, and Government of Bangladesh. The leave encashment benefit is paid to the incumbent debiting 'Expenditure A/C Leave Encashment Code no. 1217'. No additional fund is required during the year.

#### **2.16.05.09 Death relief grant scheme**

The Bank operates a death relief scheme since 1 January 1991, which replaced the previous group insurance scheme. The scheme is applicable to all employees of the bank and payments out of this fund are made to the successors of the employees on their death as per rate prescribed in the scheme.

#### **2.16.06 Provision for Loans and Advances**

Loans and advances are stated at gross amount. General provisions on unclassified loans and contingent assets, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter and review by the management and instructions contained in BRPD Circular no. 14 dated 23 September 2012, and BRPD circular no. 19 and dated 27 December 2012 and BRPD circular no. 05 dated 29 May 2013.

#### **2.16.07 Provision for other assets**

As per BRPD circular no. 14 dated 25 June 2001 of Bangladesh Bank classification and provisions on other assets have been made and adequate provisions have been made considering their recoverability.

#### **2.16.08 Provisions 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.

#### **2.16.09 Provision for Off-Balance Sheet Exposures**

In compliance with Bangladesh Bank guidelines Off-Balance Sheet items have been disclose under contingent liabilities. As per BRPD Circular no.10 dated 18 September 2007. Banks are required to maintain provision @ 1% against Off-Balance Sheet Exposures (L/C, Guarantee and Bills for Collection, etc.).

#### **2.16.10 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 maintains provision regarding the un-reconciled debit balance as at Balance Sheet date since there was no debit entries more than three month.

### **2.17 Capital and Shareholders' Equity**

#### **2.17.01 Capital Management**

The bank has strategic capital management process for measuring, deploying and monitoring its available capital and assessing its adequacy. The aim of this capital management process is to achieve four major objectives: exceed regulatory thresholds and meet long-term internal capital targets, maintain strong credit rating, manage capital levels commensurate with the risk profile of the bank and provide the banks shareholder with acceptable returns.

Capital is managed in accordance with the board approved capital management planning from time to time. Senior management develops the capital strategy and oversees the capital management planning of the bank. The bank's finance and risk management department are key to implementing the bank's capital strategy and managing capital. Capital is managed using both regulatory control measure and internal matrix.

#### **2.17.02 Paid up capital**

The paid up capital share capital represents total amount of shareholder capital that has been paid in full by the Government of Bangladesh i.e. ordinary shareholder. In the event of winding-up of the company ordinary shareholder(s) rank after all other shareholders and creditors are fully entitled to any residual proceeds of liquidation.



### 2.17.03 Statutory reserve

As per the Banking Companies Act 1991 (amended in 2013) (Section 24) it is required for the bank to transfer 20% of its current year's profit before tax to reserve until such reserve equals to its paid up capital.

### 2.17.04 Dividends on ordinary shares

Dividends on ordinary shares are recognized as a liability and deducted from equity when they are approved by the Banks shareholders. Dividends for the year that are approved after the reporting date are disclosed as an event after the reporting date.

### 2.17.05 Revaluation Reserve

#### 2.17.05.01 Assets Revaluation Reserve

When an asset's carrying amount is increased as a result of a revaluation, the increase amount should be credited directly to equity under the heading of revaluation surplus/ reserve as per Bangladesh Accounting Standards BAS-16: 'Property, Plant and Equipment'. The tax effects on revaluation gain are measured and recognized in the financial statements as per Bangladesh Accounting Standards BAS-12: 'Income Taxes'.

#### 2.17.05.02 Revaluation Reserve for HTM & HFT

All HTM securities are amortized at the year end and any increase or decrease of such investment is booked to equity. In case of HFT revaluation, decrease in the present value is recognized 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. 5, dated 28 January 2009.

### 2.17.06 Contingent liabilities and Contingent assets

A contingent liability is any possible obligation that arises from the past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank; or any present obligation that arises from past events but is not recognized because:

- it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognized but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated. Contingent assets are not recognized in the financial statements as this may result in the recognition of income which may never be realized.

### 2.17.07 Materiality, aggregation and off setting

Each material item as considered by management significant has been displayed separately in the financial statements. No amount has been set off unless the Bank has legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

The values of any asset or liability as shown in the statement of financial position ( balance sheet ) are not off set by way of deduction from another liability or asset unless there exist a legal right therefore. No such incident existed during the year.

### 2.18 Revenue recognition

The revenue during the year has been recognized following all conditions of revenue recognitions as prescribed by Bangladesh Accounting Standards BAS 18 'Revenue'.

#### 2.18.01 Interest income

Interest on loans and advances is calculated on daily product basis and accrued at the end of each month, but charged to customers' accounts on quarterly basis. In terms of the provisions of the Bangladesh Accounting Standards BAS 8 'Revenue', the interest income is recognized on accrual basis. Interest on unclassified loans and advances have been accounted for as income on accrual basis, interest on classified loans and advances have been credited to interest suspense account with actual receipt of interest there-from having credited to income as and when received as per instruction of Bangladesh Bank.

#### 2.18.02 Investment income

Income on investments is recognized on accrual basis. Investment income includes discount on treasury bills, interest on treasury bonds and fixed deposit with other banks. Capital gain on investments in shares is also included in investment income. Capital gain is recognized when it is realized.



#### **2.18.03 Fees and commission income**

- Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.
- Fee and Commission on bills discounted, purchased & others are recognized at the time of realization.
- Exchange gains or losses arising out of such transactions are recognized as income or expense for the year foreign currency transactions are converted into BDT at prevailing on the dates of such transactions and dealt with exchange account.

#### **2.18.04 Dividend income on shares**

Dividend income from shares is recognized during the period in which they are declared and actually received.

#### **2.18.05 Other operating Income**

Other operating income is recognized at accrual basis.

#### **2.18.06 Profit/Loss of Overseas Branches**

Profit/loss of the bank's overseas branches has been reflected in this profit and loss account.

#### **2.18.07 Interest paid on Deposit and Borrowing**

Interest paid on Deposit and Borrowing and others expenses are recognized as accrual basis.

#### **2.18.08 Management and other expenses**

Expenses incurred by the Bank are recognized on actual and accrual basis.

#### **2.18.09 Regulatory & Legal Compliance**

The bank has complied with the requirement of following regulatory & legal authority:

- (a) The Bank Companies Act, 1991 (Amended in 2013)
- (b) The Companies Act, 1994
- (c) Rules & Regulatory issued by Bangladesh Bank
- (d) Security & Exchange Rules, 1987
- (e) Security & Exchange Ordinance, 1969
- (f) Security & Exchange Commission Act, 1993
- (g) The Income-tax Ordinance, 1984
- (h) VAT Act, 1991
- (i) Labor Act, 2006 (Amended in 2013)

#### **2.18.10 Reconciliation of inter-bank and inter-branch account**

Accounts with regard to inter bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there are no material differences that may affect the financial statements significantly.

#### **2.18.11 Segment reporting**

For the purpose of Segment Reporting as per Bangladesh Financial Reporting Standard 8, the following segments relating to revenue, expenses, assets and liabilities have been identified and shown in the related notes accordingly as primary/secondary segments.

- i) domestic operations in line with geographical segments;
- ii) banking operations comprising of branches of the banking entity; and
- iii) treasury operations comprising of the banking entity.

Performance is measured based on segment profit before provision, as included in the internal management reports that are reviewed by the Bank's Management. Segment report is used to measure performance as Management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

#### **2.18.11.01 Operating segments**

The Bank has five reportable segments, as described below, which are the Bank's strategic business units. The strategic business units offer different products and services, and are managed separately based on the Bank's management and internal reporting structure. For each of the strategic business units, the Bank Management Committee reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Bank's reportable segments:



i. Loans & Advances	Includes loans, deposits and other transactions and balances with corporate customers & retail customers.
ii. Treasury	Undertakes the Bank's funding and maintenance of CRR and SLR, Asset-liability management through borrowings and placement, currency swap and investing in liquid assets such as short-term placements and corporate and government debt securities.
iii. Overseas Branches (Kolkata, Siliguri)	Two (2) overseas branches of Sonali Bank Limited are situated at Kolkata & Siliguri in India and operating banking business, money remittance etc. as per the head office instructions and other activities as permitted under the banking law of India.
iv. Sonali Exchange Company Incorporated (SECI), USA	Sonali Exchange Company Incorporated (SECI), USA, subsidiary company of Sonali Bank Limited operates its business in USA. It performs the activities of money remittance, issue cheques, payment instruments and traveler's cheque and other activities as permitted under the banking law of USA.
v. Sonali Investments Limited	Established to do all kinds of merchant banking activities including issue management, underwriting, portfolio management and other transactions.

#### 2.18.12 Directors' responsibility on financial statements

The board of directors takes the responsibility for the preparation and presentation of these financial statements.

#### 2.19 Consolidation of the Financial Statements

Consolidation of the Financial Statements is started from 2011.

#### 2.20 Risk Management

The Bank Company Act, 1991 (amended in 2013) and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

Bangladesh Bank Department of Off-site Supervision (DOS) has issued Circular no. 02 dated 15 February 2012 on Risk Management Guidelines for Banks and instructed all scheduled banks operating in Bangladesh to follow this Guidelines for managing various risks which have been compiled by the Bank.

In addition, the Bank is also following relevant Bangladesh Bank guidelines on risk based capital adequacy, stress testing and managing the banking risks in other core risk areas.

The Bank has established a Risk Management Division (RMD). The RMD conducts stress testing for examining the Bank's capacity of handling future shocks, as well as deals with all potential risks that might occur in future.

Being a financial institution, in the ordinary course of business, the bank is sensitive to varieties of risks. The generic severity of such risk(s) is much intense in our locality due to presence of large number of banks and complex financial transactions. In such highly competitive environment to ensure a bank's consistent system and performance, the presence of strong Risk Management culture is obligatory. Being compliant, the bank is now looking forward to take risk management practice to a different level, i.e. preventing risk before occurrence rather than a reactive manner; on a proactive basis. As a part of regulatory and global benchmarking the bank has based upon 06 (six) core risks guidelines of Bangladesh Bank and Basel framework. Listed below are the identified risks the bank is currently managing or intends to manage:

- Internal Control and Compliance Risk
- Foreign Exchange Risk
- Credit Risk Management
- Asset Liability Management Risk
- Money Laundering Risk
- Information & Communication Technology Security Risk
- Environmental Risk

Accordingly the bank has various high powered committees to monitor and ensure smooth risk management activities. For example, Board Risk Management Committee, high powered central Risk Management Committee, Departmental Risk Management Committee, Asset Liability Management Committee (ALCO), Investment Committee, Credit Committee (CC) etc. To manage the overall risks of the bank in line of Basel the bank has formed a dedicated Core Risk Management & Basel-II Implementation Division. The detail of SBL's risk management is stated below:



**a) Internal Control and Compliance Risk**

Establishment of sound control environment and effective compliance culture is the key stone of managing operational risk. Internal control is a process to control overall activities of the Bank through establishing policies, procedures, observance of instructions of regulatory authorities with a view to avoid any possible loss from the lack of corporate governance.

To mitigate the operational risk, the Bank ensured effective internal control systems for all of its operational activities by intensifying the internal audit function, comprehensive and risk based inspection in all branches and Head Office. The Compliance Division ensures the settlement of objections or irregularities mentioned in the audit reports under a strong monitoring process of the Management Committee (MANCOM). Besides there is a division named Vigilance and Control Division under the direct supervision of CEO and MD to act at any sudden occurrence of loss or irregularities.

The Bank with the support of an Expert Team, has undertaken a program for upgrading its Internal Control and Compliance policy as well as other policies in the area of credit, audit, information technology and accounts as per international best practices.

**b) Foreign Exchange Risk Management**

Foreign Exchange Risk is defined as the possibility of losses due to change in exchange rates interest rate etc. according to market forces. The Foreign Exchange Risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying Foreign Exchange transactions.

Treasury Division independently conducts the transactions and the Back Office of Treasury is responsible for verification of the deals and passing of their entries in the books of account. Mid office coordinates the work in between front office and back office functioning. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by Bangladesh Bank at the month -end. All NOSTRO accounts are reconciled on regular basis and outstanding entries beyond 30 days are reviewed by the Management for their settlement.

**c) Credit Risk Management**

Credit risk is one of the crucial risk faced by the Bank. This can be described as potential loss arising from the failure of a counter party (borrower) to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counter party or decline in his/her financial condition. Therefore, Bank's credit risk management activities have been designed to address all these issues. The Bank has segregated duties of the Officers/Executives involved in credit related activities. Credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate divisions have been formed. These are credit division, credit monitoring & recovery division and law division. Credit division is entrusted with the duties of maintaining asset quality, assessing risk in lending to a particular customer, sanctioning credit, formulating policy/strategy for lending operation, etc.

There is a high power credit committee who manages the credit risk of the bank. A thorough assessment is done before sanction of any credit facility at credit division. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the proposed credit facility, etc. All credit proposals have been placed in credit committee for sanction or make decline. Managing Director is the Chairman of credit committee. Loans having big exposures are placed before the Board of Directors of the Bank for sanction.

In determining single borrower/large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted on periodical interval to ensure compliance of Bank's and Regulatory polices. Loans are classified as per Bangladesh Bank's guidelines.

**d) Asset Liability Management Risk**

Bank has high powered Asset Liability Management Committee (ALCO) to monitor Balance Sheet Risk and liquidity Risks of the Bank. The Balance Sheet Risk is determined as potential change in earnings due to change in rate of interest foreign exchange rates and regulatory instructions, which are not of trading nature. Asset Liability Committee (ALCO) reviews Liquidity requirement of the Bank, the maturity of assets and liabilities, deposits and lending, pricing strategy and the Liquidity contingency plan. The primary objective of the Asset Liability Committee (ALCO) is to monitor and avert significant volatility in Net Interest Income (NII), investment value and exchange earnings for the purpose of taking future action plan for better interest of the organization.

**e) Money Laundering Risk**

Risk Associates with probable Money laundering activities is one of the major risk in the area of banking sector. Money Laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risk the Bank has designated Chief Compliance Officer at Head Office and Compliance Officer at Branches, who independently review the transactions of the accounts to verify suspicious transactions.



Manuals for Prevention of Money Laundering, KYC and Transaction profile have been introduced. Training has been being imparted to Executives, Officers and staff for developing awareness and skill for identifying suspicious transactions and other Money Laundering related activities.

**f) Information & Communication Technology Security Risk**

IT Guideline is a systematic approach to policies required to be formulated for IT and also to ensure security of information and information systems. This guideline covers all information that is electronically generated, received, stored, printed, scanned and typed. The provisions of this guideline apply to:

1. Sonali Bank Limited for all of its IT system.
2. All activities and operations required ensuring data security including facility design, physical security, network security, disaster recovery and business continuity planning, use of hardware and software, data disposal and protection of copy rights and other intellectual property rights.

The implementation of Core Banking Solution (CBS) will be linked from the branches to the central database. Near future the information will be easily accessible by senior management and is expected to be important source of information of strategic decision-making process based on a comprehensive database. It is to be declared that the Bank is fully compliant according to the guideline of Central Bank's IT policy.

**g) Environmental Risk**

Environmental Risk is the new concern in the banking arena. Bank authority is very much aware about this. In compliance with Bangladesh Bank's instructions and guidelines regarding environmental risk, all the activities of the bank are being carried on. Specially, to approve the credit proposal. Bank Credit Committee meticulously review the compliance status of the borrower regarding environmental requirement.

**2.21 Risk Management Committee Disclosure**

A Risk Management Committee, comprising Directors of the Board has been formed in consistence with Bank Company (Amendment) Law-2013 and directives of BRPD Circular No.11 dated 27.10.2013 of Bangladesh Bank. Bank's risk management approach includes minimizing undue concentrations of exposure, limiting potential losses from stress events and ensuring the continued adequacy of all our financial resources. The committee is playing a vital role in risk management of the bank. It has a long term plan to develop risk management culture in the bank.

The risk management committee comprising of four members including chairman who are competent and professionally skilled and also the director of the board. The name and status of the member of the Board Risk Management Committee are stated as follows:

Name	Status in the Bank	Status in the committee
Mr. A. K. M Rezaur Rahman	Director	Chairman
Md. Shaheb Ali Mridha	Director	Member
Mr. Kazi Tariqul Islam	Director	Member
Md. Enamul Haque Choudhury	Director	Member

The risk management committee of the Board of Directors has been formed soon after the Central Bank's instruction. The committee conducted 6 meeting in 2014 where the following issues have been discussed:

- Formulated risk management strategies, methodologies, guidelines and processes for risk identification, risk assessment, risk controlling and monitoring.
- Designed a suitable organization structure for risk controlling. The committee will form separate risk management committee in management level and supervise their activities for compliance of instruction regarding credit risk, foreign exchange risk, internal control and compliance risk, money laundering risk, ICT risk and environmental risk.
- Reviewed and updated all risk management policies and guidelines at least once in a year, if necessary they will propose and place before the Board of Director for final approval.
- Evaluated, assessed and approved the record keeping and reporting system formulated by the bank management.
- Supervised the implementation of overall risk management policies and steps taken for mitigation of credit risk, market risk and operational risk along with other risks.
- Submitted the report of decision and recommendation made by the committee to the Board on a quarterly basis.
- Followed the instruction circulated by the controlling authority, etc.



## 2.22 Audit committee Disclosure

In compliance with the policy directives as well as compliance with the BRPD Circular No. 11 dated 27 October 2013 and previous circular BRPD Circular no. 12 dated 23 December 2002 of Bangladesh Bank, an audit committee of the board of Sonali Bank Limited was constituted by the Board of Directors in its 615th meeting held on 15 March 1999 and thereafter lastly reconstituted in the 278th board meeting of Sonali Bank Limited held on 07 January 2013. The audit committee comprises of four members including chairman who are competent and professionally skilled and also the director of the board. The company secretary acts as a secretary of the audit committee. The name and status of the member of the audit committee are stated as follows:

Sl. No.	Name	Status in the Bank	Status in the committee
1	Mr. Ranjit Kumar Chakraborty	Director	Chairman
2	Mr. Shekhar Dutta	Director	Member
3	Md. Shaheb Ali Mridha	Director	Member
4	Mr. Kazi Tariqul Islam	Director	Member

During the year 2014, the Audit Committee of the Board conducted 24 (Twenty Four) meetings in which the following important issues were reviewed/discussed along with others:

- Oversee the financial reporting process & liquidity position of the bank at regular basis.
- Reviewed internal & external auditors findings on the irregularities both major & significance at different branches of the bank and reference those to the Board with appropriate recommendation for decision, reviewed draft & audited financial statements for the year 2014.
- Reviewed performance of internal audit 2014.
- Reviewed the reconciliation performance of inter branch transaction accounts and advised the management to keep it regular.
- Reviewed the comprehensive inspection report on SBL by Bangladesh bank as on 31.12.2013.
- Reviewed the cash holding position of different branches & advise the management to ensure maintenance of optimum level of cash to reduce idle cash in hand as per as practicable.
- Reviewed existing policy of ICC, Risk Grading, Credit Policy, Quarterly Risk Management Paper etc. and made recommendation to Board for approval.
- Reviewed unaudited quarterly & half yearly financial statements of the bank for the year 2014.
- Monitor internal control risk management process.
- Discussed and reviewed annual budget 2015 & revised budget 2014 and recommended to the board with some amendments.
- Reviewed the compliance status of audit objections and advised the management to ensure full compliance of regulatory, legal and significant issues meticulously.
- Reviewed the audit rating by internal audit on Anti Money Laundering of all branches for the year 2014.
- Discuss and reviewed the effectiveness of annual audit plan 2014 and made recommendation to the board for approval with suggested amendments.
- Reviewed existing risk management procedures along with implementation of core risk management guidelines and advised the managements to implement the same more effectively.
- Reviewed the audit report of the subsidiaries and directing the authority to take necessary action as appropriate.

## 2.23 Credit Rating of the Bank

As per the BRPD circular no. 6 dated 5 July 2006, the Bank has done its credit rating by Alpha Credit Rating Limited based on the financial statements of Sonali Bank Limited dated 31 December 2013. The following ratings had been awarded:

Date of Declaration	Valid till	Rating Mode	Long Term	Short Term	Outlook
30-Jun-14	29-Jun-15	Govt. Support	AAA	AR-1	Stable
		Without Govt. Support	BBB+	AR-3	



## 2.24 Implementation of BASEL-II

To comply with International best practices and to make the Bank's capital more risk-sensitive as well as to build the Banking industry more shock absorbent and stable, Bangladesh Bank provides revised regulatory capital framework "Risk Based Capital Adequacy for Banks" which is effective from 1 January 2009. According to the BRPD Circular no. 09 dated 31 December 2008, following specific approaches are suggested for implementing BASEL-II:

- a) Standardized Approach for calculating Risk Weighted Assets (RWA) against Credit Risk;
- b) Standardized (Rule Based) Approach for calculating RWA against Market Risk; and
- c) Basic Indicator Approach for calculating RWA against Operational Risk

Under the Standardized Approach of the Risk Based Capital Adequacy Framework (Basel II), Credit Rating is to be determined on the basis of risk profile assessed by the External Credit Assessment Institutions (ECAIs) duly recognized by Bangladesh Bank.

Along with the existing capital adequacy rules and reporting Bangladesh Bank (ref. BRPD Circular no.10 dated 25.11.2002) Banks started quarterly reporting as per the set of the reporting formats provided by Bangladesh Bank. Very recent Bangladesh Bank instructed all the banks to follow BASEL-III accord starting from January 2015 and accordingly the management of Sonali Bank Limited took necessary steps to prepare the employees for implementing new capital Accord BASEL-III.

## 2.25 Related party disclosures

As per Bangladesh Accounting Standards BAS-24 'Related Party Disclosures', parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note 45.

## 2.26 Litigation

The bank is not a party to any lawsuits except those arising in the normal course of business, which were filled against the default clients for non-performance in loans repayment and against various level of tax authority regarding some disputed tax issue. The bank, however, provides adequate provisions as per guidelines of BAS 37 in compliance with Bangladesh Bank guidelines.

## 2.27 Loan Write off

Write off describes a reduction in recognized value. It refers to recognition of the reduced or zero value of an asset. Generally, it refers to loan for which a return on the loan is now impossible or unlikely. The item's potential return is thus cancelled and removed from (Written off) the banks statement of financial position. Recovery against debts written off / provided for is credited to provision or revenue considering the previous position of the loans.

## 2.28 Compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs)

The Institute of Chartered Accountants of Bangladesh (ICAB) is the sole authority for adoption of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs). While preparing the financial statements, Sonali Bank Limited applied most of BASs and BFRSs as adopted by ICAB. Details are given below



Name of the BASs	BASs No.	Status
Presentation of Financial Statements	1	Applied*
Inventories	2	N/A
Statement of Cash Flows	7	Applied
Accounting policies, Changes in accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Revenue	18	Applied
Employees Benefits	19	Partly Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Partly Applied
Consolidated and Separate Financial Statements	27	Applied
Investment in Associates	28	Applied
Financial Instruments: Presentation	32	Applied*
Earning Per Share	33	Applied
Interim Financial Reporting	34	Applied*
Impairment of Assets	36	Applied
Provision, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	Applied*
Investment Property	40	N/A
Agriculture	41	N/A

Bangladesh Financial Reprinting Standards (BFRSs)	BFRSs No.	Status
First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
Share-Based Payment	2	N/A
Business Combinations	3	Applied
Insurance Contracts	4	N/A
Non Current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instrument: Disclosures	7	Applied*
Operating Segments	8	Partly Applied
Financial Instruments	9	Applied*
Consolidated Financial Statements	10	N/A
Joint Arrangements	11	N/A
Disclosure of Interests in Other Entities	12	N/A
Fair Value Measurements	13	Partly Applied

\* Subject to departure described in Note 2.02 Statement of Compliance



## 2.29 Corporate Social Responsibility (CSR)

Bank authority is very much concern about responsibility to the society people. With industrialization, the impacts of business on society and the environment assumed an entirely new dimension. For this Corporate Social Responsibility has become a criterion of socially lawful business Endeavour and the acceptance of it, is growing day by day. Countries of developed economy have taken the idea of "Social Responsibility". Being the largest state owned commercial bank in Bangladesh, Sonali Bank Ltd. has also realized its responsibilities to the society and contributed to the amelioration of the social life of the destitute people, infra-structure, environment etc. within the framework of Bangladesh Bank guidelines.

## 2.30 Off-balance sheet items

Under general banking transactions, liabilities against acceptance, endorsements, and other obligations and bills against which acceptance has been given and claims exists there against, have been shown as off balance sheet items.

Off Balance Sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines.

As per BRPD circular #10, date 18 Sep 2007, 1% provision should be maintained against off- balance sheet items. Bank has maintained sufficient provision in the books of accounts against off balance sheet exposure.

## 2.31 Fraud and Forgeries

### 2.31.01 Fraud Prevention Process

Based on DOS circular letter no. 17, dated 7 November 2012 issued by Bangladesh Bank, the following areas for self assessment of Anti-Fraud Internal Controls are addressed by the Bank:

- Internal Control and Compliance (ICC);
- General Banking and Operation (GBO);
- Loans and Advances (LA); and
- Information and Communications Technology (ICT)

**In addition to the above self assessment, the following process followed by the management:**

- i) Additional security devices are incorporated, not only within the bank premises but also in the instruments given to their numerous clients.
- ii) In recruiting key personnel who are to handle certain sensitive operations, it is essential that bank makes comprehensive efforts at conducting a proper background check on the status and nature of the employee in his or her neighborhood, as this would help them establish the probability of the employee engaging in fraudulent activities.
- iii) Regular need assessment to increase the ability of bank's staff in detecting fraud especially those related to cheques and money transfers. This can be achieved through a combination of internal and external modules of on the job training and off the job training exercises.
- iv) Continuously review the code of ethics and code of conduct to reduce the probable tendency for fraudulent behavior of the employees. It is believed that if employees are well motivated to the bank, the incidence of frauds will be reduced.
- v) Favorable financial awards and recognition should be given to employees who show dexterity in identifying and preventing fraud.
- vi) Top management must also strive to maintain a high degree of ethical standards in the performance of their duties. in view of the fiduciary nature of their functions. This is imperative as they are by law required to safeguard the assets of their banks.
- vii) The internal audit divisions of bank should not be seen as a dumping ground for non-performing staff. Staff deployed into this department should be sufficiently qualified, properly trained and adequately experienced in all facets of banking operation.

## 2.32 Internal Audit Process

Internal Audit Division as independent from the part of Management, is committed to standards of best professional practice on internal audit. The basic steps in the internal audit processes followed by the bank are stated below:



### 1) Audit Planning Process

The basic audit planning process consists of two phases: the assessment of business risk and the development of the annual plan. Assessing of business risk focuses on viz. (i) defining auditable units, (ii) defining the risk criteria, (iii) constructing the risk model and (iv) ranking the auditable units.

#### i) Defining Auditable units

Auditable units are defined as individual applications, business units, departments or offices each of these approaches either limits the scope of an audit project or broadens it beyond what can reasonably be managed.

#### ii) Defining the risk criteria

The model is based on operational risk, exposure and controls. Each area is broken down into sub-categories as follows:

- Operational risk (people, systems, process, contractual, reputational and political)
- Exposure (financial, regulatory and customer):
- Controls (people, process, information systems and reporting).

The controls categories are further broken down into the following sub-categories viz. people, process and information systems.

#### iii) Constructing the Risk Model

The risk assessment and audit planning methodology is a structured approach to a subjective process. The risk assessment and planning model is the product of value judgments.

#### iv) Ranking the Auditable units

The risk profile spreadsheet computes a score for each auditable unit based on operational risk, exposure and control. This score is then converted into a ranking for each criterion as follows:

Operational Risk - high, medium, low  
Exposure - high, medium, low  
Control - high, medium, low

### 2) Developing Audit Programme

Once the annual plan is developed and approved, Audit Programme are developed for each audit to be undertaken. Audit Programme is to be reviewed prior to the start of each audit to determine if there have been any changes. The steps in developing an Audit Programme are: understand the operations, develop flowchart or narrative, review the process with the concerned staff and develop the Audit Programme.

### 3) Implementing the Annual Audit Plan

The department undertakes structured approach to accomplish the annual plan and the actual audit can be broken up into a number of stages stated below.

#### (i) Preparation stage

At this stage, the team leader ensures that all the necessary requirements for the audit are prepared and available and preliminary reviews and information gathering is undertaken.

#### (ii) Fieldwork

During the fieldwork the auditor gathers evidence in order to determine the status of operations and controls within a particular area. This evidence is the basis for the auditor's conclusions about a particular assignment.

#### (iii) Documentation or working paper

The working papers are evidence in support of the audit findings and opinion.

#### (iv) Audit Findings

Findings are pertinent statements of fact uncovered during the course of an audit and these are to be reported. The findings are reviewed by the Team leader and the Head of Audit prior to the final report being issued.

### 4) Reporting

The audit reports are submitted to the auditable units, senior management and to the Audit Committee of the Board. The audit reports contain findings which are of a critical nature and have a major impact on the organization. Other operational issues identified during the audit which are considered not to be of a material nature but are worth are reported through 'Management Report' to the Head of the Department/Office and Head of the area being audited.



**5) Follow-up**

Along with compliance functioning the internal audit people employ close follow up to ensure that appropriate and timely action has been taken on audit findings and recommendations. Internal Audit Department reports to the Audit Committee on the current status of outstanding findings and what action is being taken to resolve the issues.

**6) External Audit**

Internal audit uses the external audit reports and ensures that any issues raised by the external auditor have been followed up by management and whether corrective action has been taken in a timely manner.

**2.33 Reporting period**

The accounting period of the bank has been determined to be from 1 January to 31 December each year and is followed consistently.

**2.34 Comparative Information**

Presentation of Financial Statements, comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where. it is relevant for understanding of the current year's financial statements.

The comparative figure for amortization of intangible assets has been taken off from the profit and loss account and shown in the statement of changes in Equity against the corresponding amount in the current year's financial statement as explained in note #18 to the financial statement.

**2.35 Earnings per share (EPS)**

**2.35.01 Basic earnings per share**

The Bank calculates Earnings per Share (EPS) in accordance with BAS 33 "Earnings per Share", which has been shown on the face of profit and loss account, and the computation of EPS is stated in Note 44.

**2.35.02 Diluted earnings per share**

No diluted earning per share is required to be calculated for the year as there was no scope for dilution during the year under review.

**2.36 Approval of financial statements**

The financial statements were approved by the Board of Directors on 30 March 2015.

**2.37 General**

- a) Figures have been rounded off to the nearest taka.
- b) Prior Year's figures have been shown for comparison purposes and rearranged wherever necessary to conform to current year's presentation.
- c) Conversion rate is calculated based on the simple average of buying and selling rate.



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>3.00 Cash</b>							
	Cash in hand (Including foreign currencies)	3.01	6,866,617,665	9,201,593,012	6,866,617,665	9,201,593,012	
	Balance with Bangladesh Bank and its Agent Bank (Including foreign currencies)	3.02	46,515,456,480	40,289,900,630	46,515,456,480	40,289,900,630	
			<b>53,382,074,145</b>	<b>49,491,493,642</b>	<b>53,382,074,145</b>	<b>49,491,493,642</b>	
<b>3.01 Cash In Hand( Including foreign currencies)</b>							
	Local Currency		6,146,225,275	8,463,419,359	6,146,225,275	8,463,419,359	
	Foreign Currency		720,392,390	738,173,653	720,392,390	738,173,653	
			<b>6,866,617,665</b>	<b>9,201,593,012</b>	<b>6,866,617,665</b>	<b>9,201,593,012</b>	
<b>3.02 Balance with Bangladesh Bank and its Agent Bank (Including foreign currencies)</b>							
	Local Currency		45,163,674,881	39,348,904,104	45,163,674,881	39,348,904,104	
	Foreign Currency		1,351,781,599	940,996,526	1,351,781,599	940,996,526	
			<b>46,515,456,480</b>	<b>40,289,900,630</b>	<b>46,515,456,480</b>	<b>40,289,900,630</b>	

(Details shown in Annexure-A)

### 3.03 Disclosures regarding maintenance of CRR & SLR

Cash Reserve Requirements (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the section 25 & 33 of the Bank Companies Act 1991 (Amended 2013) and subsequent MPD Circular No. 01, 23 June 2014.

The Cash Reserve Requirement (CRR) on the bank's time and demand liabilities at the rate of 6.5% has been calculated and maintained with Bangladesh Bank in current account and 13% Statutory Liquidity Ratio (SLR), including CRR on the liabilities has also been maintained in the form of treasury bills, bonds and debentures including F.C. balance with Bangladesh Bank. Both the reserve maintained by the Bank are in excess of the statutory requirements, as shown below.

#### Cash Reserve Requirement (CRR)

As per MPD circular No. 1 dated 23 June 2014 of Bangladesh Bank (effective from 24 June 2014) refer to MPD circular No. 04 dated 1 December 2010, all scheduled Banks are required to maintain a CRR minimum 6% on daily basis based on weekly average demand and time liabilities of two months prior to current month (i.e. CRR of December 2014 will be based on weekly average balance of October 2014 as per BRPD circular no. 12 dated 6 September 1998) and minimum 6.5% on bi-weekly basis. However, SBL has been maintaining its CRR on bi-weekly basis.

Average demand and time liabilities

	Percentage	666,195,384,615	599,529,120,333
Required Reserve	6.50%	43,302,700,000	35,971,700,000
Actual Reserve held with Bangladesh Bank*	6.59%	43,869,270,000	37,424,235,000
Surplus/(Deficit)	<b>0.09%</b>	<b>566,570,000</b>	<b>1,452,535,000</b>

\*As per statement of Bangladesh Bank

\* As Sonali Bank Limited is maintaining its CRR on bi-weekly basis, the bi-weekly basis balance of reserve held with Bangladesh bank was Taka 43,869,270,000 which indicates that the reserve held with Bangladesh Bank is not below the required reserve

#### 3.03.02 Statutory Liquidity Ratio (SLR) (including CRR)

Bangladesh Bank circular (MPD circular No. 02 dated 10 December 2013 and DOS circular No. 01 dated 19 January 2014) to maintain SLR separately at 13% effective from 01 February 2014 Sonali Bank Limited maintain SLR separately from the above date

The Bank has to maintain Tk. 86,605.40 million on by-weekly basis on December 2014 as SLR against which the bank maintained Tk. 285,471.30 million. As a result the surplus of SLR stood Tk. 198,865.9 million.

Average demand and time liabilities

	Percentage	666,195,384,615	599,529,230,769
Required Reserve	13.00%	86,605,400,000	77,938,800,000
Actual Reserve held with Bangladesh Bank	42.85%	285,471,300,000	234,179,765,000
Surplus/(Deficit)	<b>29.85%</b>	<b>198,865,900,000</b>	<b>156,240,965,000</b>

	Percentage	129,908,100,000	113,910,500,000
Required Reserve	19.50%	129,908,100,000	113,910,500,000
Actual Reserve held with Bangladesh Bank	49.44%	329,340,570,000	271,604,000,000
Surplus/(Deficit)	<b>29.94%</b>	<b>199,432,470,000</b>	<b>157,693,500,000</b>

#### 3.03.02.1 Components of Statutory Liquidity Ratio (SLR)

Cash in hand	6,866,617,665	9,201,593,012
Balance with Bangladesh Bank and its agent bank(s)	46,515,456,480	40,289,900,630
Unencumbered approved securities (HFT)	180,013,389,677	111,048,037,375
Unencumbered approved securities (HTT)	99,190,876,410	142,731,576,454
	<b>332,586,340,232</b>	<b>303,271,107,471</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>4.00</b>	<b>Balance with Other Banks and Financial Institutions:</b>						
	In Bangladesh	4.01	31,114,748,984	9,554,082,552	31,105,819,000	9,535,019,000	
	Outside Bangladesh	4.02	9,016,791,165	8,493,964,211	8,732,565,042	8,225,313,986	
			<b>40,131,540,149</b>	<b>18,048,046,763</b>	<b>39,838,384,042</b>	<b>17,760,332,986</b>	

**4.01 Balance with other Banks and Financial Institutions In Bangladesh :**

**Transaction Currency**

**Bank**

Agrani Bank Ltd	BDT	2,000,000,000	2,000,019,000	2,000,000,000	2,000,019,000
BASIC Bank	BDT	740,000,000	500,000,000	740,000,000	500,000,000
Bangladesh Development Bank Ltd	BDT	2,000,000,000	1,000,000,000	2,000,000,000	1,000,000,000
ICB Islamic Bank Ltd	BDT	145,819,000	145,800,000	145,819,000	145,800,000
National Bank of Pakistan	BDT	100,000,000	250,000,000	100,000,000	250,000,000
Bangladesh Commerce Bank Ltd.	BDT	500,000,000	-	500,000,000	-
Farmers Bank Ltd	BDT	1,000,000,000	-	1,000,000,000	-
City Bank Ltd	BDT	2,000,000,000	-	2,000,000,000	-
AB bank Ltd	BDT	2,100,000,000	-	2,100,000,000	-
One Bank Ltd	BDT	2,000,000,000	-	2,000,000,000	-
Jamuna Bank Ltd	BDT	1,250,000,000	-	1,250,000,000	-
Sonali Bank UK Ltd	BDT	-	3,499,200,000	-	3,499,200,000
IFIC Bank Ltd	BDT	500,000,000	-	500,000,000	-
Standard Bank Ltd.	BDT	1,500,000,000	-	1,500,000,000	-
Mercantile Bank Ltd	BDT	1,000,000,000	-	1,000,000,000	-
SBACBL	BDT	300,000,000	-	300,000,000	-
Rajshahi Krishi Unnayan Bank	BDT	1,000,000,000	-	1,000,000,000	-
SBL, Foreign Ex. Corp. Br.	BDT	61,727,779	130,110,297	-	-
Dhaka Bank Islamic Banking Br.	BDT	1,413,772	2,676,563	-	-
SBL Uttara Br.	BDT	2,089,218	1,024,040	-	-
UCBL, Bijoyagar Br.	BDT	7,516,212,000	16,386,989	-	-
SBL Mirpur Shila Elaka Br.	BDT	4,088,618	8,153,690	-	-
<b>Sub Total</b>		<b>18,212,654,599</b>	<b>7,553,370,579</b>	<b>18,135,819,000</b>	<b>7,395,019,000</b>

**Non-Bank Financial Institutions**

Bangladesh Industrial Finance Company Ltd.	BDT	200,000,000	200,000,000	200,000,000	200,000,000
Bangladesh Finance & Investment Company Ltd.	BDT	300,000,000	100,000,000	300,000,000	100,000,000
First Lease Finance & Investment Ltd	BDT	200,000,000	100,000,000	200,000,000	100,000,000
FAS Finance & Investment Ltd	BDT	200,000,000	100,000,000	200,000,000	100,000,000
Investment Corporation of Bangladesh	BDT	10,000,000,000	-	10,000,000,000	-
GSP Finance CO Ltd	BDT	150,000,000	150,000,000	150,000,000	150,000,000
People's Leasing & Financial Services Ltd	BDT	730,000,000	500,000,000	730,000,000	500,000,000
Premier Leasing & Finance Ltd	BDT	300,000,000	100,000,000	300,000,000	100,000,000
Phoenix Finance & Investment Limited	BDT	-	300,000,000	-	300,000,000
Reliance Finance Ltd.	BDT	490,000,000	490,000,000	490,000,000	490,000,000
Union Capital Limited	BDT	-	100,000,000	-	100,000,000
Fareast Finance Investment Ltd.	BDT	400,000,000	-	400,000,000	-
<b>Sub Total</b>		<b>12,970,000,000</b>	<b>2,140,000,000</b>	<b>12,970,000,000</b>	<b>2,140,000,000</b>
<b>Total</b>		<b>31,182,654,599</b>	<b>9,693,370,579</b>	<b>31,105,819,000</b>	<b>9,535,019,000</b>

Less: Inter Company Balance Eliminated

	67,905,615	139,288,027	-	-
Total Balance with Other Banks and Financial Institutions (In Bangladesh)	<b>31,114,748,984</b>	<b>9,554,082,552</b>	<b>31,105,819,000</b>	<b>9,535,019,000</b>

**4.02 Balance Held with Foreign Banks (Outside Bangladesh)**

Foreign Banks	4.02.01	8,143,682,904	7,739,583,802	8,143,682,904	7,739,583,802
Asian Clearing Union	4.02.02	189,239,888	111,483,474	189,239,888	111,483,474
Overseas Branches of Sonali Bank Ltd.	4.02.03	399,642,250	374,246,710	399,642,250	374,246,710
Sonali Exchange Co. Inc		284,226,123	268,650,225	-	-
		<b>9,016,791,165</b>	<b>8,493,964,211</b>	<b>8,732,565,042</b>	<b>8,225,313,986</b>



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)

**4.02.01 Balance held with foreign bank**

Sl. No.	Particulars	As at 31 December 2014			
		Foreign Currency	FC amount	Exchange rate	Balance (Taka)
1	Sonali Bank (UK) Ltd. London	USD	56,618,299	77.95	4,414,739,555
2	Sonali Bank (UK) Ltd. London	GBP	25,184,347.14	120.9238	3,045,273,515
3	Zare Bank, London	GBP	276,433.40	120.9238	33,427,377
4	Net West Bank Plc. London	USD	50,478.14	77.95	3,934,771
5	Standard Chartered Bank, N.Y.	USD	1,150,688.92	77.95	89,696,201
6	J P Margon Chase Bank, N.Y.	USD	104,235.84	77.95	8,125,184
7	Bank of America, N.Y.	USD	11,610.35	77.95	905,027
8	Rafediyen Bank, Iraq	USD	255,938.60	77.95	19,950,414
9	Habib American Bank, N.Y.	USD	2,645,032.28	77.95	206,180,266
10	Duech Bank Trust Co. N.Y.	USD	249,031.24	77.95	19,411,985
11	Chase Chemical Bank	USD	693,634.15	77.95	54,068,782
12	Sonali Bank Kolkata Br.	USD	9,474.50	77.95	738,537
13	Bangladesh Foreign Post Office (BFPO)	USD	2,257,506.50	77.95	175,972,632
14	Euno Creditor Italian Spa, Italy	EURO	743,671.23	94.717	70,438,308
15	Sonali Bank (UK) Ltd. London	EURO	8,661.06	94.717	820,350
<b>Total</b>			<b>90,259,042.35</b>	-	<b>8,143,682,904</b>

**4.02.02 Balance Held with Asian Clearing Union (ACU)**

Sl. No.	Particulars	As at 31 December 2014			
		Foreign Currency	FC amount	Exchange rate	Balance (Taka)
					Debit
1	Sonali Bank Ltd Kolkata	EURO	3,811.05	94.72	360,971
2	Myanmar Economic Bank	EURO	150,000.00	94.72	14,207,550
3	Myanmar Economic Bank	USD	200,000.00	77.95	15,590,000
4	Nepal Bank Ltd Kathmandu, Nepal	USD	37,363.79	77.95	2,912,507
5	Myanmar Foreign Trade Bank	USD	358,748.69	77.95	27,964,460
6	Bank of Bhutan	USD	793,546.28	77.95	61,856,933
7	Habib Metropolitan Bank	USD	112,162.90	77.95	8,743,098
8	Bank Tejarat, Iran	USD	-	-	-
9	Myanmar Investment & Com. Bank	USD	200,000.00	77.95	15,590,000
10	Standard Chartered Bank, Karachi	USD	5.48	77.95	427
11	HSBC, Karachi, Pakistan	USD	-	-	-
12	Sonali Bank Ltd Kolkata	USD	525,323.07	77.95	40,948,933
13	Bank of Ceylon, Sri Lanka	USD	13,662.71	77.95	1,065,008
<b>Total Debit Balance</b>					<b>189,239,888</b>

**4.02.03 Balance Held with Overseas Branches of Sonali Bank Limited**

Sl. No.	Particulars	As at 31 December 2014			
		Foreign Currency	FC amount	Exchange rate	Equivalent Taka
1	Overseas Branches (Kolkata & Siliguri)	IRS	326,878,987.00	1.2226	399,642,250
<b>Total</b>					<b>399,642,250</b>

**4.03 Maturity grouping of balance with other banks & financial institutions**

On Demand	8,732,565,042	11,125,313,986	8,732,565,042	11,125,313,986
Less than three months	28,090,000,000	500,000,000	28,090,000,000	500,000,000
More than three months but less than one year	2,870,000,000	2,150,000,000	2,870,000,000	2,150,000,000
More than one year but less than five years	145,819,000	3,985,019,000	145,819,000	3,985,019,000
More than five years	293,156,107	287,713,777	-	-
	<b>40,131,540,149</b>	<b>18,048,046,763</b>	<b>39,838,384,042</b>	<b>17,760,332,986</b>

**5.00 Money at Call on Short Notice**

In Bangladesh	5.01	9,140,000,000	4,380,000,000	9,140,000,000	4,380,000,000
Outside Bangladesh	5.02	85,582,000	81,595,150	85,582,000	81,595,150
		<b>9,225,582,000</b>	<b>4,461,595,150</b>	<b>9,225,582,000</b>	<b>4,461,595,150</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>5.01 In Bangladesh</b>							
	<b>Bank</b>						
	ICB Islamic Bank Ltd		180,000,000	180,000,000	180,000,000	180,000,000	
	Commerce Bank of Ceylon		500,000,000	-	500,000,000	-	
	Eastern Bank Ltd		100,000,000	-	100,000,000	-	
	Pubali Bank Ltd		800,000,000	-	800,000,000	-	
	Midland Bank Ltd		100,000,000	-	100,000,000	-	
	One Bank Ltd		800,000,000	-	800,000,000	-	
	Standard Bank Ltd		500,000,000	-	500,000,000	-	
	ICB		2,600,000,000	2,400,000,000	2,600,000,000	2,400,000,000	
	Jamuna Bank Ltd		250,000,000	-	250,000,000	-	
	City Bank		3,000,000,000	-	3,000,000,000	-	
	Standard Chartered Bank Ltd		-	1,800,000,000	-	1,800,000,000	
			<b>8,830,000,000</b>	<b>4,380,000,000</b>	<b>8,830,000,000</b>	<b>4,380,000,000</b>	
	<b>Non-Bank Financial Institutions</b>						
	DBH		150,000,000	-	150,000,000	-	
	BD Finance Ltd.		160,000,000	-	160,000,000	-	
			<b>310,000,000</b>	<b>-</b>	<b>310,000,000</b>	<b>-</b>	
			<b>9,140,000,000</b>	<b>4,380,000,000</b>	<b>9,140,000,000</b>	<b>4,380,000,000</b>	
<b>5.02 Outside Bangladesh</b>							
	Kolkata Branch of Sonali Bank Limited		<b>85,582,000</b>	<b>81,595,150</b>	<b>85,582,000</b>	<b>81,595,150</b>	
<b>6.00 Investments</b>							
	Government Securities	6.01	300,525,808,400	253,779,613,829	300,525,808,400	253,779,613,829	
	Other Investments	6.02	22,497,636,773	16,631,570,431	22,201,118,351	16,402,778,702	
	<b>Total</b>		<b>323,023,445,173</b>	<b>270,411,184,260</b>	<b>322,726,926,751</b>	<b>270,182,392,531</b>	
<b>6.01 Government Securities (considered as SLR)</b>							
	Treasury bills-Primary	6.01.01	79,355,903,279	97,254,686,354	79,355,903,279	97,254,686,354	
	Government Notes/Bonds/other securities	6.01.02	200,498,187,543	142,627,891,544	200,498,187,543	142,627,891,544	
	Prize Bond		115,501,476	103,684,910	115,501,476	103,684,910	
	Reverse -Repo		20,556,216,102	13,793,351,021	20,556,216,102	13,793,351,021	
			<b>300,525,808,400</b>	<b>253,779,613,829</b>	<b>300,525,808,400</b>	<b>253,779,613,829</b>	
<b>6.01.01 Treasury Bills-primary</b>							
	28 days Treasury Bills		-	-	-	-	
	91 days Treasury Bills		42,558,922,684	24,933,792,040	42,558,922,684	24,933,792,040	
	182 days Treasury Bills		5,508,828,981	39,377,082,408	5,508,828,981	39,377,082,408	
	5 year Treasury Bills		31,288,151,614	32,943,811,906	31,288,151,614	32,943,811,906	
	30 days Bangladesh Bank Bill		-	-	-	-	
			<b>79,355,903,279</b>	<b>97,254,686,354</b>	<b>79,355,903,279</b>	<b>97,254,686,354</b>	
<b>6.01.02 Government Notes/Bonds/other securities</b>							
	2 years Bangladesh Government treasury bond (BGTB)		18,839,834,947	1,877,155,957	18,839,834,947	1,877,155,957	
	5 years Bangladesh Government treasury bond (BGTB)		53,667,355,833	22,662,982,727	53,667,355,833	22,662,982,727	
	10 years Bangladesh Govt Treasury Bond(BGTB)		45,745,407,919	37,944,972,470	45,745,407,919	37,944,972,470	
	15 years Bangladesh Govt. Treasury Bond		10,677,473,491	8,281,686,728	10,677,473,491	8,281,686,728	
	20 Years Government treasury bond		9,381,482,353	6,511,656,662	9,381,482,353	6,511,656,662	
	25 Years SPL treasury bond		596,933,000	759,737,000	596,933,000	759,737,000	
	1-13 years Treasury Bond (BJMC)		6,425,000,000	6,425,000,000	6,425,000,000	6,425,000,000	
	5-15 years BPC treasury Bond		55,164,700,000	58,164,700,000	55,164,700,000	58,164,700,000	
			<b>200,498,187,543</b>	<b>142,627,891,544</b>	<b>200,498,187,543</b>	<b>142,627,891,544</b>	
	<b>Total</b>		<b>279,854,090,822</b>	<b>239,882,577,898</b>	<b>279,854,090,822</b>	<b>239,882,577,898</b>	
<b>6.01.03 Investment in Government securities classified as per Bangladesh Bank's DOS circular No. 05 date 26 May 2008 and DOS circular No. 05 date 28 January 2009</b>							
	Held to Maturity (HTM)		176,857,224,507	112,841,348,768	176,857,224,507	112,841,348,768	
	Held for Trading (HFT)		102,996,866,315	127,041,229,130	102,996,866,315	127,041,229,130	
			<b>279,854,090,822</b>	<b>239,882,577,898</b>	<b>279,854,090,822</b>	<b>239,882,577,898</b>	
	<b>Details in Annexure-A</b>						



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>6.02 Other Investments:</b>							
Ordinary Share	6.02.01	13,450,088,772	13,498,432,629	13,153,570,350	13,269,640,900		
Sonali Bank UK Limited		1,549,024,894	1,636,955,639	1,549,024,894	1,636,955,639		
Debentures Public		75,147,900	125,587,900	75,147,900	125,587,900		
Debentures of private sectors		51,921,225	51,921,225	51,921,225	51,921,225		
Security Deposit with Central Bank of India		9,163,571	9,213,984	9,163,571	9,213,984		
Investment in foreign currency		3,507,750,000	-	3,507,750,000	-		
Private Bond	6.02.02	3,738,000,000	1,183,750,000	3,738,000,000	1,183,750,000		
Sonali Polaries FT Ltd.		29,250,000	29,250,000	29,250,000	29,250,000		
		<b>22,410,346,362</b>	<b>16,535,111,377</b>	<b>22,113,827,940</b>	<b>16,306,319,648</b>		
<b>Outside Bangladesh (Overseas Branches)</b>		87,290,411	96,459,054	87,290,411	96,459,054		
<b>Total Other Investments</b>		<b>22,497,636,773</b>	<b>16,631,570,431</b>	<b>22,201,118,351</b>	<b>16,402,778,702</b>		

\*Investment in subsidiaries have been presented under the head of Other Asset in Note # 9.01 investment in associates have been shown under this head.

#### 6.02.01 Ordinary Shares

Quoted-Fully paid-up-ordinary share*	4,674,090,704	5,161,856,032	4,674,090,704	5,161,856,032
Unquoted-Fully paid-up-ordinary share	5,789,620,040	5,647,143,115	5,789,620,040	5,647,143,115
Sonali Investment limited	296,518,422	228,791,729	-	-
Share Revaluation	2,689,859,606	2,460,641,753	2,689,859,606	2,460,641,753
	<b>13,450,088,772</b>	<b>13,498,432,629</b>	<b>13,153,570,350</b>	<b>13,269,640,900</b>

\* Investment in quoted shares has been valued at the fair value as on the reporting date. As per Bangladesh Bank DOS circular No. 04 dated 24 November 2011, provisions for diminution value of shares will be made on the difference of average cost and market price. During the year average market price is higher than cost price. So no provision has been made during this year.

#### Investment in Shares & Bond

Particulars	Number of Company	Market Price	Cost Price	Cost Price
		2014	2014	2013
Listed Securities	90	7,363,950,310	4,674,090,704	5,161,856,032
Non-Listed Securities	14	5,789,620,040	5,789,620,040	5,647,143,115
<b>Total</b>	<b>104</b>	<b>13,153,570,350</b>	<b>10,463,710,744</b>	<b>10,808,999,148</b>

#### Listed Securities

Investments have been recorded at market price. Market value of securities has been determined on the basis of the value of securities at the last trading day of the year.

#### Sector wise investment

##### Listed securities

Sector	Number of Shares	Market Price	Cost Price	Cost Price
		2014	2014	2013
Bank and NBF1	125,103,625	6,081,179,010	2,966,211,660	3,266,241,230
Insurance Companies	2,802,492	30,431,815	110,885,104	110,933,152
Fuel and Power Co	4,216,057	266,377,117	396,154,586	467,538,793
Manufacturing & Other	73,327,729	985,962,368	1,200,839,353	1,317,142,858
<b>Total</b>	<b>205,449,903</b>	<b>7,363,950,310</b>	<b>4,674,090,704</b>	<b>5,161,856,032</b>

##### Non-Listed Securities

The unlisted investments are shown at cost because the fair value cannot be measured reliably

Sector	Number of Shares	Market Price	Cost Price	Cost Price
		2014	2014	2013
Bank and NBF1	20,103,588	536,179,940	536,179,940	326,203,015
Manufacturing	1,034,812	10,440,100	10,440,100	10,440,100
Others	322,430,000	5,243,000,000	5,243,000,000	5,310,500,000
<b>Total</b>	<b>343,568,400</b>	<b>5,789,620,040</b>	<b>5,789,620,040</b>	<b>5,647,143,115</b>

#### Detail Shown in Annexure-F

##### 6.02.02 Private bond ( 5 Years)

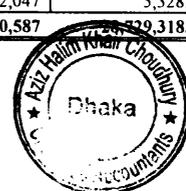
Prime Bank Ltd Bond	210,000,000	210,000,000	210,000,000	210,000,000
MTBL Bond	250,000,000	250,000,000	250,000,000	250,000,000
NBL Bond	128,000,000	160,000,000	128,000,000	160,000,000
DBL Bond	200,000,000	200,000,000	200,000,000	200,000,000
TBL Bond	1,200,000,000	250,000,000	1,200,000,000	250,000,000
Southeast Bank Bond	750,000,000	-	750,000,000	-
AB Bank Bond	500,000,000	-	500,000,000	-
Premier Bank Bond	500,000,000	-	500,000,000	-
Orascom Telecom Bond	-	20,000,000	-	20,000,000
Northern Power Solution Bond	-	93,750,000	-	93,750,000
	<b>3,738,000,000.00</b>	<b>1,183,750,000</b>	<b>3,738,000,000</b>	<b>1,183,750,000</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>6.03</b>	<b>Maturity grouping of Investments as follows :</b>						
	On demand		20,556,216,102	19,595,094,985	20,556,216,102	19,595,094,985	
	Less than three months		53,960,000,000	28,510,900,000	53,960,000,000	28,510,900,000	
	More than three months but less than one year		36,176,095,166	71,271,586,354	36,176,095,166	71,271,586,354	
	More than one year but less than five years		97,902,519,125	51,377,600,000	97,902,519,125	51,377,600,000	
	Above five years		114,428,614,780	99,656,002,921	114,132,096,358	101,501,083,192	
			<b>323,023,445,173</b>	<b>270,411,184,260</b>	<b>322,726,926,751</b>	<b>272,256,264,531</b>	
<b>7.00</b>	<b>Loans and advances</b>						
	Loans, cash credits and overdrafts	7.03	325,316,333,005	317,038,976,931	323,104,662,556	314,721,206,691	
	Bills purchased and discounted	7.04	14,449,770,587	28,729,318,814	14,449,770,587	28,729,318,814	
			<b>339,766,103,592</b>	<b>345,768,295,745</b>	<b>337,554,433,143</b>	<b>343,450,525,505</b>	
<b>7.01</b>	<b>Maturity grouping of loans, cash credits and overdraft</b>						
	Loans and advances are repayable:						
	Repayable on demand		41,029,844,229	48,198,731,963	41,029,844,229	48,198,731,963	
	Not more than 3 months		749,742,287	1,209,968,926	749,742,287	1,209,968,926	
	More than 3 months but not more than 1 year		5,080,440,332	12,595,513,577	5,080,440,332	12,595,513,577	
	More than 1 year but not more than 5 years		132,207,580,862	122,440,571,517	132,207,580,862	122,440,571,517	
	More than 5 years		146,248,725,295	132,424,190,948	144,037,054,846	130,276,420,708	
			<b>325,316,333,005</b>	<b>316,868,976,931</b>	<b>323,104,662,556</b>	<b>314,721,206,691</b>	
<b>7.02</b>	<b>Loans and Advances (In and outside Bangladesh) including bills purchased and discounted</b>						
	In Bangladesh	7.2.1	337,861,913,693	341,922,932,381	335,390,243,244	339,455,662,141	
	Outside Bangladesh	7.2.2	2,164,189,899	3,994,863,364	2,164,189,899	3,994,863,364	
			<b>340,026,103,592</b>	<b>345,917,795,745</b>	<b>337,554,433,143</b>	<b>343,450,525,505</b>	
<b>7.02.01</b>	<b>In Bangladesh</b>						
	Loan		269,073,312,139	268,833,531,639	269,073,312,139	268,833,531,639	
	Cash Credit		37,031,603,404	31,550,165,351	37,031,603,404	31,550,165,351	
	Overdraft		16,872,306,437	14,182,071,863	16,872,306,437	14,182,071,863	
	Portfolio Loan to Investors		2,471,670,449	2,467,270,240	-	-	
	Bills purchased and discounted		12,413,021,264	24,889,893,288	12,413,021,264	24,889,893,288	
			<b>337,861,913,693</b>	<b>341,922,932,381</b>	<b>335,390,243,244</b>	<b>339,455,662,141</b>	
<b>7.02.02</b>	<b>Outside Bangladesh</b>						
	Loan		127,440,576	19,977,729	127,440,576	19,977,729	
	Cash Credit		-	1,889,672	-	1,889,672	
	Overdraft		-	133,570,437	-	133,570,437	
	Bills purchased and discounted		2,036,749,323	3,839,425,526	2,036,749,323	3,839,425,526	
			<b>2,164,189,899</b>	<b>3,994,863,364</b>	<b>2,164,189,899</b>	<b>3,994,863,364</b>	
<b>7.03</b>	<b>Loans, cash credits and overdrafts</b>						
	Loan	7.03.01	269,103,086,296	269,023,509,368	269,103,086,296	268,853,509,368	
	Cash Credit	7.03.02	37,033,464,218	31,552,055,023	37,033,464,218	31,552,055,023	
	Overdraft	7.03.03	16,708,112,042	13,996,142,300	16,968,112,042	14,315,642,300	
	Portfolio Loan to Investors	7.03.04	2,471,670,449	2,467,270,240	-	-	
			<b>325,316,333,005</b>	<b>317,038,976,931</b>	<b>323,104,662,556</b>	<b>314,721,206,691</b>	
<b>7.03.01</b>	<b>Head-wise Loans, Cash Credits and Overdrafts:</b>						
	<b>Inside Bangladesh:</b>						
	<b>Loans</b>						
	Demand Loan		3,060,699,760	2,253,908,344	3,060,699,760	2,253,908,344	
	Small Loan		418,183,459	311,152,329	418,183,459	311,152,329	
	House Building Loan (General)		685,757,212	857,499,557	685,757,212	857,499,557	
	Staff Loan	7.03.01.1	48,217,872,881	42,931,868,833	48,217,872,881	42,931,868,833	
	Special Small Loan Program		635,529,829	1,523,781,357	635,529,829	1,523,781,357	
	Loan Under S B Industrial Credit Scheme(Project)		31,176,311,748	33,813,575,082	31,176,311,748	33,813,575,082	
	Loan under External Credit Program		95,848,329	690,378,270	95,848,329	690,378,270	
	Working Capital to Industries. (Hypo)		22,238,509,901	24,160,261,777	22,238,509,901	24,160,261,777	
	Working Capital to Industries.( Pledge)		2,151,164,905	3,099,489,569	2,151,164,905	3,099,489,569	
	Sonal credit		39,020,985	19,611,617	39,020,985	19,611,617	
	Loan under/SB Agro Based Industrial Cr Scheme		8,666,908,085	8,169,874,054	8,666,908,085	8,169,874,054	
	Working Capital to Agro based Ind. (Hypo)		10,697,410,017	9,543,713,522	10,697,410,017	9,543,713,522	
	Working Capital to Agro based Ind. ( Pledge)		6,283,475,414	6,060,237,121	6,283,475,414	6,060,237,121	
	Agricultural Loan		34,920,801,471	33,530,772,907	34,920,801,471	33,530,772,907	
	Micro Credit (SFL Scheme plus RSTL Scheme)		11,352,823,476	10,999,319,917	11,352,823,476	10,999,319,917	
	Loan under Imported Merchandise(LIM)		2,039,690,740	1,788,824,020	2,039,690,740	1,788,824,020	
	Loan against Trust Receipt		37,570,510,565	48,530,300,167	37,570,510,565	48,530,300,167	
	Forced Loan against Back to Back L/C		23,953,745,195	21,949,768,178	23,953,745,195	21,949,768,178	
	Loan for L.C under WES		87,349,592	602,981	87,349,592	602,981	
	Loan against Inland Bills		1,737,528,293	2,026,770,836	1,737,528,293	2,026,770,836	
	Current Account Barter (Debit Balance)		932,606,462	932,606,463	932,606,462	932,606,463	



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
	Bridge Finance		2,807,331,595	2,457,248,287	2,807,331,595	2,457,248,287
	Small Business Loan		781,985,361	771,750,706	781,985,361	771,750,706
	Lease Finance		117,232,963	113,785,684	117,232,963	113,785,684
	Probasi Karmo Sangsthan Prokalpa		-	1,410,565	-	1,410,565
	Consumer Loan		6,229,930,616	2,768,668,304	6,229,930,616	2,768,668,304
	Term Loan to Freedom Fighter		83,039,816	40,540,608	83,039,816	40,540,608
	Education Loan		27,025,082	485,040	27,025,082	485,040
	Foreign Education Loan Program		2,858,892	20,042,043	2,858,892	20,042,043
	SME Finance(Term Loan to Service)		539,151,260	641,639,941	539,151,260	641,639,941
	SME Finance(Term Loan Industries)		490,375,586	319,489,887	490,375,586	319,489,887
	SME Finance(Working Capital to Ind.Ser.Tre.)		11,032,632,649	8,428,443,673	11,032,632,649	8,428,443,673
	Term Loan to Banks & NBFIs		-	245,710,000	-	75,710,000
			<b>269,073,312,139</b>	<b>269,003,531,639</b>	<b>269,073,312,139</b>	<b>268,833,531,639</b>
	<b>Head-wise Loans, Cash Credits and Overdrafts:</b>					
	<b>Outside Bangladesh:</b>					
	<b>Loan</b>					
	Demand Loan		18,521,449	9,944,406	18,521,449	9,944,406
	Small Loan		1,624,496	54,961	1,624,496	54,961
	House Building Loan		9,628,212	9,978,362	9,628,212	9,978,362
			<b>29,774,157</b>	<b>19,977,729</b>	<b>29,774,157</b>	<b>19,977,729</b>
	<b>Total Loans, Cash Credits and Overdrafts</b>		<b>269,103,086,296</b>	<b>269,023,509,368</b>	<b>269,103,086,296</b>	<b>268,853,509,368</b>
<b>7.03.01.1</b>	<b>Staff Loan</b>					
	Staff House Building Loan		45,768,424,647	40,462,008,154	45,768,424,647	40,462,008,154
	Staff Loan		2,449,448,234	2,469,860,679	2,449,448,234	2,469,860,679
			<b>48,217,872,881</b>	<b>42,931,868,833</b>	<b>48,217,872,881</b>	<b>42,931,868,833</b>
<b>7.03.02</b>	<b>Cash Credits:</b>					
	<b>In Bangladesh</b>					
	Cash Credit General (Hypo)		21,065,055,914	16,031,978,407	21,065,055,914	16,031,978,407
	Cash Credit General (Pledge)		10,659,368,662	9,317,344,962	10,659,368,662	9,317,344,962
	Packing Cash Credit		5,307,178,828	6,200,841,982	5,307,178,828	6,200,841,982
			<b>37,031,603,404</b>	<b>31,550,165,351</b>	<b>37,031,603,404</b>	<b>31,550,165,351</b>
	<b>Outside Bangladesh:</b>					
	<b>Cash Credit</b>		<b>1,860,814</b>	<b>1,889,672</b>	<b>1,860,814</b>	<b>1,889,672</b>
	<b>Total Cash Credit</b>		<b>37,033,464,218</b>	<b>31,552,055,023</b>	<b>37,033,464,218</b>	<b>31,552,055,023</b>
<b>7.03.03</b>	<b>Overdrafts etc.:</b>					
	Overdraft Loan (In Bangladesh)		16,612,306,437	13,862,571,863	16,612,306,437	14,182,071,863
			<b>16,612,306,437</b>	<b>13,862,571,863</b>	<b>16,612,306,437</b>	<b>14,182,071,863</b>
	Overdraft Loan (Outside Bangladesh)		<b>95,805,605</b>	<b>133,570,437</b>	<b>95,805,605</b>	<b>133,570,437</b>
	<b>Total Overdrafts etc.</b>		<b>16,708,112,042</b>	<b>13,996,142,300</b>	<b>16,968,112,042</b>	<b>14,315,642,300</b>
<b>7.03.04</b>	<b>Portfolio Loan to Investors</b>					
	Opening balance		2,467,270,240	2,523,646,168	-	-
	Add: Loan disbursed during the year		4,400,209	-	-	-
	Less: Loan recovered during the year		-	(56,375,928)	-	-
	<b>Total Portfolio Loan to Investors</b>		<b>2,471,670,449</b>	<b>2,467,270,240</b>		
<b>7.04</b>	<b>Bills Purchased and Discounted (excluding treasury bills)</b>					
	Payable inside Bangladesh		12,413,021,264	24,889,893,288	12,413,021,264	24,889,893,288
	Payable outside Bangladesh		2,036,749,323	3,839,425,526	2,036,749,323	3,839,425,526
			<b>14,449,770,587</b>	<b>28,729,318,814</b>	<b>14,449,770,587</b>	<b>28,729,318,814</b>
<b>7.04.01</b>	<b>Bill Discounted and Purchased</b>					
	Payment against Documents (PAD)		9,269,795,639	11,012,970,731	9,269,795,639	11,012,970,731
	Inland Bills Purchased		3,143,225,625	13,876,922,557	3,143,225,625	13,876,922,557
	Foreign Bills Purchased/Negotiated (Clean)		452,231,247	147,214,920	452,231,247	147,214,920
	Foreign Bills Purchased/Negotiated (Documents)		1,419,884,763	3,601,138,714	1,419,884,763	3,601,138,714
			<b>14,285,137,274</b>	<b>28,638,246,922</b>	<b>14,285,137,274</b>	<b>28,638,246,922</b>
	Foreign Bills Purchased/Negotiated (Documents) of Overseas Branches		164,633,313	91,071,892	164,633,313	91,071,892
			<b>14,449,770,587</b>	<b>28,729,318,814</b>	<b>14,449,770,587</b>	<b>28,729,318,814</b>
<b>7.04.02</b>	<b>Maturity grouping bills</b>					
	<b>Bills purchased and discounted</b>					
	Not more than 1 Month		6,364,010,954	23,356,202,995	6,364,010,954	23,356,202,995
	More than 1 month but not more than 3 Months		2,860,568,226	1,511,120,967	2,860,568,226	1,511,120,967
	More than 3 months but not more than 6 Months		4,927,029,360	3,856,666,256	4,927,029,360	3,856,666,256
	More than 6 Months		298,162,047	5,328,596	298,162,047	5,328,596
			<b>14,449,770,587</b>	<b>28,729,318,814</b>	<b>14,449,770,587</b>	<b>28,729,318,814</b>



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)

**7.05 Net Performing loans and advances**

Gross loans and advances	340,026,103,592	345,917,795,745	337,554,433,143	343,450,525,505
Non-performing loans and advances	86,436,640,000	103,768,700,000	86,436,640,000	103,768,700,000
	<b>253,589,463,592</b>	<b>242,149,095,745</b>	<b>251,117,793,143</b>	<b>239,681,825,505</b>

**7.06 Loans and advances on the basis of significant concentration excluding bills purchased and discounted**

Advances to Chief Executive and other Senior Executives			30,111,056	38,051,406
Advances to the Customers Group			241,764,923,101	229,145,625,889
Industry based Advances	7.6.1		81,309,628,399	85,537,529,395
			<b>323,104,662,556</b>	<b>314,721,206,692</b>

**7.06.01 Industrial advances (Category wise)**

Loan Under S.B Industrial Credit Scheme(Project)			31,176,311,748	33,813,575,082
Loan under External Credit Program			95,848,329	690,378,270
Working Capital to Industries. (Hypo)			22,238,509,901	24,160,261,777
Working Capital to Industries.( Pledge)			2,151,164,905	3,099,489,569
Loan under's Agro Based Industrial Cr.Scheme			8,666,908,085	8,169,874,054
Working Capital to Agro based Ind. (Hypo)			10,697,410,017	9,543,713,522
Working Capital to Agro based Ind..( Pledge)			6,283,475,414	6,060,237,121
			<b>81,309,628,399</b>	<b>85,537,529,395</b>

**7.07 Number of clients, with amount of outstanding and classified loans to whom loans and advances sanctioned more than 10% of total capital**

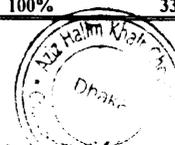
Total Capital	49,785,077,287	28,281,665,615
10% of total capital	4,978,507,729	2,828,166,562

During the year 2014, there are number of clients, with amount of outstanding and classified loans, to whom loans and advances sanctioned more than 10% of total capital of the bank.

Name of Customers Group	Outstanding amount in Crore (2014)	Classified amount in Crore (2014)
Bangladesh Petroleum Corporation (B. P. C)	637.00	-
Beximco Group	1,410.44	1,177.31
Bangladesh Sugar and Food Ind. Corporation	930.26	-
Hallmark Group	1,342.96	1,342.96
Max Spinning Mills	525.60	525.60
Anwara Spinning Mills	474.35	474.35
Bangladesh Agricultural Development Corporation (BADC)	1,009.49	-
Bangladesh Chemical Ind. Corp. (BCIC)	1,711.49	-
	<b>8,041.59</b>	<b>3,520.22</b>

**7.08 Geographical Location-wise Loans and Advances: In Bangladesh**

	% of Total Loans		2014	2013
	2014	2013		
Dhaka Division	58.43%	61.97%	197,224,159,254	212,829,115,775
Mymensingh	4.84%	4.33%	16,340,900,000	14,856,600,000
Faridpur	3.34%	3.08%	11,262,700,000	10,568,600,000
Chittagong Division	5.74%	6.23%	19,380,200,000	21,399,300,000
Comilla	3.42%	3.04%	11,534,300,000	10,456,600,000
Rajshahi Division	5.48%	4.65%	18,502,900,000	15,964,800,000
Khulna Division	8.89%	8.06%	30,022,100,000	27,681,600,000
Sylhet Division	1.22%	1.10%	4,126,500,000	3,782,900,000
Barisal Division	2.00%	1.71%	6,737,300,000	5,886,000,000
Rangpur	6.56%	5.76%	22,131,300,000	19,778,500,000
<b>Total Inside Bangladesh</b>	<b>99.91%</b>	<b>99.93%</b>	<b>337,262,359,254</b>	<b>343,204,015,775</b>
<b>Outside Bangladesh</b>	<b>0.09%</b>	<b>0.07%</b>	<b>292,073,889</b>	<b>246,509,730</b>
	<b>100%</b>	<b>100%</b>	<b>337,554,433,143</b>	<b>343,450,525,505</b>



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)

**7.09 Provision held against loans and advance**

This is made up as follows:

Classified loan including writ			52,392,580,000	70,054,500,000
Un-classified loan			3,049,320,000	3,691,200,000
			<b>55,441,900,000</b>	<b>73,745,700,000</b>

**Details of Provision require and held for loans and advances:**

**Require Provision for loans and advances:**

For Classified Loan			51,125,080,000	70,054,500,000
For Unclassified Loan			3,049,320,000	3,691,200,000
For Writ Loan			1,267,500,000	-
			<b>55,441,900,000</b>	<b>73,745,700,000</b>

**Less: Provision Made:**

For Classified Loan including writ	7.09a		52,392,580,000	70,054,500,000
For Unclassified Loan			3,066,949,110	3,691,200,000
			<b>55,459,529,110</b>	<b>73,745,700,000</b>

**Surplus**

For Classified Loan			-	-
For Unclassified Loan			17,629,110	-
Require Provision surplus			<b>17,629,110</b>	<b>-</b>

**7.09a** In response to Bank request, BB allowed vide letter no-BRPD(p-1)/661/13/2015-1833 dated 09 March 2015 to Bank to maintain provision against Writ Loan-20% in 2014, 40% in 2015 and rest 40% in 2016. Accordingly, to comply the Bangladesh Bank instruction required amount of provision against Writ loan has been kept.

**7.09.01 Classification of advances as per Bangladesh Bank circular**

**Unclassified**

	% of Total Loans 2014	% of Total Loans 2013	Figure in Million	
Standard including staff loan	72.05%	67.60%	243,200.58	232,178.89
Special Mention Account (SMA)	2.26%	2.11%	7,625.14	7,256.43
	<b>74.31%</b>	<b>69.71%</b>	<b>250,825.72</b>	<b>239,435.32</b>

**Classified**

Substandard	1.79%	1.60%	6,025.51	5,488.00
Doubtful	3.37%	1.30%	11,361.25	4,464.49
Bad / Loss	20.46%	27.32%	69,049.88	93,816.20
	<b>25.61%</b>	<b>30.21%</b>	<b>86,436.64</b>	<b>103,768.69</b>
Overseas branches	0.09%	0.07%	292.07	246.51
	<b>100.00%</b>	<b>100.00%</b>	<b>337,554.43</b>	<b>343,450.52</b>

**7.10 Particulars of required provision for loans and advances / investments**

**Status**

	Base for provision	Rate (%)	Required Provision 2014	Required Provision 2013
<b>General provision</b>				
<b>Standard &amp; SMA</b>				
i) HF & LP	1,085.65	2.00%	21.71	9.64
ii) CF (Other than HF & LP)	8,906.73	5.00%	445.34	219.50
iii) Agri & Micro	20,301.32	2.50%	507.53	1,279.52
iv) Small Medium Enterprise Financing	17,076.23	0.25%	42.69	89.86
v.) Staff Loan	7.20	1.00%	0.07	-
vi) Others	203,197.58	1.00%	2,031.98	2,099
<b>Sub Total</b>			<b>3,049.32</b>	<b>3,697.67</b>

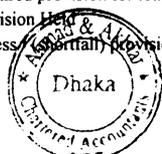
**Specific provision Status**

	Base for provision	Rate (%)	Required Provision 2014	Required Provision 2013
<b>Sub-standard</b>				
i) Short term Micro Credit	1,799.16	5.00%	89.96	84.56
ii) Others	2,396.14	20.00%	479.23	310.5
<b>Doubtful</b>				
i) Short term Micro Credit	1,192.31	5.00%	59.62	58.1
ii) Others	5,439.94	50.00%	2,719.97	771.6
<b>Bad / Loss</b>	47,776.31	100.00%	47,776.31	68,823.9
			<b>51,125.08</b>	<b>70,048.7</b>

Required provision for loans and advances / investments

Provision Held & Excess Provision at 31 December 2014

7.9



55,441.90	73,746
55,459.53	73,746
<b>17.63</b>	<b>-</b>

Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>7.11</b>	<b>Particulars of Advances / Investments</b>						
i)	Loans considered good in respect of which the banking company is fully secured.			187,701,641,621		191,939,084,907	
ii)	Loans considered good against which the banking company holds no security other than the debtors' personal guarantee.			13,828,431,872		10,291,431,241	
iii)	Loans considered good secured by the personal undertakings of one or more parties in addition to the personal guarantee of the debtor			53,549,712,764		44,887,254,501	
iv)	Loans adversely classified: provision not maintained there against			-		-	
				<b>255,079,786,257</b>		<b>247,117,770,649</b>	
v)	Loans due by Directors or Officers of the banking company or any of these either separately or jointly with any other persons.			48,217,872,881		42,931,868,833	
vi)	Loans due from Companies or Firms in which the directors of the Banking Company have interests as Director(s), Partner(s) or Managing agent(s) or incase of private companies as member(s).			-		-	
vii)	Maximum total amount of advances, including temporary advances made at any time during the year to directors or managers or officers of the bank or any of them either severally or jointly with any other persons.			48,217,872,881		42,931,868,833	
viii)	Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which any of the directors of the bank are interested as partners or managing agent or, in case of private companies as members.			-		-	
ix)	Due from other banking companies			-		-	
x)	Amount of classified loans on which interest has not been charged			-		-	
a)	Increase/(Decrease) in Provision			(17,661,920,000)		64,583,500,000	
	Amount of Loan written off from Provision			18,111,384,457		(9,091,700,000)	
	Amount realized against Loan previously written off			161,843,906		42,952,086	
b)	Amount of provision kept against loan classified			52,392,580,000		70,054,500,000	
c)	Interest creditable to the Interest suspense a/c			17,886,163,821		19,311,491,715	
xii)	Written-off Loans as per Bangladesh Bank BRPD Circular no -02 dated 13, January 2003.						
	Cumulative amount of written off loan			73,139,176,144		46,555,634,421	
	Amount realized during the year			956,063,000		857,249,000	
	Amount of written off Loan during the current year			27,539,604,723		23,199,071,206	
	Amount of written off loans for which suit has been filed			73,139,176,144		46,555,634,421	

Various steps have been taken to realise the written off loan and proper records are being maintained.

#### 8.00 Fixed Asset including Premises, Furniture & Fixture

##### (A) Cost

###### In Bangladesh:

Premises	30,996,930,898	30,916,948,838	30,996,930,898	30,916,948,838
Building	671,757,226	499,880,779	671,757,226	499,880,779
Furniture	822,627,930	763,404,765	809,181,612	760,097,610
Electric Installation	778,673,516	677,194,756	714,438,679	656,200,875
Computer	1,451,764,790	1,211,917,089	1,444,527,319	1,204,699,617
Type Writer Machine	5,883,505	5,902,313	5,883,505	5,902,313
Motor Car & Other Vehicle	361,484,890	252,445,682	356,484,890	247,445,682
Library	4,986,236	4,505,276	4,986,236	4,505,276
<b>Sub-Total(In Bangladesh)</b>	<b>35,094,108,991</b>	<b>34,332,199,498</b>	<b>35,004,190,365</b>	<b>34,295,680,991</b>

###### Overseas Branches:

Kolkata Branch	7,662,373	8,013,768	7,662,373	8,013,768
Siliguri Branch	595,151	566,692	595,151	566,692
<b>Sub-Total (Overseas Branches)</b>	<b>8,257,524</b>	<b>8,580,460</b>	<b>8,257,524</b>	<b>8,580,460</b>
<b>Total Cost Value</b>	<b>35,102,366,515</b>	<b>34,340,779,958</b>	<b>35,012,447,889</b>	<b>34,304,261,451</b>

##### (B) Accumulated Depreciation

###### In Bangladesh:

Premises	244,459,797	213,466,471	244,459,797	213,466,471
Building	-	-	-	-
Furniture	391,065,457	315,689,219	380,411,019	314,133,846
Electric Installation	526,360,176	383,153,405	474,479,253	381,348,287
Computer	971,383,881	770,014,605	966,406,318	766,484,536
Type Writer Machine	5,109,648	3,672,260	5,109,648	3,672,260
Motor Car & Other Vehicle	174,276,194	122,504,666	170,836,194	120,064,666
Library	1,433,332	1,156,793	1,433,332	1,156,793
<b>Sub-Total(In Bangladesh)</b>	<b>2,314,088,485</b>	<b>1,809,657,419</b>	<b>2,243,135,561</b>	<b>1,800,326,859</b>

###### Overseas Branches:

Kolkata Branch	1,615,020	1,214,666	1,615,020	1,214,666
Siliguri Branch	128,939	108,854	128,939	108,854
<b>Sub-Total (Overseas Branches)</b>	<b>1,743,959</b>	<b>1,323,520</b>	<b>1,743,959</b>	<b>1,323,520</b>
<b>Total Accumulated Depreciation</b>	<b>2,315,832,445</b>	<b>1,810,980,939</b>	<b>2,244,879,520</b>	<b>1,801,650,379</b>
<b>Written down value (A-B)</b>	<b>32,786,534,070</b>	<b>32,529,799,019</b>	<b>32,767,568,369</b>	<b>32,502,611,071</b>

(Details shown in Annexure-B & C)



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>8.01</b>	<b>Movement of Fixed assets</b>						
	Cost (Original)/Revaluation		34,392,503,139	24,579,563,027	34,302,831,888	24,543,087,520	
	Addition during the year		825,415,171	9,845,084,884	825,167,796	9,845,033,651	
			<b>35,217,918,310</b>	<b>34,424,647,911</b>	<b>35,127,999,684</b>	<b>34,388,121,171</b>	
	Less: Disposal Adjustment during the year		115,551,795	83,867,953	115,551,796	83,859,720	
			<b>35,102,366,515</b>	<b>34,340,779,958</b>	<b>35,012,447,888</b>	<b>34,304,261,451</b>	
	Less: Accumulated Depreciation		2,315,832,444	1,810,980,939	2,244,879,519	1,801,650,379	
	(Details shown in Annexure-B & C)		<b>32,786,534,070</b>	<b>32,529,799,019</b>	<b>32,767,568,369</b>	<b>32,502,611,072</b>	

Taka 2,970,000 and Taka 539,890 paid to the Government through treasury challan for purchasing 0.33 and 0.275 acres of land for construction of bank premises (Court Building, Tangail and Rajshahi) as advance. The said plots of land will be registered after obtaining permission from the Ministry of Land, Government of the People's Republic of Bangladesh.

#### 9.00 Other Asset

Sonali Exchange Co Inc USA & SIL Dhaka	-	-	2,187,557,282	2,357,101,282
Stationery, Stamps and Printing Materials in hand	222,502,794	232,070,828	222,502,793	232,070,828
Advance Rent Advertisement etc	228,582,088	239,437,511	228,582,088	239,437,511
Interest, Commission and Exchange Receivable	10,270,492,880	12,074,093,868	10,257,645,441	11,983,776,534
Prepaid Expenses	623,186,904	65,329,691	623,186,904	65,329,691
Advance deposit	5,735,780	6,095,247	-	-
Branch Adjustment	36,998,069,353	36,175,264,245	36,998,069,353	36,175,264,245
Suspense A/C	1,620,332,130	611,846,973	1,620,332,130	611,846,973
Others	87,002,069,584	82,737,171,194	86,959,470,705	82,709,772,412
	<b>136,970,971,513</b>	<b>132,141,309,557</b>	<b>139,097,346,696</b>	<b>134,374,599,476</b>

#### Classification of Assets by Category

##### Performing other assets

i) Sonali Exchange Co. Inc. & SIL Dhaka	9.01	-	-	2,187,557,282	2,357,101,282
ii) Advance Rent, Advertisement etc	9.03	228,582,088	239,437,511	228,582,088	239,437,511
iii) Interest, Commission and Exchange Receivable	9.04	10,270,492,880	12,074,093,868	10,257,645,441	11,983,776,534
iv) Prepaid Expenses	9.05	623,186,904	65,329,691	623,186,904	65,329,691
		<b>11,122,261,872</b>	<b>12,378,861,070</b>	<b>13,296,971,715</b>	<b>14,645,645,018</b>

##### Non performing other assets

v) Stationery, Stamps and Printing Materials in hand	9.02	222,502,794	232,070,828	222,502,793	232,070,828
vi) Branch Adjustment	9.06	36,998,069,353	36,175,264,245	36,998,069,353	36,175,264,245
vii) Advance deposit		5,735,780	6,095,247	-	-
viii) Suspense A/C	9.07	1,620,332,130	611,846,973	1,620,332,130	611,846,973
ix) Others	9.08	87,002,069,584	82,737,171,194	86,959,470,705	82,709,772,412
		<b>125,848,709,641</b>	<b>119,762,448,487</b>	<b>125,800,374,981</b>	<b>119,728,954,458</b>
		<b>136,970,971,513</b>	<b>132,141,309,557</b>	<b>139,097,346,696</b>	<b>134,374,599,476</b>

#### 9.01 Sonali Exchange Co.Inc. USA & SIL Dhaka\*

Investment in Sonali Investment Ltd	-	-	2,000,000,000	2,000,000,000
Investment in SECI	-	-	74,052,500	73,872,000
Long term loan at prevailing rate of Interest	-	-	113,504,782	113,229,282
Long term loan at SIL Dhaka	-	-	-	170,000,000
			<b>2,187,557,282</b>	<b>2,357,101,282</b>

\*Investment in subsidiaries have been presented under the head of other assets. Earlier, it was reported under the head of investment. Now rearranged.

#### 9.02 Stationery, Stamps and Printing Materials in hand

Stamps on hand	14,415,918	12,053,862	14,415,917	12,053,862
Stationery on hand	208,086,876	220,016,966	208,086,876	220,016,966
	<b>222,502,794</b>	<b>232,070,828</b>	<b>222,502,793</b>	<b>232,070,828</b>

#### 9.03 Advance Rent and Advertisement etc.

Advance Rent	228,582,088	239,437,511	228,582,088	239,437,511
	<b>228,582,088</b>	<b>239,437,511</b>	<b>228,582,088</b>	<b>239,437,511</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>9.04</b>	<b>Interest, Commission &amp; Exchange receivable</b>						
	i) Interest receivable		7,630,407,611	10,341,819,483	7,630,407,611	10,341,819,483	
	ii) Commission receivable		2,591,637,330	1,639,609,645	2,591,637,330	1,639,609,645	
	iii) Exchange receivable		35,600,500	2,347,406	35,600,500	2,347,406	
	iv) Others receivable		12,847,439	90,317,334	-	-	
			<b>10,270,492,880</b>	<b>12,074,093,868</b>	<b>10,257,645,441</b>	<b>11,983,776,534</b>	
<b>9.05</b>	<b>Preliminary, Formation and Organization Expenses, Renovation/development Expenses, and prepaid Expenses</b>						
	<b>Prepaid Expenses (Transferred from adjusting A/C)</b>						
	Rent		733,111	1,449,102	733,111	1,449,102	
	Law charges		206,384	126,262	206,384	126,262	
	Postage and Telegram		353,574	1,064,424	353,574	1,064,424	
	Sundries		621,893,835	62,689,903	621,893,835	62,689,903	
			<b>623,186,904</b>	<b>65,329,691</b>	<b>623,186,904</b>	<b>65,329,691</b>	
<b>9.06</b>	<b>Branch Adjustment</b>						
	<b>Debit Balance</b>						
	Sonali Bank General Account Balance		2,151,247,703,333	1,563,851,047,873	2,151,247,703,333	1,563,851,047,873	
	Main Office Account Balance		301,367,359,616	299,450,841,728	301,367,359,616	299,450,841,728	
	Sonali Bank General Account (RMS+)		47,747,204,390	12,238,624,980	47,747,204,390	12,238,624,980	
	Sonali Bank General Account (IFRMS)		2,162,809,986,763	1,242,123,286,070	2,162,809,986,763	1,242,123,286,070	
			<b>4,663,172,254,102</b>	<b>3,117,663,800,651</b>	<b>4,663,172,254,102</b>	<b>3,117,663,800,651</b>	
	<b>Less: Credit Balance</b>						
	Sonali Bank General Account Balance		2,579,879,906,840	1,653,980,958,423	2,579,879,906,840	1,653,980,958,423	
	Main Office Account Balance		346,840,844,829	337,699,610,121	346,840,844,829	337,699,610,121	
	Sonali Bank General Account (RMS+)		613,914,179	14,373,955,747	613,914,179	14,373,955,747	
	Sonali Bank General Account (IFRMS)		1,698,839,518,901	1,075,434,012,115	1,698,839,518,901	1,075,434,012,115	
			<b>4,626,174,184,749</b>	<b>3,081,488,536,406</b>	<b>4,626,174,184,749</b>	<b>3,081,488,536,406</b>	
			<b>36,998,069,353</b>	<b>36,175,264,245</b>	<b>36,998,069,353</b>	<b>36,175,264,245</b>	
<b>9.06.01</b>	<b>Provision against Branch Adjustment (unreconciled entries)</b>						
	In response to Bank request, Bangladesh Bank approved vide letter DOS(S)1155/53/2014-2555 dated- 22 December 2014 to keep provision against Branch Adjustment (Unreconciled entries) amounting Tk. 100 million this year.						
<b>9.07</b>	<b>Suspense Account</b>						
	1 Pre-Paid Expenses		3,542,258	2,642,933	3,542,258	2,642,933	
	2 Dead Stock		3,600	19,130	3,600	19,130	
	3 Land and Premises		120,247	154,677	120,247	154,677	
	4 Advance Recoverable		109,872,845	154,068,661	109,872,845	154,068,661	
	5 Charges incurred but not accounted for :		<b>1,506,793,180</b>	<b>454,961,572</b>	<b>1,506,793,180</b>	<b>454,961,572</b>	
	a) Salary & Allowances		626,600	311,250	626,600	311,250	
	b) Traveling Expenses		6,505,226	3,994,665	6,505,226	3,994,665	
	c) Rent		-	8,000	-	8,000	
	d) Taxes		15,000	-	15,000	-	
	e) Insurance		452,000	-	452,000	-	
	f) Miscellaneous		1,499,194,354	450,647,657	1,499,194,354	450,647,657	
			<b>1,620,332,130</b>	<b>611,846,973</b>	<b>1,620,332,130</b>	<b>611,846,973</b>	
<b>9.08</b>	<b>Others :</b>						
	a Draft Payable Account (Ex-Advice)		149,232,773	227,217,582	149,232,773	227,217,582	
	b Govt. Draft Payable Account (Ex-Advice)		16,422,839	18,950,848	16,422,839	18,950,848	
	c Protested Bills		300,922,452	286,797,489	300,922,452	286,797,489	
	d Wage Earners' Fund Purchased Adjustment A/C.		6,213,577,830	2,363,726,758	6,213,577,830	2,363,726,758	
	e Agri-Loan Other Exemption A/C-2004		967,012	255,133	967,012	255,133	
	f Agri-Loan Interest Exemption A/C-2004		4,267,420	4,372,295	4,267,420	4,372,295	
	g Income Tax Deducted at Source		12,134,381,557	12,412,900,084	12,134,381,557	12,412,900,084	
	h BRDB UCCA Crop Loans Penal Int. Exemption		339,049,723	639,049,723	339,049,723	639,049,723	
	i BRDB UCCA Crop Loans Exemption		975,716,300	1,073,790,753	975,716,300	1,073,790,753	
	j BRDB UCCA Crop Loans Int & Penal Int. Exemption-2007		672,760,696	757,008,222	672,760,696	757,008,222	
	k Settlement A/C		42,896,008	25,311,806	42,896,008	25,311,806	
	l Loan Exemption Under Jute Sectors Reform Proj. 94-95.		5,094,543,083	5,094,543,083	5,094,543,083	5,094,543,083	
	m Demand Drafts purchased		764,346,277	677,104,906	764,346,277	677,104,906	
	n Pension bills (Army)		7,346,310,234	8,974,204,186	7,346,310,234	8,974,204,186	
	o Pension bills (Civil)		1,428,949,308	1,210,885,415	1,428,949,308	1,210,885,415	
	p PSP/BSP Encashment		1,100,625,393	689,293,252	1,100,625,393	689,293,252	
	q Agri Exemption A/C affected by River Erosion		98,424,139	98,964,362	98,424,139	98,964,362	
	r UCCA Loan Remission on River Erosion		5,772,636	6,044,155	5,772,636	6,044,155	
	s NRT A/C Dr. Balance		2,943,901,545	795,020,593	2,943,901,545	795,020,593	

Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
t	Intangible Assets- Valuation Adjustment	9.08.01	19,720,762,118	26,295,082,834	19,720,762,118	26,295,082,834
u	Deferred Tax assets	9.08.02	21,330,881,255	20,918,309,185	21,330,881,255	20,918,309,185
v	Frozen Fish Loan Exemption A/C		101,773,510	101,773,510	101,773,510	101,773,510
w	Security Margin		745,396	-	745,396	-
x	Advance Income Tax		41,354,251	25,898,247	-	-
y	Army Pension bill Purchased A/C New		2,759,698,377	-	2,759,698,377	-
z	Advance payment of Income Tax		3,166,323,815	-	3,166,323,815	-
	Others		1,244,628	1,500,535	-	-
zi(i)	Branch Reconstruction A/C		50,195	50,195	50,195	50,195
	<b>Sub Total (a to z)</b>		<b>86,755,900,770</b>	<b>82,698,055,151</b>	<b>86,713,301,891</b>	<b>82,670,656,369</b>
zi(ii)	Other Assets of India operation		246,168,814	39,116,043	246,168,814	39,116,043
zi(iii)	Loss Incurred by Siliguri Branch		-	-	-	-
	<b>Total ((a+y)+y(i)+y(ii))</b>		<b>87,002,069,584</b>	<b>82,737,171,194</b>	<b>86,959,470,705</b>	<b>82,709,772,412</b>

#### 9.08.01 Intangible Assets-Valuation adjustment

Sonali Bank Limited has taken over the entire assets and liabilities of former Sonali Bank through a vendors' agreement executed between the Government of the People's Republic of Bangladesh and the Sonali Bank Limited on 15 November 2007 with retrospective effect from 1 July 2007. A decision arrived unanimously in a meeting of representatives from the Ministry of Finance of the Government of the People's Republic of Bangladesh, Bangladesh Bank, Bangladesh Securities & Exchange Commission (BSEC) and three state-owned commercial banks that goodwill has been created. Sonali Bank Limited has issued shares in the name of the Government of People's Republic of Bangladesh although there exists accumulated loss as on 30 June 2007. It was also decided that as there exists no specific heads of accounts the amount goodwill should be shown as valuation adjustment under "Other Assets" and be gradually written off within the next 10 years which was started from 2008.

Sonali Bank Limited recognized Goodwill Taka 65,743,207,158 in 2007 and at the same time the fixed asset of the bank were revaluated and revaluation gain of Taka 8,833,824,291 has been shown in financial statements as asset revaluation reserve accordingly. As the Goodwill recognition and fixed assets revaluation were occurred in same accounting year, so there was a scope to adjust the goodwill against the revaluation gain as per para 45, 48 and 50 of BFRS-3 Business Combinations. But that time erroneously it was not happened, rather considering 10 years as a written off period of goodwill Taka 39,448,124,324 were amortized in income statement of the bank from 2008 to 2013. To comply the respective para of BFRS-3, with the approval of Bangladesh Bank vide letter no. DOS (BSS-1) 1163/96/2015/996 dated 24 February 2015, bank's Financial Statements of 2014 have been prepared after adjusting revaluation reserve Taka 8,833,824,291. Subsequently, as per BAS-8: Accounting policies changes in accounting estimates and errors, the retained earnings, goodwill and the asset revaluation reserve balance have been restated.

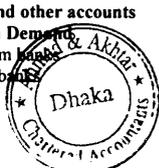
Opening balance of Intangible Asset- Valuation Adjustment	26,295,082,834	32,869,403,550	26,295,082,834	32,869,403,550
Less: Amortization charge during the year	6,574,320,716	6,574,320,716	6,574,320,716	6,574,320,716
Closing Balance	<b>19,720,762,118</b>	<b>26,295,082,834</b>	<b>19,720,762,118</b>	<b>26,295,082,834</b>
Add: Previous year amortized now rectified and changing income statements	-	8,833,824,291	-	8,833,824,291
	<b>19,720,762,118</b>	<b>35,128,907,125</b>	<b>19,720,762,118</b>	<b>35,128,907,125</b>
Less: Adjustment (with asset evaluation reserve)	-	8,833,824,291	-	8,833,824,291
	<b>19,720,762,118</b>	<b>26,295,082,834</b>	<b>19,720,762,118</b>	<b>26,295,082,834</b>

#### 9.08.02 Deferred Tax assets

Opening Balance	20,918,309,185	19,642,680,978	20,918,309,185	19,642,680,978
Addition during the year	412,572,070	1,275,628,207	412,572,070	1,275,628,207
Closing Balance	<b>21,330,881,255</b>	<b>20,918,309,185</b>	<b>21,330,881,255</b>	<b>20,918,309,185</b>
i) Written down value of Fixed Assets				
a) Carrying amount at balance sheet date	2,008,583,703	1,998,875,618	2,008,583,703	1,998,875,618
Less Land Value Amount	-	-	-	-
Carrying value without considering land value	<b>2,008,583,703</b>	<b>1,998,875,618</b>	<b>2,008,583,703</b>	<b>1,998,875,618</b>
b) Tax base	2,258,442,136	1,791,871,765	2,258,442,136	1,791,871,765
c) <b>Taxable/(Deductible) Temporary Difference (a-b)</b>	<b>(249,858,433)</b>	<b>(207,003,853)</b>	<b>(249,858,433)</b>	<b>(207,003,853)</b>
ii) Employees Liabilities				
a) Carrying amount at balance sheet date	(50,658,954,702)	(50,235,579,787)	(50,658,954,702)	(50,235,579,787)
b) Tax base	-	-	-	-
c) <b>Taxable/(Deductible) Temporary Difference (a-b)</b>	<b>(50,658,954,702)</b>	<b>(50,235,579,787)</b>	<b>(50,658,954,702)</b>	<b>(50,235,579,787)</b>
iii) Interest on securities				
a) Interest on securities(Accrued)	22,122,117,455	15,077,974,866	22,122,117,455	15,077,974,866
b) Interest on securities(Cash)	21,403,613,157	13,854,942,253	21,403,613,157	13,854,942,253
c) Tax base	-	-	-	-
<b>Taxable/(Deductible) Temporary Difference (a-b)</b>	<b>718,504,298</b>	<b>1,223,032,613</b>	<b>718,504,298</b>	<b>1,223,032,613</b>
iv) Provision for Bad & Loss Loan				
a) Carrying amount at balance sheet date	-	-	-	-
b) Tax base	-	-	-	-
c) <b>Taxable/(Deductible) Temporary Difference (a-b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
v) <b>Total temporary difference</b>	<b>(50,190,308,837)</b>	<b>(49,219,551,027)</b>	<b>(50,190,308,837)</b>	<b>(49,219,551,027)</b>
vi) <b>Tax Rate</b>	42.50%	42.50%	42.50%	42.50%
vii) <b>Deferred Tax assets</b>	<b>(21,330,881,256)</b>	<b>(20,918,309,186)</b>	<b>(21,330,881,256)</b>	<b>(20,918,309,186)</b>
viii) <b>prior year adjustment</b>	-	-	-	-
ix) <b>Closing deferred tax assets</b>	<b>(21,330,881,256)</b>	<b>(20,918,309,186)</b>	<b>(21,330,881,256)</b>	<b>(20,918,309,186)</b>
x) <b>Opening Deferred Tax</b>	<b>(20,918,309,186)</b>	<b>(19,642,680,978)</b>	<b>(20,918,309,186)</b>	<b>(19,642,680,978)</b>
<b>Decrease/(Increase) of deferred Tax (Assets)/Liabilities</b>	<b>(412,572,070)</b>	<b>(1,275,628,207)</b>	<b>(412,572,070)</b>	<b>(1,275,628,207)</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>9.09 Provision required against Other Assets</b>							
a.	Suspense Account		22,092,832	33,206,134	22,092,832	33,206,134	
b.	Protested Bills		300,922,452	286,797,489	300,922,452	286,797,489	
c.	Branch Adjustment (unreconciled entries)	c1	100,000,000	-	100,000,000	-	
d.	Branch Reconstruction Account		50,195	50,195	50,195	50,195	
e.	Agri Loan Exemption affected by River Erosion		98,424,000	98,964,362	98,424,000	98,964,362	
f.	BRDB UCCA Crops Loans Int.Penal Int. Exempt. A/Cs	fl	228,752,672	-	228,752,672	-	
g.	Jute Sector Reform Project	gl	300,000,000	-	300,000,000	-	
h.	Frozen Fish Loan Exemption A/C		101,773,510	101,773,510	101,773,510	101,773,510	
i.	NRT A/C Dr. Balance		682,854,000	663,006,000	682,854,000	663,006,000	
j.	Others		375,130,339	363,100,000	375,130,339	363,100,000	
	<b>Total</b>		<b>2,210,000,000</b>	<b>1,546,897,690</b>	<b>2,210,000,000</b>	<b>1,546,897,690</b>	
	Less: Provision made (Note No. 9.10.01 & 9.10.02)		2,210,000,000	1,546,897,690	2,210,000,000	1,546,897,690	
	<b>Surplus</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>c1 Provision against Branch Adjustment (unreconciled entries)</b>	In response to Bank request, Bangladesh Bank approved vide letter DOS(S)1155/53/2014-2555 dated- 22 December 2014 to keep provision against Branch Adjustment (Unreconciled entries) amounting Tk. 100 million this year. Accordingly Bank has provided the same amount.						
<b>fl BRDB UCCA Crops Loans Int.Penal Int. Exempt. A/Cs</b>	Until reimbursement from Govt., Bangladesh Bank advised through letter vide-DOS(BSS-1)1163/96/2015/821, dated 17 February 2015 to make provision against BRDB UCCA Crops Loans Int.Penal Int. Exempt. A/Cs (note no. 9.08 h, i and j), @ 10% per year from the first 4 years and then @20% for the next 3 years. Accordingly, provision amounting Tk. 229 million has been kept this year.						
<b>gl Jute Sector Reform Project</b>	Through letter no- DOS(BSS-1)1163/96/2015/821, dated 17 February 2015, Bangladesh Bank approved the Bank request to provide Tk. 300 million provision per year against Jute Sector Reform Project (note no.9.08-l). Accordingly Bank has provided Tk. 300 million this year.						
<b>9.10.01 Movement of the Provision against Other Assets</b>							
	Opening balance		1,546,897,690	3,616,697,187	1,546,897,690	3,616,697,187	
	Less: Written- off during the year		227,870,835	121,542,000	227,870,835	121,542,000	
			<b>1,319,026,855</b>	<b>3,495,155,187</b>	<b>1,319,026,855</b>	<b>3,495,155,187</b>	
	Less: Transferred to P&L A/C		-	1,948,257,497	-	1,948,257,497	
			<b>1,319,026,855</b>	<b>1,546,897,690</b>	<b>1,319,026,855</b>	<b>1,546,897,690</b>	
	Add: Addition during the year		890,973,145	-	890,973,145	-	
			<b>2,210,000,000</b>	<b>1,546,897,690</b>	<b>2,210,000,000</b>	<b>1,546,897,690</b>	
<b>9.10.02 Provision made against other assets</b>							
	Other assets		2,210,000,000	1,319,297,139	2,210,000,000	1,319,297,139	
	Interest reserve against BRDB UCCA Crops Loan		-	98,074,453	-	98,074,453	
	BRDB/UCCA Crop Loan Intt.& P.Intt. Reserve A/C -2007		-	84,247,526	-	84,247,526	
	Interest Reserve against Agri-Loan Interest Exemption 2004		-	45,278,572	-	45,278,572	
			<b>2,210,000,000</b>	<b>1,546,897,690</b>	<b>2,210,000,000</b>	<b>1,546,897,690</b>	
<b>10.00 Non Banking Assets</b>			-	-	-	-	
<b>11.00 Borrowings from other banks, financial institutions &amp; agents</b>							
	In Bangladesh	11.01	881,709,418	938,079,370	881,709,418	938,079,370	
	Outside Bangladesh	11.02	-	-	-	-	
			<b>881,709,418</b>	<b>938,079,370</b>	<b>881,709,418</b>	<b>938,079,370</b>	
<b>11.01 In Bangladesh</b>							
	Bangladesh Bank Demand Loan:						
	Refinance against RHFG from Bangladesh Bank		2,909,418	4,354,370	2,909,418	4,354,370	
	Refinance against Jute Sector from Bangladesh Bank		878,800,000	933,725,000	878,800,000	933,725,000	
			<b>881,709,418</b>	<b>938,079,370</b>	<b>881,709,418</b>	<b>938,079,370</b>	
<b>11.02 Outside Bangladesh</b>							
	Overseas Branches		-	-	-	-	
<b>11.01.01 Security against borrowings from other banks, financial institutions and agents</b>							
	Secured (against bills)		-	-	-	-	
	Unsecured		881,709,418	938,079,370	881,709,418	938,079,370	
			<b>881,709,418</b>	<b>938,079,370</b>	<b>881,709,418</b>	<b>938,079,370</b>	
<b>11.03 Maturity Grouping of Borrowing From Other Banks, Financial Institutions &amp; Agents</b>							
	Payable on demand		-	-	-	-	
	Repayable on within 1 month		-	-	-	-	
	Over 1 month but within 3 Months		-	-	-	-	
	Over 3 months but within 1 year		-	-	-	-	
	Over 1 year but within 5 years		-	-	-	-	
	Over 5 year but within 10 years		881,709,418	938,079,370	881,709,418	938,079,370	
			<b>881,709,418</b>	<b>938,079,370</b>	<b>881,709,418</b>	<b>938,079,370</b>	
<b>12.00 Deposits and other accounts</b>							
	Current Deposit & Other Accounts	12.02.01	162,461,473,184	146,920,803,593	162,529,378,799	147,060,091,620	
	Bills Payable	12.02.02	12,676,341,550	8,430,055,666	12,676,341,550	8,430,055,665	
	Savings Deposits	12.02.03	189,696,005,800	174,662,133,158	189,696,005,800	174,662,133,158	
	Fixed Deposits	12.02.04	413,140,962,152	355,742,308,951	413,140,962,152	355,742,308,951	
	<b>Total Deposits and other accounts</b>		<b>777,974,782,686</b>	<b>685,755,301,368</b>	<b>778,042,688,301</b>	<b>685,894,589,394</b>	
	<b>Deposits and other accounts</b>						
	Inter bank deposits	12.01	26,447,212,706	22,817,251,802	26,447,212,706	22,817,251,802	
	Other deposits	12.01	751,595,475,995	663,077,337,593	751,595,475,995	663,077,337,593	
			<b>778,042,688,301</b>	<b>685,894,589,395</b>	<b>778,042,688,301</b>	<b>685,894,589,395</b>	
	<b>Less: Inter Company balance eliminated</b>		<b>67,905,615</b>	<b>139,288,027</b>	<b>-</b>	<b>-</b>	
			<b>777,974,782,686</b>	<b>685,755,301,368</b>	<b>778,042,688,301</b>	<b>685,894,589,395</b>	
<b>12.01 Deposits and other accounts</b>							
	Payable on Demand						
	Deposit from Dhaka & Akbar		21,181,079,731	18,449,991,616	21,181,079,731	18,449,991,616	
	Other than Dhaka & Akbar		120,552,490,081	108,881,023,335	120,552,490,081	108,881,023,335	
			<b>141,733,569,812</b>	<b>127,331,014,951</b>	<b>141,733,569,812</b>	<b>127,331,014,951</b>	



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
	<b>Other Deposits</b>						
	Deposit from banks		5,266,132,975	4,367,260,186	5,266,132,975	4,367,260,186	
	Other than banks		631,042,985,514	554,196,314,258	631,042,985,514	554,196,314,258	
			<b>636,309,118,489</b>	<b>558,563,574,444</b>	<b>636,309,118,489</b>	<b>558,563,574,444</b>	
	<b>Less: Inter Company balance Eliminated</b>		<b>67,905,615</b>	<b>139,288,027</b>	<b>-</b>	<b>-</b>	
			<b>777,974,782,686</b>	<b>685,755,301,368</b>	<b>778,042,688,301</b>	<b>685,894,589,395</b>	
<b>12.02</b>	<b>Deposits and Other Accounts (Category wise)</b>						
	<b>Domestic Branches</b>						
	Current and Contingency	12.02.1.a	161,920,109,564	146,438,510,195	161,988,015,179	146,577,798,222	
	Bills Payable	12.02.2.a	12,676,341,550	8,430,055,666	12,676,341,550	8,430,055,666	
	Savings Bank Account	12.02.3.a	189,666,076,666	174,629,632,351	189,666,076,666	174,629,632,351	
	Fixed Deposits	12.02.4.a	413,012,895,267	355,621,857,105	413,012,895,267	355,621,857,105	
	Other Deposits		-	-	-	-	
			<b>777,275,423,047</b>	<b>685,120,055,317</b>	<b>777,343,328,662</b>	<b>685,259,343,343</b>	
	<b>Overseas Branches</b>						
	Current and Contingency	12.2.1.b	541,363,620	482,293,398	541,363,620	482,293,398	
	Bills Payable	12.2.2.b	-	-	-	-	
	Savings Bank Account	12.2.3.b	29,929,134	32,500,807	29,929,134	32,500,807	
	Fixed Deposit	12.2.4.b	128,066,885	120,451,846	128,066,885	120,451,846	
	Other Deposits		-	-	-	-	
			<b>699,359,639</b>	<b>635,246,051</b>	<b>699,359,639</b>	<b>635,246,051</b>	
	<b>Total Domestic &amp; Overseas Branches</b>		<b>777,974,782,686</b>	<b>685,755,301,368</b>	<b>778,042,688,301</b>	<b>685,894,589,394</b>	
<b>12.02.1</b>	<b>Current and Contingency</b>						
	<b>a) Domestic Branches</b>						
	Current A/C (credit Balance)		140,572,522,641	126,259,346,420	140,572,522,641	126,259,346,420	
	Haji Deposits		135,450	15,650	135,450	15,650	
	Margin on Letter of Credit		470,706,401	534,253,087	470,706,401	534,253,087	
	Margin on Bank Guarantee		148,841,700	55,106,396	148,841,700	55,106,396	
	Foreign Bank Deposit		696,749,652	743,703,716	696,749,652	743,703,716	
	ATM A/c		31,453,134	13,396,499	31,453,134	13,396,499	
	Current A/C Barter		3,179,013,526	2,431,731,318	3,179,013,526	2,431,731,318	
	Fixed Deposit Interest		8,138,737,710	8,262,559,814	8,138,737,710	8,262,559,814	
	School Banking Scheme		92,113,309	20,483,407	92,113,309	20,483,407	
	Call Deposit		97,106,404	388,181,612	97,106,404	388,181,612	
	Monthly Earning Scheme Interest		382,168,117	367,606,589	382,168,117	367,606,589	
	Double Benefit Scheme Interest		3,334,399,351	2,956,533,160	3,334,399,351	2,956,533,160	
	Foreign Currency Deposit		4,202,710,117	3,986,744,752	4,202,710,117	3,986,744,752	
	Unsold Balance of N F C D		485,633,638	336,947,267	485,633,638	336,947,267	
	Credit Balance of Loan & Advances		155,724,029	221,188,535	155,724,029	221,188,535	
			<b>161,988,015,179</b>	<b>146,577,798,222</b>	<b>161,988,015,179</b>	<b>146,577,798,222</b>	
	<b>Less: Inter Company balance Eliminated</b>		<b>67,905,615</b>	<b>139,288,027</b>	<b>-</b>	<b>-</b>	
	<b>Total</b>		<b>161,920,109,564</b>	<b>146,438,510,195</b>	<b>161,988,015,179</b>	<b>146,577,798,222</b>	
	<b>b) Overseas Branches</b>		<b>541,363,620</b>	<b>482,293,398</b>	<b>541,363,620</b>	<b>482,293,398</b>	
	<b>Total Domestic &amp; Overseas Branches</b>		<b>162,461,473,184</b>	<b>146,920,803,593</b>	<b>162,529,378,799</b>	<b>147,060,091,620</b>	
<b>12.02.2</b>	<b>Bills Payable</b>						
	<b>a) Domestic Branches</b>						
	Draft Payable		3,293,481,429	3,479,603,618	3,293,481,429	3,479,603,618	
	Govt. Draft Payable		83,601,351	91,420,881	83,601,351	91,420,881	
	Payment Order		8,061,768,560	4,785,432,644	8,061,768,560	4,785,432,644	
	Foreign Draft Travelers Cheque Issued A/c		868,219,306	36,650,060	868,219,306	36,650,060	
	Foreign Draft Payable A/c		369,270,904	36,948,464	369,270,904	36,948,464	
			<b>12,676,341,550</b>	<b>8,430,055,666</b>	<b>12,676,341,550</b>	<b>8,430,055,666</b>	
	<b>b) Overseas Branches</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
	<b>Total Domestic &amp; Overseas Branches</b>		<b>12,676,341,550</b>	<b>8,430,055,666</b>	<b>12,676,341,550</b>	<b>8,430,055,666</b>	
<b>12.02.3</b>	<b>Savings Bank Deposits</b>						
	a) Domestic Branches		189,666,076,666	174,629,632,351	189,666,076,666	174,629,632,351	
	b) Overseas Branches		29,929,134	32,500,807	29,929,134	32,500,807	
			<b>189,696,005,800</b>	<b>174,662,133,158</b>	<b>189,696,005,800</b>	<b>174,662,133,158</b>	
<b>12.02.4</b>	<b>Fixed Deposit</b>						
	<b>a. Domestic Branches</b>						
	Fixed Deposits		210,478,545,032	186,886,721,216	210,478,545,032	186,886,721,216	
	Short Notice deposits		68,127,539,576	55,556,960,658	68,127,539,576	55,556,960,658	
	Deposit Pension Scheme		137,916,487	756,230,139	137,916,487	756,230,139	
	Special Deposit Pension Scheme		187,279,646	103,044,077	187,279,646	103,044,077	
	Sonali Deposit Scheme		9,161,814,606	8,256,838,923	9,161,814,606	8,256,838,923	
	Education Deposit Scheme		10,260,546,855	9,004,470,819	10,260,546,855	9,004,470,819	
	Medicare Deposit Scheme		23,816,296,994	20,158,545,242	23,816,296,994	20,158,545,242	
	Rural Deposit Schemes		3,152,439,537	2,600,239,946	3,152,439,537	2,600,239,946	
	Monthly Earning Schemes		21,041,455,851	20,610,876,921	21,041,455,851	20,610,876,921	
	Marriage Savings Schemes		2,156,791,720	1,728,362,845	2,156,791,720	1,728,362,845	
	Double Benefit Scheme		43,109,964,364	34,145,678,042	43,109,964,364	34,145,678,042	
	Triple Benefit Scheme		1,225,796,289	783,114,707	1,225,796,289	783,114,707	
	Millionaire Deposited Scheme		3,807,189,638	766,244,821	3,807,189,638	766,244,821	
	Daily Profit Scheme		110,978,011	58,687,425	110,978,011	58,687,425	
	Non Resident Deposit Scheme		171,713,555	66,831,451	171,713,555	66,831,451	



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
	Retirement Savings Scheme		408,089,847	471,291,262	408,089,847	471,291,262
	Sonali Retirement Savings Scheme		1,751,802,791	1,627,028,232	1,751,802,791	1,627,028,232
	Deposit pension payment account		23,252,960	-	23,252,960	-
	Sonali krishak sanchay scheme		8,123,267	-	8,123,267	-
	S.B. Employees Provident Fund (General)		11,983,044,041	10,446,148,906	11,983,044,041	10,446,148,906
	S.B. Employees Provident Fund (Contributory)		1,892,314,200	1,594,541,473	1,892,314,200	1,594,541,473
			<b>413,012,895,267</b>	<b>355,621,857,105</b>	<b>413,012,895,267</b>	<b>355,621,857,105</b>
<b>b.</b>	<b>Overseas Branches</b>		<b>128,066,885</b>	<b>120,451,846</b>	<b>128,066,885</b>	<b>120,451,846</b>
	<b>Total</b>		<b>413,140,962,152</b>	<b>355,742,308,951</b>	<b>413,140,962,152</b>	<b>355,742,308,951</b>
<b>12.03</b>	<b>Deposits and Other Accounts (Geographical Location-wise Deposits)</b>					
	In Bangladesh	12.03.a	777,343,328,662	685,259,343,344		
	Outside Bangladesh	12.03.b	699,359,639	635,246,051		
	<b>Total</b>		<b>778,042,688,301</b>	<b>685,894,589,395</b>		
<b>12.03.a</b>	<b>In Bangladesh (Division wise)</b>					
	Dhaka		443,598,768,802	391,316,896,768		
	Chittagong		96,745,128,537	85,672,978,943		
	Khulna		48,558,180,709	42,876,094,786		
	Rangpur		26,850,213,718	23,500,023,631		
	Sylhet		31,090,752,247	28,145,615,984		
	Barisal		26,895,561,043	23,094,497,535		
	Rajshahi		40,337,592,405	35,895,337,168		
	Comilla		63,267,131,201	54,757,898,529		
			<b>777,343,328,662</b>	<b>685,259,343,344</b>		
<b>12.03.b</b>	<b>Outside Bangladesh</b>		<b>699,359,639</b>	<b>635,246,051</b>		
	<b>Total</b>		<b>778,042,688,301</b>	<b>685,894,589,395</b>		
<b>12.04</b>	<b>Analysis of residual maturity grouping</b>					
<b>a)</b>	<b>Maturity Grouping of deposits and other accounts (Including Bills Payable)</b>					
	Repayable on Demand		82,645,690,506	208,461,301,635	82,645,690,506	208,461,301,635
	Repayable within 1 Month		69,766,248,164	44,083,800,690	69,766,248,164	44,083,800,690
	Over 1 month but within 6 Months		81,141,602,756	112,884,961,181	81,141,602,756	112,884,961,181
	Over 6 months but within 1 year		77,646,730,765	113,147,100,026	77,646,730,765	113,147,100,026
	Over 1 year but within 5 years		174,715,001,612	125,435,550,295	174,715,001,612	125,435,550,295
	Over 5 years but within 10 years		292,112,075,681	81,873,576,939	292,112,075,681	81,873,576,939
	Over 10 years		15,338,817	8,298,629	15,338,817	8,298,629
			<b>778,042,688,301</b>	<b>685,894,589,395</b>	<b>778,042,688,301</b>	<b>685,894,589,395</b>
	<b>Less: Inter Company balance Eliminated</b>		<b>67,905,615</b>	<b>139,288,027</b>	<b>-</b>	<b>-</b>
	<b>Total</b>		<b>777,974,782,686</b>	<b>685,755,301,368</b>	<b>778,042,688,301</b>	<b>685,894,589,395</b>
<b>b)</b>	<b>Inter-Bank Deposits</b>					
	Repayable on Demand		13,223,606,353	11,408,625,902	13,223,606,353	11,408,625,902
	Repayable within 1 Month		9,256,524,447	7,986,038,131	9,256,524,447	7,986,038,131
	Over 1 month but within 6 Months		-	-	-	-
	Over 6 months but within 1 year		2,644,721,271	2,281,725,181	2,644,721,271	2,281,725,181
	Over 1 year but within 5 years		1,322,360,635	1,140,862,590	1,322,360,635	1,140,862,590
	Over 5 years but within 10 years		-	-	-	-
	Over 10 years		-	-	-	-
			<b>26,447,212,706</b>	<b>22,817,251,804</b>	<b>26,447,212,706</b>	<b>22,817,251,804</b>
	<b>Other Deposits</b>					
	Repayable on Demand		69,422,084,153	197,052,675,732	69,422,084,153	197,052,675,732
	Repayable within 1 Month		60,509,723,717	36,097,762,559	60,509,723,717	36,097,762,559
	Over 1 month but within 6 Months		81,141,602,756	112,884,961,180	81,141,602,756	112,884,961,180
	Over 6 months but within 1 year		75,002,009,494	110,865,374,848	75,002,009,494	110,865,374,848
	Over 1 year but within 5 years		173,392,640,977	124,294,687,705	173,392,640,977	124,294,687,705
	Over 5 years but within 10 years		292,112,075,681	81,873,576,938	292,112,075,681	81,873,576,938
	Over 10 years		15,338,817	8,298,629	15,338,817	8,298,629
			<b>751,595,475,595</b>	<b>663,077,337,591</b>	<b>751,595,475,595</b>	<b>663,077,337,591</b>
	<b>Less: Inter Company balance Eliminated</b>		<b>67,905,615</b>	<b>139,288,027</b>	<b>-</b>	<b>-</b>
	<b>Total</b>		<b>777,974,782,686</b>	<b>685,755,301,368</b>	<b>778,042,688,301</b>	<b>685,894,589,395</b>



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)

c) **Bills Payables**

Repayable on Demand	12,676,341,550	8,430,055,666	12,676,341,550	8,430,055,666
Repayable within 1 Month	-	-	-	-
Over 1 month but within 6 Months	-	-	-	-
Over 6 months but within 1 year	-	-	-	-
Over 1 year but within 5 years	-	-	-	-
Over 5 years but within 10 years	-	-	-	-
Over 10 years	-	-	-	-
	<b>12,676,341,550</b>	<b>8,430,055,666</b>	<b>12,676,341,550</b>	<b>8,430,055,666</b>

Un-claimed deposits for 10 years or more held by the bank as on 31 December 2014

	<b>15,338,817</b>	<b>8,298,629</b>	<b>15,338,817</b>	<b>8,298,629</b>
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**13.00 Other liabilities**

Domestic Branches

Provision for Classified loans including writ	13.01 a	52,392,580,000	70,054,500,000	52,392,580,000	70,054,500,000
Provision for Un-Classified loans	13.01 b	3,066,949,110	3,691,200,000	3,066,949,110	3,691,200,000
Provision against diminishing value of Investment		61,366,380	41,741,772	-	-
Provision against Portfolio Loan		325,384,687	221,760,337	-	-
Interest Suspense	13.02	17,886,163,821	19,311,491,715	17,886,163,821	19,311,491,715
Liability for employees benefit ( PDCRB & Pension fund)	13.03	1,647,414,519	6,837,436,720	1,647,414,519	6,837,436,720
Provision for Income Tax	13.04	3,615,374,223	3,401,002,113	3,576,669,473	3,377,267,809
Provision for other assets		2,210,000,000	1,319,297,139	2,210,000,000	1,319,297,139
Exporters' Foreign Currency Retention Quota		42,361,427	188,741,808	42,361,427	188,741,808
Provision against Off Balance Sheet Exposure		2,299,297,380	1,758,027,954	2,299,297,380	1,758,027,954
Provision for Ex-gratia/Bonus etc	13.05	1,613,451,602	1,667,463,668	1,613,451,602	1,667,463,668
Foreign Correspondent Charges		1,382,340	6,926,948	1,382,340	6,926,948
Adjusting Account Credit Balance		236,004,057	205,314,412	236,004,057	205,314,412
Foreign Currency Fund Purchased A/C		6,178,110,099	2,699,044,287	6,178,110,099	2,699,044,287
Provision for NOSTRO A/C		19,325,013	3,870,013	19,325,013	3,870,013
Vocational Women's Cr. Scheme Guarantee Fund		256,353	256,353	256,353	256,353
Agricultural Guarantee Against I.D.A. Credit -724 B.D.		19,562,612	19,562,611	19,562,612	19,562,611
Industrial Cr. Guarantee Claims received Fund		1,834,492	1,834,493	1,834,492	1,834,493
Bangladesh Bank Cr. Guarantee Fee I D A Cr. - 825 B.D.		178,997	178,997	178,997	178,997
I.D.A. Service Charges 765 B.D.		530,812	530,812	530,812	530,812
BSCIC Service Charges I D A Credit -825 B.D.		4,881,123	4,881,123	4,881,123	4,881,123
Revolving fund against I.D.A. Credit -725 B.D.		27,820,800	27,820,800	27,820,800	27,820,800
Sundry Deposits (H.O)		1,946,928,872	1,588,414,835	1,946,928,872	1,588,414,835
Interest Subsidy Account		3,585,618	3,585,618	3,585,618	3,585,618
SPL A/C's Proceeds of Import Documents Dr of F.C ( NBP)		787,657	787,657	787,657	787,657
Special accounts surplus Proceeds of Import Goods		8,479	8,479	8,479	8,479
Unclaimed Dividend (NBP)		149,577	149,577	149,577	149,577
AST-CIDA Guarantee Fund for MCDSF		45,312	45,312	45,312	45,312
Mother Club Women's Cr. Guarantee Fund		2,554,409	2,554,409	2,554,409	2,554,409
Interest Reserve against Agri-Loan Interest Exemption 2004		-	45,278,572	-	45,278,572
BRDB/UCCA Crop Loan Interest Reserve A/C 2001		-	98,074,453	-	98,074,453
Balance Held with Foreign Bank abroad (Cr Balance)		1,927,143,269	1,602,150,282	1,927,143,269	1,602,150,282
Cr. Balance in F.C Clearing A/C		29,705,371	7,712,064	29,705,371	7,712,064
Asian Clearing Union (NOSTRO)		-	-	-	-
Loan from IDA Credit No. 765 BD		56,824,870	56,824,870	56,824,870	56,824,870
Sirajganj Integrated Rural Development Fund		36,750,825	36,126,145	36,750,825	36,126,145
Agro Based Industrial & Technology Dev. Proj.		3,591,302	95,079,860	3,591,302	95,079,860
Operational A/C RD--9.		-	8,568,827	-	8,568,827
Rebate A/C of Term Loans to NBF		350,452	8,754,774	350,452	8,754,774



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
	FC Clearing A/C (Credit Balance)		-	-	-	-
	Provision for X-checker		10,000,000	10,000,000	10,000,000	10,000,000
	Provision for city Corp Bond		46,062,591	-	46,062,591	-
	I.D.A. Credit 3917 B D		215,462,114	206,125,673	215,462,114	206,125,673
	BRDB/UCCA Crop Loan Intt & P.Intt Reserve A/C -2007		-	84,247,526	-	84,247,526
	Portfolio Margin Deposit Control		19,896,565	31,814,990	-	-
	Remittance Payable to Beneficiary		46,630,547	55,121,498	-	-
	Other provision of Indian operation		689,257	689,257	689,257	689,257
	Provision for loss of Sonali Polaris FT Ltd		64,191,963	-	64,191,963	-
	Asian Clearing Union (VOSTRO)		90,552,051	130,184,659	90,552,051	130,184,659
	Others liabilities of subsidiary		469,065,040	516,222,449	-	-
			<b>96,621,205,988</b>	<b>116,051,405,861</b>	<b>95,660,158,019</b>	<b>115,161,010,511</b>
	<b>Overseas Branches</b>					
	Profit Earned by Overseas Branch		54,926,563	58,004,328	54,926,563	58,004,328
	Other Liabilities of Overseas Branch		282,911,168	74,508,775	282,911,168	74,508,775
	Reserve Fund of Kolkata Branch		90,877,712	88,672,261	90,877,712	88,672,261
			<b>428,715,443</b>	<b>221,185,364</b>	<b>428,715,443</b>	<b>221,185,364</b>
			<b>97,049,921,431</b>	<b>116,272,591,225</b>	<b>96,088,873,462</b>	<b>115,382,195,875</b>
<b>13.01</b>	<b>Accumulated Provision for Loans and Advances</b>					
	<b>a) Provision for Classified loans Including writ</b>					
	Balance at the beginning of the period		70,054,500,000	73,675,200,000	70,054,500,000	73,675,200,000
	Less: Loans written off which fully Provided for		18,111,384,457	3,901,721,072	18,111,384,457	3,901,721,072
			<b>51,943,115,543</b>	<b>69,773,478,928</b>	<b>51,943,115,543</b>	<b>69,773,478,928</b>
	Add: Recovery Loans which was Written off earlier		161,843,906	42,952,086	161,843,906	42,952,086
			52,104,959,449	69,816,431,014	52,104,959,449	69,816,431,014
	Add: Specific Provision made during the year		287,620,551	238,068,986	287,620,551	238,068,986
			<b>52,392,580,000</b>	<b>70,054,500,000</b>	<b>52,392,580,000</b>	<b>70,054,500,000</b>
	Less: Recovered and Provision which no more required		-	-	-	-
	Add: Net Charge on Profit Loss Account		-	-	-	-
	<b>Balance at the end of the year</b>		<b>52,392,580,000</b>	<b>70,054,500,000</b>	<b>52,392,580,000</b>	<b>70,054,500,000</b>
	<b>b) Provision for Un-Classified loans</b>					
	Balance at the beginning of the period		3,691,200,000	3,767,500,000	3,691,200,000	3,767,500,000
	Less: Loans written off which fully Provided for		3,691,200,000	3,767,500,000	3,691,200,000	3,767,500,000
	Add: Recovery from the Previous Written Off Loans		-	-	-	-
			3,691,200,000	3,767,500,000	3,691,200,000	3,767,500,000
	Add: Special Provision made during the year		-	-	-	-
			3,691,200,000	3,767,500,000	3,691,200,000	3,767,500,000
	Less: Recovered and Provision which no more required		624,250,890	76,300,000	624,250,890	76,300,000
			3,066,949,110	3,691,200,000	3,066,949,110	3,691,200,000
	Add: Net Charge on Profit Loss Account		-	-	-	-
	<b>Balance at the end of the year</b>		<b>3,066,949,110</b>	<b>3,691,200,000</b>	<b>3,066,949,110</b>	<b>3,691,200,000</b>
<b>13.02</b>	<b>Interest Suspense</b>					
	Balance at the beginning of the period					
	Interest Reserve		19,277,174,634	19,666,662,492	19,277,174,634	19,666,662,492
	Interest Reserve Penal Interest		34,317,081	48,052,599	34,317,081	48,052,599
			<b>19,311,491,715</b>	<b>19,714,715,091</b>	<b>19,311,491,715</b>	<b>19,714,715,091</b>
	Add: Amount transferred to "Interest Suspense" Account during the year		-	-	-	-
	Interest Reserve		8,057,289,163	10,694,519,842	8,057,289,163	10,694,519,842
	Interest Reserve Penal Interest		-	-	-	-
			<b>8,057,289,163</b>	<b>10,694,519,842</b>	<b>8,057,289,163</b>	<b>10,694,519,842</b>
	Less: Amount Recovered in "Interest Suspense" account during the year					
	Interest Reserve		3,245,860,163	4,371,598,101	3,245,860,163	4,371,598,101
	Interest Reserve Penal Interest		456,065	13,735,518	456,065	13,735,518
			<b>3,246,316,228</b>	<b>4,385,333,619</b>	<b>3,246,316,228</b>	<b>4,385,333,619</b>
	Less: Amount written off during the year					
	Interest Reserve		6,212,038,412	6,712,409,599	6,212,038,412	6,712,409,599
	Interest Reserve Penal Interest		24,262,417	-	24,262,417	-
			<b>6,236,300,829</b>	<b>6,712,409,599</b>	<b>6,236,300,829</b>	<b>6,712,409,599</b>
	Balance at the end of the period					
	Interest Reserve		17,876,565,222	19,277,174,634	17,876,565,222	19,277,174,634
	Interest Reserve Penal Interest		9,598,599	34,317,081	9,598,599	34,317,081
			<b>17,886,163,821</b>	<b>19,311,491,715</b>	<b>17,886,163,821</b>	<b>19,311,491,715</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>13.03</b>	<b>Liability for employees benefit ( PDCRB &amp; Pension fund)</b>						
	Fair value of defined benefit obligation	a	24,468,955,969	29,207,436,720	24,468,955,969	29,207,436,720	
	Less: Fair value of benefit plan assets	b	22,821,541,450	22,370,000,000	22,821,541,450	22,370,000,000	
			<b>1,647,414,519</b>	<b>6,837,436,720</b>	<b>1,647,414,519</b>	<b>6,837,436,720</b>	
	<b>a) Fair value of defined benefit obligation</b>						
	Opening Balance						
	Sonali Bank Ltd. Employees Pension fund		1,797,862,578	1,792,647,156	1,797,862,578	1,792,647,156	
	Sonali Bank Ltd. Employees PDCR Benefit fund		27,409,538,508	25,597,385,581	27,409,538,508	25,597,385,581	
	Provision for employees benefit		35,634	35,634	35,634	35,634	
			<b>29,207,436,720</b>	<b>27,390,068,371</b>	<b>29,207,436,720</b>	<b>27,390,068,371</b>	
	Transfer/Adjustment made during the year						
	Sonali Bank Ltd. Employees Pension fund		-	-	-	-	
	Sonali Bank Ltd. Employees PDCR Benefit fund		-	-	-	-	
	Provision for employees benefit		-	-	-	-	
	Less: Payment made during the year						
	Sonali Bank Ltd. Employees Pension fund		60,529,060	244,509,886	60,529,060	244,509,886	
	Sonali Bank Ltd. Employees PDCR Benefit fund		5,658,056,106	3,880,318,924	5,658,056,106	3,880,318,924	
	Provision for employees benefit		-	-	-	-	
			<b>5,718,585,166</b>	<b>4,124,828,810</b>	<b>5,718,585,166</b>	<b>4,124,828,810</b>	
	Add: Creation during the year						
	Sonali Bank Ltd. Employees Pension fund		152,992,263	249,725,308	152,992,263	249,725,308	
	Sonali Bank Ltd. Employees PDCR Benefit fund		827,112,152	5,692,471,851	827,112,152	5,692,471,851	
	Provision for employees benefit		-	-	-	-	
			<b>980,104,415</b>	<b>5,942,197,159</b>	<b>980,104,415</b>	<b>5,942,197,159</b>	
	Closing Balance						
	Sonali Bank Ltd. Employees Pension fund		1,890,325,781	1,797,862,578	1,890,325,781	1,797,862,578	
	Sonali Bank Ltd. Employees PDCR Benefit fund		22,578,594,554	27,409,538,508	22,578,594,554	27,409,538,508	
	Provision for employees benefit		35,634	35,634	35,634	35,634	
			<b>24,468,955,969</b>	<b>29,207,436,720</b>	<b>24,468,955,969</b>	<b>29,207,436,720</b>	
	Provision Maintained		24,468,955,969	29,207,436,720	24,468,955,969	29,207,436,720	
	Provision Required		-	-	-	-	
	Provision Surplus (Deficit)		<b>24,468,955,969</b>	<b>29,207,436,720</b>	<b>24,468,955,969</b>	<b>29,207,436,720</b>	
	<b>b) Fair value of benefit plan assets</b>						
	Fund Investments						
	Sonali Bank Employees PDCRB Investment						
	Bangladesh Govt. Treasury Bond		-	-	-	-	
	FDR-Local Office (SBL)		21,800,000,000	21,800,000,000	21,800,000,000	21,800,000,000	
	FDR- Bank Asia Ltd		-	-	-	-	
	FDR-SBAC Bank Ltd		20,000,000	-	20,000,000	-	
	FDR-AB Bank Ltd		-	20,000,000	-	20,000,000	
			<b>21,820,000,000</b>	<b>21,820,000,000</b>	<b>21,820,000,000</b>	<b>21,820,000,000</b>	
	Sonali Bank Employees Pension Fund Investment						
	Bangladesh Govt. Treasury Bond		-	450,000,000	-	450,000,000	
	FDR- Bank Asia		60,000,000	-	60,000,000	-	
	FDR- AB Bank		60,000,000	-	60,000,000	-	
	FDR- Local Office		881,541,450	100,000,000	881,541,450	100,000,000	
			<b>1,001,541,450</b>	<b>550,000,000</b>	<b>1,001,541,450</b>	<b>550,000,000</b>	
	Total Fair value of benefit plan Assets		<b>22,821,541,450</b>	<b>22,370,000,000</b>	<b>22,821,541,450</b>	<b>22,370,000,000</b>	
<b>13.04</b>	<b>Provision for Income Tax</b>						
	Balance at the beginning of the year		3,401,002,113	3,748,361,447	3,377,267,809	3,740,526,092	
	Less: Payment during the year		1,574,811	600,000,000	-	600,000,000	
	Add: Amount transferred during the year		215,946,921	252,640,666	199,401,664	236,741,717	
	Add: Income tax on Indian operation		-	-	-	-	
	<b>Balance at the end of the year</b>		<b>3,615,374,223</b>	<b>3,401,002,113</b>	<b>3,576,669,473</b>	<b>3,377,267,809</b>	
<b>13.05</b>	<b>Provision for Bonus/ Exgratia</b>						
	Opening Balance		1,667,463,668	1,772,000,221	1,667,463,668	1,772,000,221	
	Less: Payment during the year		1,565,542,380	1,619,832,908	1,565,542,380	1,619,832,908	
	Add: Realized during the year		11,530,314	15,296,355	11,530,314	15,296,355	
	Add: Made during the year		1,500,000,000	1,500,000,000	1,500,000,000	1,500,000,000	
	Balance at the end of the year		<b>1,613,451,602</b>	<b>1,667,463,668</b>	<b>1,613,451,602</b>	<b>1,667,463,668</b>	



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)

14.00	Share Capital				31,200,000,000	11,250,000,000
14.01	Authorized Capital 600,000,000 share 100 each				60,000,000,000	20,000,000,000

14.02	Issued, subscribed and fully paid up Capital 312,000,000 ordinary shares of Taka 100 each				31,200,000,000	11,250,000,000
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The entire amount of the paid up capital has been subscribed by the Government of the People's Republic of Bangladesh but each Director of the Bank is the holder of one symbolic Share of taka one hundred.

**14.03 Capital Adequacy of the Bank**

In terms of section 13(2) of Bank Company Act, 1991 and Bangladesh Bank BRPD circular no. 09 dated 31 December 2008, required capital of the Bank at the close of business on 31 December 2014 was Taka 40,684.27 million as against core capital of Taka 31,410.48 million and supplementary capital of Taka 18,374.59 million making a total capital of Taka 49,785.07 million thereby showing a Surplus of capital/equity of Taka 9,100.81 million at the year end:

Total risk weighted assets	405,264,300,000	372,390,900,000	406,842,700,000	372,390,900,000
Required capital @ 10% of risk weighted assets	40,526,430,000	37,239,090,000	40,684,270,000	37,239,090,000
Capital held:				
Core capital (Tier-I)	31,211,273,048	14,140,832,808	31,410,479,907	14,140,832,808
Supplementary capital (Tier-II)	18,374,597,380	14,140,832,808	18,374,597,380	14,140,832,808
<b>Total Capital</b>	<b>49,585,870,428</b>	<b>28,281,665,616</b>	<b>49,785,077,287</b>	<b>28,281,665,616</b>
Surplus/ (deficit)	9,059,440,428	(8,957,424,384)	9,100,807,287	(8,957,424,384)
<b>Percentage of capital held against risk weighted assets</b>	<b>12.24%</b>	<b>7.59%</b>	<b>12.24%</b>	<b>7.59%</b>

14.03.01	Capital requirement	Require	Held	Held	Held	Held
	Tier - I	5%	7.70%	3.80%	7.72%	3.80%
	Tier - II	5%	4.54%	3.80%	4.52%	3.80%
		<b>10%</b>	<b>12.24%</b>	<b>7.59%</b>	<b>12.24%</b>	<b>7.59%</b>

**14.03.02 Core capital (Tier-I)**

Paid up capital		31,200,000,000	11,250,000,000	31,200,000,000	11,250,000,000
Statutory reserve	15.00	7,601,472,379	6,433,177,755	7,601,472,379	6,433,177,755
General reserve		107,000,000	47,000,000	107,000,000	47,000,000
Retained earnings		(14,797,199,330)	(21,806,778,495)	(14,597,992,472)	(21,683,844,947)
Share money deposit	14.08	7,100,000,000	19,950,000,000	7,100,000,000	19,950,000,000
Deduction (Investment subsidiaries which are not consolidated-50%)		-	(1,855,500,000)	-	(1,855,500,000)
		<b>31,211,273,048</b>	<b>14,017,899,260</b>	<b>31,410,479,907</b>	<b>14,140,832,808</b>

**Supplementary capital (Tier-II)**

General provision for unclassified loans & SMA		3,067,000,000	3,621,200,000	3,067,000,000	3,621,200,000
Assets revaluation reserve up to 50% (Fixed Assets)		10,748,000,000	15,164,900,000	10,748,000,000	15,164,900,000
General provision for off balance sheet exposures		2,299,297,380	1,758,027,954	2,299,297,380	1,758,027,954
Revaluation Reserve for securities up to 50%		1,991,300,000	611,000,000	1,991,300,000	611,000,000
Revaluation Reserve for Equity instrument up to 10%		269,000,000	246,100,000	269,000,000	246,100,000
Deduction (Investment subsidiaries which are not consolidated-50%)		-	(1,855,400,000)	-	(1,855,400,000)
		<b>18,374,597,380</b>	<b>19,545,827,954</b>	<b>18,374,597,380</b>	<b>19,545,827,954</b>

**Tier-II capital should be equal or less than Tier-I capital**

	<b>18,374,597,380</b>	<b>14,140,832,808</b>	<b>18,374,597,380</b>	<b>14,140,832,808</b>
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**14.03.03 Calculation of Revaluation Reserves on HTM Securities**

In terms of Bangladesh Bank BRPD Circular No. 03 dated 12 March 2008 has been decided to add a new component namely Revaluation Reserves of HTM Securities up to 50% of the revaluation reserves.

Opening balance	13,736,225,550	14,372,851,062	10,690,255,718	14,372,851,062
Addition during the year	-	-	-	-
Disposal during the year from HTM	2,990,035,438	636,625,512	2,990,035,438	3,682,595,344
Closing balance	<b>10,746,190,112</b>	<b>13,736,225,550</b>	<b>7,700,220,280</b>	<b>10,690,255,718</b>

**14.04 Risk Weighted Assets (RWA)**

Particulars	2014	2013	2014	2013
Credit Risk				
Balance Sheet Exposure	30,226	27,414	30,469	27,414
Off Balance Sheet Exposure	2,092	1,571	2,092	1,571
Market Risk	4,333	4,269	4,290	4,269
Operational Risk	3,875	3,985	3,833	3,985
<b>Total Risk Weighted Assets (A+B+C)</b>	<b>40,526</b>	<b>37,239</b>	<b>40,684</b>	<b>37,239</b>

**14.05 Minimum Capital Requirement Under Basel II**

Particulars	2014	2013	2014	2013
<b>A. Eligible Capital :</b>				
1. Tier-1 (Core Capital)	31,211,273,048	14,140,832,808	31,410,479,907	14,140,832,808
2. Tier-2 (Supplementary Capital)	18,374,597,380	14,140,832,808	18,374,597,380	14,140,832,808
3. Tier-3 (eligible for market risk only)	-	-	-	-
4. <b>Total Eligible Capital (1+2+3) :</b>	<b>49,585,870,428</b>	<b>28,281,665,616</b>	<b>49,785,077,287</b>	<b>28,281,665,616</b>
B. Total Risk Weighted Assets (RWA):	405,264,300,000	372,390,900,000	406,842,700,000	372,390,900,000
C. Capital Adequacy Ratio (CAR) (A <sub>4</sub> / B)*100	12.24%	7.59%	12.24%	7.59%
D. Core Capital to RWA (A <sub>1</sub> / B)*100	7.70%	3.80%	7.72%	3.80%
E. Supplementary Capital to RWA (A <sub>2</sub> / B)*100	4.54%	3.80%	4.52%	3.80%
F. Minimum Capital Requirement (MCR)- as on 31 December 2014	<b>40,526,430,000</b>	<b>37,239,090,000</b>	<b>40,684,270,000</b>	<b>37,239,090,000</b>



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)

#### 14.06 Details about Shareholding

Name of Shareholders	No of shares 2014	Amount @ 100
Government of the People's Republic of Bangladesh represented by Finance Secretary, Ministry of Finance	311,999,990	31,199,999,000
DR. A. H. M. HABIBUR RAHMAN	1	100
MR. RANJIT KUMAR CHAKRABORTY	1	100
MR. MD. NAZIBAR RAHMAN	1	100
MR. SHEKHAR DUTTA	1	100
MRS. SELIMA AHMAD	1	100
MR. MD. MAHBOOB HOSSAIN	1	100
MR. MD. SHAHEB ALI MRIDHA	1	100
MR. KAZI TARIQUL ISLAM	1	100
MR. MD. ENAMUL HAQUE CHOUDHURY	1	100
MR. A.K.M REZAUR RAHMAN	1	100
	<b>312,000,000</b>	<b>31,200,000,000</b>

#### 14.07 Name of Directors and their Shareholding

Name of the directors	Status	No of shares 2014	Amount @ 100
DR. A. H. M. HABIBUR RAHMAN	Chairman & Director	1	100
MR. RANJIT KUMAR CHAKRABORTY	Director	1	100
MR. MD. NAZIBAR RAHMAN	Director	1	100
MR. SHEKHAR DUTTA	Director	1	100
MRS. SELIMA AHMAD	Director	1	100
MR. MD. MAHBOOB HOSSAIN	Director	1	100
MR. MD. SHAHEB ALI MRIDHA	Director	1	100
MR. KAZI TARIQUL ISLAM	Director	1	100
MR. MD. ENAMUL HAQUE CHOUDHURY	Director	1	100
MR. A.K.M REZAUR RAHMAN	Director	1	100
		<b>10</b>	<b>1000</b>

#### 14.08 Share Money Deposit

Particulars	Taka 2014
Opening Balance of Share Money Deposit	19,950,000,000
Add: Share Money Deposit received govt during the year	7,100,000,000
<b>Total of Share Money Deposit</b>	<b>27,050,000,000</b>
less: Ordinary Share during the year	19,950,000,000
<b>Closing Balance of Share Money Deposit</b>	<b>7,100,000,000</b>

#### 15.00 Statutory Reserve

Opening Balance	6,433,177,755	5,924,918,206	6,433,177,755	5,924,918,206
Add: Transferred during the year (20% of pre-tax profit)	1,168,294,624	508,259,549	1,168,294,624	508,259,549
<b>Closing Balance</b>	<b>7,601,472,379</b>	<b>6,433,177,755</b>	<b>7,601,472,379</b>	<b>6,433,177,755</b>

#### 16.00 Other Reserves

Balance at the beginning of the period	47,000,000	47,000,000	47,000,000	47,000,000
Transfer to Reserve for CSR	60,000,000	-	60,000,000	-
	<b>107,000,000</b>	<b>47,000,000</b>	<b>107,000,000</b>	<b>47,000,000</b>

#### 17.00 Revaluation Reserve

<b>Revaluation of investment</b>	17.01	6,672,630,782	3,682,595,344	6,672,630,782	3,682,595,344
<b>Assets Revaluation Reserve</b>	17.02	21,495,933,277	21,495,933,277	21,495,933,277	21,495,933,277
		<b>28,168,564,059</b>	<b>25,178,528,621</b>	<b>28,168,564,059</b>	<b>25,178,528,621</b>

#### 17.01 Revaluation of investment

Balance at the beginning of the period	3,682,595,344	3,045,969,832	3,682,595,344	3,045,969,832
Add: Gain on Revaluation of Share	229,217,853	(395,316,143)	229,217,853	(395,316,143)
Add: Revaluation of HTM	662,252,459	7,966,839	662,252,459	7,966,839
Add: Revaluation of HFT	2,098,565,126	1,023,974,816	2,098,565,126	1,023,974,816
<b>Balance at the end of the period</b>	<b>6,672,630,782</b>	<b>3,682,595,344</b>	<b>6,672,630,782</b>	<b>3,682,595,344</b>

#### 17.02 Assets Revaluation Reserve

Balance at the beginning of the period	21,495,933,277	20,860,624,702	21,495,933,277	20,860,624,702
Addition during the year	-	9,469,132,866	-	9,469,132,866
Adjustment of Goodwill	-	(8,833,824,291)	-	(8,833,824,291)
<b>Balance at the end of the period</b>	<b>21,495,933,277</b>	<b>21,495,933,277</b>	<b>21,495,933,277</b>	<b>21,495,933,277</b>

\* Revaluation Reserve amounting Taka 8,833,824,291 has been adjusted with retained earning as per Bangladesh Bank approval no# DOS(BSS-1) 1163/96/2015/996 dated 24 February 2015



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
<b>18.00</b>	<b>Surplus in Profit and Loss Account/Retained Earnings</b>					
	Balance at the beginning of the period		(12,972,954,204)	(18,728,096,770)	(12,850,020,656)	(18,738,512,778)
	Less : Shortfall of amortization		-	-	-	-
	Add: Previous year adjustment of Goodwill	9.08.01	-	8,833,824,291	-	8,833,824,291
	Opening balance		<b>(12,972,954,204)</b>	<b>(9,894,272,479)</b>	<b>(12,850,020,656)</b>	<b>(9,904,688,487)</b>
	Profit during the year					
	Net Profit After Tax		5,978,338,561	3,446,803,502	6,054,643,525	3,580,184,237
	Transfer to Reserve for CSR		(60,000,000)	-	(60,000,000)	-
	Transfer to statutory reserve		(1,168,294,624)	(508,259,549)	(1,168,294,624)	(508,259,549)
			<b>4,750,043,937</b>	<b>2,938,543,953</b>	<b>4,826,348,901</b>	<b>3,071,924,688</b>
	<b>Total Retained Surplus</b>		<b>(8,222,910,266)</b>	<b>(6,955,728,526)</b>	<b>(8,023,671,755)</b>	<b>(6,832,763,800)</b>
	Intangible Assets Valuation Adjustment A/C		(6,574,320,716)	(6,574,320,715)	(6,574,320,716)	(6,574,320,715)
	Excess Others Provision (Amount transferred)		-	557,063,858	-	557,063,858
	Currency transaction differences		31,654	31,177	-	-
	Transfer to Reserve for Unforeseen Losses		-	-	-	-
	Issue of bonus share		-	-	-	-
	Balance at the end of the period		<b>(14,797,199,330)</b>	<b>(12,972,954,204)</b>	<b>(14,597,992,472)</b>	<b>(12,850,020,656)</b>

In terms of the decision taken in the meeting in the Ministry of Finance held on 24/03/2008, Sonali Bank Limited recognized Goodwill Taka 65,743,207,158 in 2007 and at the same time the fixed asset of the bank were revaluated and revaluation gain of Taka 8,833,824,291 has been shown in financial statements as asset revaluation reserve accordingly. As the Goodwill recognition and fixed assets revaluation were occurred in same accounting year, so there was a scope to adjust the goodwill against the revaluation gain as per para 45, 48 and 50 of BFRS-3 Business Combinations. But that time erroneously it was not happened, rather considering 10 years as a written off period of goodwill. Taka 39,448,124,324 were amortized in income statement of the bank from 2008 to 2013. To comply the respective para of BFRS-3, with the approval of Bangladesh Bank vide letter no. DOS(BSS-1) 1163/96/2015/996 dated 24 February 2015, bank's Financial Statements of 2014 have been prepared after adjusting revaluation reserve Taka 8,833,824,291. Subsequently, as per BAS-8 Accounting policies changes in accounting estimates and errors, the retained earnings, goodwill and the asset revaluation reserve balance have been restated.

#### 19.00 Contingent Liabilities & Commitments

Letters of guarantee	19.01	4,524,516,271	5,534,630,077	4,524,516,271	5,534,630,077
Irrevocable Letters of Credit	19.02	206,390,740,160	155,822,496,087	206,390,740,160	155,822,496,087
Bills for collection	19.03	19,014,481,583	14,445,669,241	19,014,481,583	14,445,669,241
		<b>229,929,738,014</b>	<b>175,802,795,405</b>	<b>229,929,738,014</b>	<b>175,802,795,405</b>

#### 19.01 Letters of guarantee

Claims lodged with the bank company, which is not recognized as loan,

Money for which the bank is contingently liable in respect of guarantee issued favoring

Directors or officers		-	-	-	-
Government		2,534,109,569	2,436,975,922	2,534,109,569	2,436,975,922
Banks and other financial institutions		233,577,582	211,906,415	233,577,582	211,906,415
Others		-	-	-	-
Domestic		1,445,514,476	2,145,719,552	1,445,514,476	2,145,719,552
Overseas		311,314,644	740,028,188	311,314,644	740,028,188
		<b>4,524,516,271</b>	<b>5,534,630,077</b>	<b>4,524,516,271</b>	<b>5,534,630,077</b>

#### 19.02 Irrevocable Letters of Credit

##### (i) Government

Domestic		184,918,295,850	129,933,909,353	184,918,295,850	129,933,909,353
Overseas		-	-	-	-
		<b>184,918,295,850</b>	<b>129,933,909,353</b>	<b>184,918,295,850</b>	<b>129,933,909,353</b>
Less: Margin		-	-	-	-
Sub Total		<b>184,918,295,850</b>	<b>129,933,909,353</b>	<b>184,918,295,850</b>	<b>129,933,909,353</b>

##### (ii) Bank and Other Financial Institutions

Domestic		882,446,900	612,613,000	882,446,900	612,613,000
Overseas		-	-	-	-
		<b>882,446,900</b>	<b>612,613,000</b>	<b>882,446,900</b>	<b>612,613,000</b>
Less: Margin		-	-	-	-
Sub Total		<b>882,446,900</b>	<b>612,613,000</b>	<b>882,446,900</b>	<b>612,613,000</b>

##### (iii) Others

Domestic		20,589,997,410	25,263,924,014	20,589,997,410	25,263,924,014
Overseas		-	12,049,720	-	12,049,720
		<b>20,589,997,410</b>	<b>25,275,973,734</b>	<b>20,589,997,410</b>	<b>25,275,973,734</b>
Less: Margin		-	-	-	-
Sub Total		<b>20,589,997,410</b>	<b>25,275,973,734</b>	<b>20,589,997,410</b>	<b>25,275,973,734</b>

#### Total of (i+ii+iii)

		<b>206,390,740,160</b>	<b>155,822,496,087</b>	<b>206,390,740,160</b>	<b>155,822,496,087</b>
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#### 19.03 Bills for collection

Bills for collection (Local)		570,864,000	853,511,500	570,864,000	853,511,500
Bills for collection (Foreign)		18,443,617,583	13,592,157,741	18,443,617,583	13,592,157,741
		<b>19,014,481,583</b>	<b>14,445,669,241</b>	<b>19,014,481,583</b>	<b>14,445,669,241</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>20.00</b>	<b>Income Statement</b>						
	<b>Income:</b>						
	Interest, discount and similar income	20.01	51,740,682,877	42,763,740,800	51,740,682,877	42,678,020,173	
	Dividend Income		1,297,031,588	655,882,992	1,292,102,150	653,161,375	
	Fees, commission and brokerage	20.02	8,777,757,402	6,864,468,390	8,567,245,567	6,664,458,341	
	Gains less Losses arising from dealing securities		-	-	-	-	
	Gains less Losses arising from investment securities		-	-	-	-	
	Gains less Losses arising from dealing in foreign currencies		1,934,304,616	2,128,151,505	1,934,304,616	2,128,151,505	
	Income from non-banking assets		-	-	-	-	
	Other operating income		1,174,530,294	1,524,260,175	1,173,998,471	1,523,623,735	
	Profit less Loss on interest rate changes		-	-	-	-	
			<b>64,924,306,777</b>	<b>53,936,503,862</b>	<b>64,708,333,681</b>	<b>53,647,415,129</b>	
	<b>Expenses:</b>						
	Interest, fee and commission		43,364,513,849	38,852,612,870	43,337,378,644	38,811,136,752	
	Losses on loans and advances/Assets (Intangible Assets)		6,574,320,716	6,574,320,716	6,574,320,716	6,574,320,716	
	Administrative expenses	20.03	9,853,904,824	9,176,583,263	9,668,906,468	8,987,307,615	
	Other operating expenses		2,772,605,210	2,528,649,267	2,762,920,637	2,519,982,568	
	Depreciation on banking assets		486,343,701	449,126,574	477,860,035	443,679,778	
			<b>63,051,688,300</b>	<b>57,581,292,689</b>	<b>62,821,386,500</b>	<b>57,336,427,427</b>	
<b>20.01</b>	<b>Interest, discount and similar income</b>						
	Interest income		29,903,879,988	27,888,109,928	29,903,879,988	27,802,389,301	
	Discount Income		-	-	-	-	
	Interest income on treasury bills, reverse repo, bonds		21,836,761,105	14,875,630,872	21,836,761,105	14,875,630,872	
	Interest on debenture		-41,784	-	41,784	-	
			<b>51,740,682,877</b>	<b>42,763,740,800</b>	<b>51,740,682,877</b>	<b>42,678,020,173</b>	
<b>20.02</b>	<b>Fee, commission and brokerage</b>						
	Fee		205,635,020	29,393,958	205,635,020	29,393,958	
	Commission		8,572,122,382	6,835,074,432	8,361,610,547	6,635,064,383	
	Brokerage		-	-	-	-	
			<b>8,777,757,402</b>	<b>6,864,468,390</b>	<b>8,567,245,567</b>	<b>6,664,458,341</b>	
<b>20.03</b>	<b>Administrative expenses</b>						
	Salaries and allowances		8,726,331,170	8,072,207,420	8,550,475,795	7,891,860,692	
	Rent, Taxes, Insurance, Electricity etc		783,794,718	799,889,146	775,904,540	792,475,557	
	Legal expenses		33,291,411	19,488,424	33,265,161	19,488,424	
	Postage, Stamps, Telecommunication etc		74,333,330	71,721,219	73,931,894	71,220,675	
	Stationery, Printing, Advertisement etc		219,299,789	198,000,722	218,921,922	197,614,185	
	Managing Directors' salary and fees		8,254,707	7,234,159	8,254,707	7,234,159	
	Directors' fees		5,689,683	5,316,805	5,304,933	4,744,805	
	Auditors' fees		2,910,016	2,725,368	2,847,516	2,669,118	
			<b>9,853,904,824</b>	<b>9,176,583,263</b>	<b>9,668,906,468</b>	<b>8,987,307,615</b>	
<b>21.00</b>	<b>Interest Income</b>						
	On Loan and Advances	21.01	26,933,022,005	26,890,187,682	26,823,367,824	26,800,292,582	
	Interest on balance with other banks and financial institutions	21.02	1,322,291,040	708,544,567	1,319,310,278	695,234,786	
	Interest received from foreign banks	21.03	-	85,867	-	85,867	
	Others	21.04	1,726,175,791	607,180,279	1,725,217,763	606,057,003	
	Interest Income of Indian operation		35,984,123	30,340,069	35,984,123	30,340,069	
			<b>30,017,472,959</b>	<b>28,236,338,464</b>	<b>29,903,879,988</b>	<b>28,132,010,307</b>	
	Less: Interest Income transferred to Interest Suspense A/C		45,875,627	348,228,536	-	329,621,006	
			<b>29,971,597,332</b>	<b>27,888,109,928</b>	<b>29,903,879,988</b>	<b>27,802,389,301</b>	
<b>21.01</b>	<b>Loan and Advances:</b>						
	<b>Loans</b>						
	On Demand		958,066,188	643,441,109	958,066,188	643,441,109	
	On Small Loan		41,775,711	53,193,363	41,775,711	53,193,363	
	On House Building Loan (General)		47,640,113	51,053,412	47,640,113	51,053,412	
	On House Building Loan (Staff)		1,677,336,147	1,604,586,006	1,677,336,147	1,604,586,006	
	On Other Staff Loan		130,350,325	103,933,167	130,350,325	103,933,167	
	On Loan Under SBICS (Project)		2,052,743,446	2,114,782,167	2,052,743,446	2,114,782,167	
	On External Credit		4,230,347	8,559,793	4,230,347	8,559,793	
	On Working Capital to Industries -Hypo		3,118,762,564	2,965,660,075	3,118,762,564	2,965,660,075	
	On Working Capital to Industries -Pledge		269,811,878	376,758,669	269,811,878	376,758,669	
	On Loan Under SB Agro based Ind Credit Scheme		415,611,746	453,952,383	415,611,746	453,952,383	
	On Working Capital to Agro based Ind -Hypo		1,056,428,286	894,083,249	1,056,428,286	894,083,249	
	On Working Capital to Agro based Ind -Pledge		533,738,009	665,192,435	533,738,009	665,192,435	
	On Agricultural Loan		2,538,856,338	2,246,731,357	2,538,856,338	2,246,731,357	
	On Micro Credit		730,822,712	641,138,667	730,822,712	641,138,667	
	On Loan against Imported Merchandise (LIM)		213,337,704	139,082,366	213,337,704	139,082,366	
	On Loan Against Trust Receipts (LTR)		4,490,698,215	5,754,514,357	4,490,698,215	5,754,514,357	
	On Force Loan against Back to Back L/C		686,558,764	468,057,977	686,558,764	468,057,977	
	On Bridge Finance		353,328,603	214,539,364	353,328,603	214,539,364	
	On Small Business Loan Scheme		77,017,291	72,753,333	77,017,291	72,753,333	
	On Special Small Loan Program		71,713,004	86,105,865	71,713,004	86,105,865	
	On Term Loan to Bank and NBFI		3,209,496	48,593,544	3,209,496	48,593,544	
	On Probasi Karmo Sangsthan Prokalpo		9,368,231	4,677,965	9,368,231	4,677,965	
	On Education Loan		970,360	1,678,380	970,360	1,678,380	
	On Foreign Education Loan		586,214	1,814,769	586,214	1,814,769	
	On Sonali Credit		68,789,868	2,137,099	68,789,868	2,137,099	
	On Lease Finance		4,144,176	13,912,867	4,144,176	13,912,867	
	On SME Finance(WC to Ind Serv Trad )		712,595,958	509,160,427	712,595,958	509,160,427	



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
	On SME Finance		514,762,332	379,173,506	514,762,332	379,173,506
	On Loan against Inland Bills		330,870,665	165,314,457	330,870,665	165,314,457
	On Term Loan to Freedom Fighter		7,942,866	4,187,419	7,942,866	4,187,419
	On Small Trading Loan		8,720,101	4,146,828	8,720,101	4,146,828
	On Loan for L/C WES		208,102	5,059,796	208,102	5,059,796
	Interest on portfolio loan to investors		109,654,181	89895100	-	-
			<b>21,240,649,941</b>	<b>20,787,871,271</b>	<b>21,130,995,760</b>	<b>20,697,976,171</b>
	<b>Cash Credit</b>					
	On Cash Credit General-Hypo		2,236,053,529	2,369,635,356	2,236,053,529	2,369,635,356
	On Cash Credit General-Pledge		1,278,052,805	1,307,491,137	1,278,052,805	1,307,491,137
	On Packing Cash Credit		161,167,001	165,926,880	161,167,001	165,926,880
			<b>3,675,273,335</b>	<b>3,843,053,373</b>	<b>3,675,273,335</b>	<b>3,843,053,373</b>
	<b>Overdraft</b>					
	On Overdraft Loan		1,695,639,211	1,371,210,558	1,695,639,211	1,371,210,558
			<b>1,695,639,211</b>	<b>1,371,210,558</b>	<b>1,695,639,211</b>	<b>1,371,210,558</b>
	<b>Bills Discounted &amp; Purchased</b>					
	On Payment against Document		290,974,576	756,798,395	290,974,576	756,798,395
	On Foreign Bills Purchased/Discounted-Clean		6,803,408	1,890,145	6,803,408	1,890,145
	On Foreign Bills Purchased/Documentary-Documentary		23,681,534	129,363,940	23,681,534	129,363,940
			<b>321,459,518</b>	<b>888,052,480</b>	<b>321,459,518</b>	<b>888,052,480</b>
			<b>26,933,022,005</b>	<b>26,890,187,682</b>	<b>26,823,367,824</b>	<b>26,800,292,582</b>
<b>21.02</b>	<b>Interest on balance held with other banks and financial institutions</b>					
	Interest on FDR with Other Bank		1,319,310,278	702,111,384	1,319,310,278	695,234,786
	Interest on STD with Other Bank		2,980,762	6,433,183	-	-
			<b>1,322,291,040</b>	<b>708,544,567</b>	<b>1,319,310,278</b>	<b>695,234,786</b>
<b>21.03</b>	<b>Interest received from foreign banks</b>					
	On B H W Foreign Bank		-	85,867	-	85,867
			-	<b>85,867</b>	-	<b>85,867</b>
<b>21.04</b>	<b>Others Interest income</b>					
	On Advance Rent		4,485,707	4,426,254	4,485,707	4,426,254
	On Interest Recovered from Interest Suspense A/c		11,272,935	2,852,457	11,272,935	2,852,457
	Interest Income from SECI		958,028	1,123,276	-	-
	On Interest Income		1,235,167,995	-	1,235,167,995	-
	On Money at Call		474,291,126	598,778,292	474,291,126	598,778,292
			<b>1,726,175,791</b>	<b>607,180,279</b>	<b>1,725,217,763</b>	<b>606,057,003</b>
<b>22.00</b>	<b>Interest paid on deposits and borrowings etc.</b>					
	Interest on Deposits	22.01	42,893,420,429	38,205,228,265	42,893,282,757	38,205,094,631
	Interest paid on Borrowings	22.02	112,870,903	363,323,201	85,779,620	335,980,467
	Interest on Foreign Banks Account	22.03	-	-	-	-
	Interest on others	22.04	288,819,273	254,388,333	288,913,023	240,388,583
	Interest paid on Deposit and borrowings of Indian operation		16,087,649	15,664,026	16,087,649	15,664,026
			<b>43,311,198,254</b>	<b>38,838,603,825</b>	<b>43,284,063,049</b>	<b>38,797,127,707</b>
<b>22.01</b>	<b>Interest paid on Deposits</b>					
	Fixed deposits		21,082,756,555	19,755,607,536	21,082,756,555	19,755,607,536
	Savings deposits		6,441,382,511	6,887,087,855	6,441,382,511	6,887,087,855
	Short term deposits		3,247,469,898	1,992,101,030	3,247,469,898	1,992,101,030
	Deposit pension scheme		97,986,064	182,544,803	97,986,064	182,544,803
	S B Special deposit & pension scheme		20,023,531	20,209,471	20,023,531	20,209,471
	Staff Provident fund		1,544,954,336	1,313,923,867	1,544,816,664	1,313,790,233
	External Credit (Exim Bank India)		123,586	20,280,514	123,586	20,280,514
	Foreign currency deposits		1,341,393	9,811,758	1,341,393	9,811,758
	Call deposit		1,048,026	126,646	1,048,026	126,646
	Sonali Deposit Scheme		696,554,550	626,831,941	696,554,550	626,831,941
	Education Deposit scheme		701,352,699	601,082,845	701,352,699	601,082,845
	Medicare Deposit Scheme		1,605,076,147	1,319,203,627	1,605,076,147	1,319,203,627
	Rural Deposit Scheme		227,246,815	197,866,349	227,246,815	197,866,349
	Monthly Earning Scheme		2,563,417,178	2,016,681,788	2,563,417,178	2,016,681,788
	School Banking Scheme		4,086,919	27,579,067	4,086,919	27,579,067
	Double Benefit Scheme		3,806,401,708	2,679,996,255	3,806,401,708	2,679,996,255
	Daily Profit Scheme		42,053,131	42,675,175	42,053,131	42,675,175
	Triple Benefit Scheme		144,691,015	44,840,303	144,691,015	44,840,303
	Millionaire Deposit Scheme		238,843,140	21,869,002	238,843,140	21,869,002
	Retirement Saving Scheme		62,048,918	71,748,061	62,048,918	71,748,061
	SB Retirement Saving Scheme		208,169,348	220,741,157	208,169,348	220,741,157
	Non Resident Deposit Scheme		7,445,135	9,241,612	7,445,135	9,241,612
	Asonali Krishak Saving Scheme		2,138,164	-	2,138,164	-
	Marriage Saving Scheme		146,809,662	143,177,603	146,809,662	143,177,603
			<b>42,893,420,429</b>	<b>38,205,228,265</b>	<b>42,893,282,757</b>	<b>38,205,094,631</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>22.02</b>	<b>Interest paid on Borrowings</b>						
	On Bangladesh Bank Demand Loan		46,742,433	49,578,627	46,742,433	49,578,627	
	Call Loan		-	8,168,056	-	8,168,056	
	REPO		39,037,187	278,233,784	39,037,187	278,233,784	
	Others		27,091,283	27,342,734	-	-	
			<b>112,870,903</b>	<b>363,323,201</b>	<b>85,779,620</b>	<b>335,980,467</b>	
<b>22.03</b>	<b>Interest paid on Foreign Banks Account</b>						
	On Foreign Bank A/C		-	-	-	-	
<b>22.04</b>	<b>Interest paid on others</b>						
	Charged on Written off Loan		12,205,630	-	12,205,630	-	
	Interest paid on CRR		-	213,888,453	-	213,888,453	
	Other Interest		276,613,643	40,499,880	276,707,393	26,500,130	
			<b>288,819,273</b>	<b>254,388,333</b>	<b>288,913,023</b>	<b>240,388,583</b>	
<b>23.00</b>	<b>Income From Investments</b>						
	Interest on Treasury Bill		6,026,671,252	3,492,521,271	6,026,671,252	3,492,521,271	
	Interest on Treasury Bond		15,204,563,090	11,178,279,920	15,204,563,090	11,178,279,920	
	Interest on Reverse Repo		605,526,763	204,829,681	605,526,763	204,829,681	
	On investment Income of Indian operation		7,413,661	7,641,722	7,413,661	7,641,722	
	Debenture		41,784	-	41,784	-	
	Capital gain/(loss) on sale of share (Own portfolio)		10,100,612	7,841,911	-	-	
	Dividend income & Others		1,297,031,588	655,882,992	1,292,102,150	653,161,375	
			<b>23,151,348,750</b>	<b>15,546,997,497</b>	<b>23,136,318,700</b>	<b>15,536,433,969</b>	
<b>24.00</b>	<b>Commission, Exchange and Brokerage</b>						
	Commission	24 01	8,572,004,244	6,834,129,840	8,361,492,409	6,634,119,791	
	Exchange	24 02	2,086,742,179	2,144,481,010	2,086,742,179	2,144,481,010	
	Brokerage		-	-	-	-	
	Commission, Exchange & Brokerage of Indian Operation		78,658,347	78,250,442	78,658,347	78,250,442	
			<b>10,737,404,770</b>	<b>9,056,861,292</b>	<b>10,526,892,935</b>	<b>8,856,851,243</b>	
<b>24.01</b>	<b>Commission</b>						
	<b>Commission A/C Cr. Balance</b>						
	On Foreign Bills Purchased/Negotiated		81,410,502	71,133,438	81,410,502	71,133,438	
	On Inland DD,MT,TT Issued/Cancelled		473,367,502	513,718,534	473,367,502	513,718,534	
	On Inland DD Purchased		85,557,873	30,407,647	85,557,873	30,407,647	
	On Govt. Receipts & Disbursement		2,116,737,352	1,917,494,600	2,116,737,352	1,917,494,600	
	On Commission on Inland L/C Opened		2,596,745,853	1,710,728,493	2,596,745,853	1,710,728,493	
	On Purchased & Sale of Shares/Securities		292,665,219	102,351,149	292,665,219	102,351,149	
	On Inland Bills & Cheque Collection		105,780,122	99,290,982	105,780,122	99,290,982	
	On Inland Bank Guarantee Issued		59,614,324	55,031,879	59,614,324	55,031,879	
	On Payment Order		266,346,211	242,103,380	266,346,211	242,103,380	
	ON Card & Underwriting Commission		14,963,914	22,738,623	13,215,963	21,384,623	
	On Incidental Charges & Settlement fees		202,283,086	141,019,257	173,438,706	117,689,687	
	On Lockers Fees, Profitable Management fees & Other fees		36,022,083	30,242,361	15,710,023	15,631,591	
	On Payment of Food Procurement Bills		168,808,565	149,389,809	168,808,565	149,389,809	
	On Army Pension		22,104,641	9,561,350	22,104,641	9,561,350	
	On Civil Pension		50,626,269	35,426,193	50,626,269	35,426,193	
	On Foreign DD,MT,TT Issued Cancelled		5,325,839	3,730,473	5,325,839	3,730,473	
	On Foreign DD Purchased/TT Collection		3,356,197	162,609	3,356,197	162,609	
	On Foreign L/C Opened		33,868,040	7,402,954	33,868,040	7,402,954	
	On Foreign Bills & Cheque Collection		1,211,350	1,383,849	1,211,350	1,383,849	
	On Foreign Bank Guarantee Issued		4,396,254	33,669,812	4,396,254	33,669,812	
	On Others		1,939,629,561	1,641,943,917	1,780,022,117	1,481,228,208	
	On Wage Earners Development Bond		11,301,625	16,143,123	11,301,625	16,143,123	
			<b>8,572,122,382</b>	<b>6,835,074,432</b>	<b>8,361,610,547</b>	<b>6,635,064,383</b>	
	<b>Less: Commission A/C Dr. Balance</b>						
	On Debt Recovery Agent		118,138	944,592	118,138	944,592	
	Paid to SECI		-	-	-	-	
			<b>118,138</b>	<b>944,592</b>	<b>118,138</b>	<b>944,592</b>	
			<b>8,572,004,244</b>	<b>6,834,129,840</b>	<b>8,361,492,409</b>	<b>6,634,119,791</b>	
<b>24.02</b>	<b>Exchange</b>						
	<b>Exchange gain</b>						
	Gain on F. Currency Transaction		1,933,145,597	2,134,387,332	1,933,145,597	2,134,387,332	
	Gain on F. Currency Revaluation		1,219,419	161,273	1,219,419	161,273	
	Gain on Others		205,635,020	29,393,958	205,635,020	29,393,958	
			<b>2,140,000,036</b>	<b>2,163,942,563</b>	<b>2,140,000,036</b>	<b>2,163,942,563</b>	
	<b>Less: Exchange Loss</b>						
	Foreign Currency Revaluation		60,400	6,397,100	60,400	6,397,100	
	Loss on Others		53,197,457	13,064,453	53,197,457	13,064,453	
			<b>53,257,857</b>	<b>19,461,553</b>	<b>53,257,857</b>	<b>19,461,553</b>	
			<b>2,086,742,179</b>	<b>2,144,481,010</b>	<b>2,086,742,179</b>	<b>2,144,481,010</b>	
<b>25.00</b>	<b>Other Operating Income</b>						
	Profit of Islamic windows		6,335,271	5,318,548	6,335,271	5,318,548	
	Profit of SB UK Ltd		483,314,396	-	483,314,396	-	
	Other operating income of Indian Operation		583,324	796,743	583,324	796,743	
	Rent Received		10,351,843	43,527,114	10,351,843	43,527,114	
	Gain on sales of assets		1,222,387	-	1,222,387	-	
	Cr. Balance of Postage & Other Charge		320,335,366	-	320,335,366	-	
	Return from Provision for Bonus		250,000,000	-	250,000,000	-	
	Sundries		102,387,707	1,474,617,770	101,855,884	1,473,981,330	
			<b>1,174,530,294</b>	<b>1,524,260,175</b>	<b>1,173,998,471</b>	<b>1,523,623,735</b>	



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>26.00</b>	<b>Salary &amp; Allowances*</b>						
	Salaries (Basic Pay, House Rent & Other Allowance)		6,833,442,607	6,039,521,851		6,662,404,233	5,862,759,954
	Contribution to Pension & Gratuity Fund		756,334,789	908,925,730		756,334,789	908,925,730
	Bank's contribution to provident fund		126,792,675	133,286,526		126,792,675	133,286,526
	Medical Attendance		292,059,796	313,365,053		292,059,796	313,365,053
	Incentive Bonus/Monetary benefit/Exgratia to Staff		4,258,460	3,233,102		-	-
	Bonus to Staff		629,084,730	588,520,474		629,084,730	588,520,474
	Overtime		41,362,874	40,007,485		41,136,955	39,805,756
	Employee Tax		332,622	150,000		-	-
	Salaries and allowances of Indian operation		42,662,617	45,197,199		42,662,617	45,197,199
			<b>8,726,331,170</b>	<b>8,072,207,420</b>		<b>8,550,475,795</b>	<b>7,891,860,692</b>
	*Basic Salary of CEO Tk 3,25,000 and Allowances Tk. 75,000 per month are included in salaries & allowances.						
<b>27.00</b>	<b>Rent, Tax, Insurance, Electricity, etc.</b>						
	Rent		363,723,769	337,815,398		356,658,637	331,077,909
	Taxes		19,761,062	64,622,531		19,761,062	64,622,531
	Service Charge of premises		168,000	168,000		-	-
	Insurance		265,420,316	282,750,041		265,370,398	282,684,548
	Power and electricity		122,587,136	101,178,433		121,980,008	100,735,826
	Rent, taxes, insurance, electricity etc. of Indian operation		12,134,435	13,354,743		12,134,435	13,354,743
			<b>783,794,718</b>	<b>799,889,146</b>		<b>775,904,540</b>	<b>792,475,557</b>
<b>28.00</b>	<b>Legal expenses</b>						
	Law charges		33,097,140	19,328,741		33,070,890	19,328,741
	Law charges of Indian operation		194,271	159,683		194,271	159,683
			<b>33,291,411</b>	<b>19,488,424</b>		<b>33,265,161</b>	<b>19,488,424</b>
<b>29.00</b>	<b>Postage, Stamps, Telecommunication</b>						
	Postage & Telegram, telex and fax etc		4,822,216	8,879,084		4,785,705	8,856,454
	Stamp		1,165,677	769,108		950,597	450,768
	Telephone		65,398,270	59,096,381		65,248,425	58,936,807
	Postage, stamps, telecommunication of Indian operation		2,947,167	2,976,646		2,947,167	2,976,646
			<b>74,333,330</b>	<b>71,721,219</b>		<b>73,931,894</b>	<b>71,220,675</b>
<b>30.00</b>	<b>Printing, Stationery, Advertisement, etc.</b>						
	Stationery & printing		170,437,494	159,786,456		170,135,892	159,538,491
	Advertisement		48,081,331	37,250,854		48,005,066	37,112,282
	Stationery, printing and advertisement etc. of Indian operation		780,964	963,412		780,964	963,412
			<b>219,299,789</b>	<b>198,000,722</b>		<b>218,921,922</b>	<b>197,614,185</b>
<b>31.00</b>	<b>Chief executive's salary and fees</b>						
	Chief executive's salary and fees		4,800,000	4,800,000		4,800,000	4,800,000
	Chief executive's salary and fees of Indian operation		3,454,707	2,434,159		3,454,707	2,434,159
			<b>8,254,707</b>	<b>7,234,159</b>		<b>8,254,707</b>	<b>7,234,159</b>
<b>32.00</b>	<b>Directors' Fees &amp; Honorium*</b>						
	Directors' fees & Honorium		5,684,793	5,303,750		5,300,043	4,731,750
	Directors' fees of Indian operation		4,890	13,055		4,890	13,055
			<b>5,689,683</b>	<b>5,316,805</b>		<b>5,304,933</b>	<b>4,744,805</b>
	*Each Director is paid Tk 5000 per meeting per attendance as per Bangladesh Bank's BRPD Circular no 03 dated 18 January 2010.						
<b>33.00</b>	<b>Auditors' fees</b>						
	Statutory Audit fee		2,292,500	2,206,250		2,230,000	2,150,000
	Audit fee of Indian operation		617,516	519,118		617,516	519,118
			<b>2,910,016</b>	<b>2,725,368</b>		<b>2,847,516</b>	<b>2,669,118</b>
<b>34.00</b>	<b>Depreciation and Repairs at Bank's Property</b>						
	Depreciation						
	<b>A) Premises (Including Land &amp; Building)</b>						
	Premises		30,993,326	29,972,773		30,993,326	29,972,773
	Building		-	-		-	-
			<b>30,993,326</b>	<b>29,972,773</b>		<b>30,993,326</b>	<b>29,972,773</b>
	<b>B) Dead stock</b>						
	Furniture		72,272,201	65,326,990		71,834,625	64,370,478
	Electric Installation		113,624,717	114,264,522		108,026,121	111,334,587
	Computer		214,154,317	194,287,449		212,706,823	193,367,099
	Type Writer Machine		1,446,834	1,158,010		1,446,834	1,158,010
	Motor Car & Other Vehicle		51,831,808	42,526,378		50,831,808	41,886,378
	Library		276,539	266,933		276,539	266,933
			<b>453,606,416</b>	<b>417,830,282</b>		<b>445,122,750</b>	<b>412,383,485</b>
	Kolkata Branch		1,743,959	1,214,666		1,615,020	1,214,666
	Siliguri Branch		-	108,854		128,939	108,854
			<b>1,743,959</b>	<b>1,323,520</b>		<b>1,743,959</b>	<b>1,323,520</b>
			<b>486,343,701</b>	<b>449,126,574</b>		<b>477,860,035</b>	<b>443,679,778</b>
	<b>Repairs:</b>						
	Repairs to Bank's Assets		87,462,927	67,657,910		85,827,998	66,089,747
	Repairs to Bank's assets of Indian operation		211,719	173,105		211,719	173,105
			<b>87,674,646</b>	<b>67,831,015</b>		<b>86,039,717</b>	<b>66,262,852</b>
			<b>574,018,347</b>	<b>516,957,589</b>		<b>563,899,752</b>	<b>509,942,630</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2014	2013 (Restated)	2014	2013 (Restated)	
<b>35.00</b>	<b>Other expenses</b>						
	Repairs to Rented Property		6,418,980	1,347,228	6,418,980	1,347,228	
	Consultant fees & Bank Charge		3,192,213	2,613,182	-	-	
	Books and News Paper		20,849,717	20,348,349	20,710,028	20,215,190	
	Pay of Police guards.		357,165,117	276,729,971	357,165,117	276,729,971	
	Motor Car Running and Maintenance		104,115,041	99,342,684	104,115,041	99,342,684	
	Entertainment		48,491,638	49,952,989	47,966,568	49,548,035	
	Sundries		652,214,649	573,362,564	652,214,649	573,362,564	
	Traveling Expenses & VAT Expenses		185,622,346	161,059,810	184,903,311	160,448,825	
	Lunch Subsidy		867,693,916	886,159,581	866,474,076	884,886,051	
	Donation/Subscription		31,684,033	28,192,040	31,520,488	27,975,060	
	Liveries to Staff		18,015,093	20,062,276	18,015,093	20,062,276	
	Sports		2,799,467	8,190,533	2,799,467	8,190,533	
	Corporate Social Responsibilities		100,000	-	-	-	
	CSR		45,229,748	25,420,545	45,229,748	25,420,545	
	Cash Transportation		67,433,011	53,880,628	67,433,011	53,880,628	
	Business Development & computer Software		37,410,453	41,973,392	36,516,813	41,249,902	
	Death relief Grant fund		11,388,200	10,075,000	11,388,200	10,075,000	
	Honorarium to staff		4,408,979	4,206,793	4,408,979	4,206,793	
	Generator Maintenance		54,222,225	59,003,946	54,222,225	59,003,946	
	Staff welfare & Miscellaneous Expenses		10,911,994	10,794,517	9,815,382	9,672,261	
	Operation & Maintenance Cost of Executive Car Loan		114,787,650	116,958,709	114,787,650	116,958,709	
	Provisioning expenses of NOSTRO A/C		19,325,000	2,818,917	19,325,000	2,818,917	
	Recreation Expenses		14,142,417	-	14,142,417	-	
	Other expenses of Indian operation		7,308,677	8,324,598	7,308,677	8,324,598	
			<b>2,684,930,564</b>	<b>2,460,818,252</b>	<b>2,676,880,920</b>	<b>2,453,719,716</b>	
<b>36.00</b>	<b>Provision Against Loans and Advances</b>						
	Provision for Classified Loans & Advances		391,244,902	378,474,483	287,620,551	238,068,986	
	Provision for Unclassified Loans and Advances		(287,620,551)	(76,300,000)	(287,620,551)	(76,300,000)	
	Total amount of provision made during the year		<b>103,624,351</b>	<b>302,174,483</b>	<b>-</b>	<b>161,768,986</b>	
<b>37.00</b>	<b>Provision for diminution in value of investment</b>						
	<b>Dealing securities</b>						
	Quoted		19,624,608	29,141,673	-	-	
	Unquoted		-	-	-	-	
	<b>Investment securities</b>						
	Quoted		-	-	-	-	
	Unquoted		-	-	-	-	
			<b>19,624,608</b>	<b>29,141,673</b>	<b>-</b>	<b>-</b>	
<b>38.00</b>	<b>Other provisions</b>						
	Provision for other assets		554,342,806	(1,948,257,497)	554,342,806	(1,948,257,497)	
	Provision against Off Balance Sheet exposure	38.01	541,269,426	(231,336,098)	541,269,426	(231,336,098)	
	Provision for City Corp. Bond		46,062,591	-	46,062,591	-	
	Provision for NOSTRO A/C		-	122,529,737	-	122,529,737	
	Provision for loss on Revaluation of Foreign Currency held		-	-	-	-	
	Provision for Bonus & Exgratia		1,500,000,000	1,500,000,000	1,500,000,000	1,500,000,000	
	Provision for loss of Sonali Polaries FT Ltd.		64,191,963	-	64,191,963	-	
	Other provisions of Indian operation		-	-	-	-	
			<b>2,705,866,786</b>	<b>(557,063,858)</b>	<b>2,705,866,786</b>	<b>(557,063,858)</b>	
	Less: Amount transfer to note no. 18 for 2013 as per Bangladesh Bank instruction.		-	(557,063,858)	-	(557,063,858)	
			<b>2,705,866,786</b>	<b>-</b>	<b>2,705,866,786</b>	<b>-</b>	
<b>38.01</b>	<b>Provision against Off Balance Sheet exposure charge 1% of total off balance sheet exposure.</b>						
<b>39.00</b>	<b>Cash Received from Other Operating Activities</b>						
	Exchange		2,132,147,432	2,164,448,319	2,132,147,432	2,164,448,319	
	Other operating income		1,173,998,471	1,523,623,735	1,173,998,471	1,523,623,735	
			<b>3,306,145,903</b>	<b>3,688,072,054</b>	<b>3,306,145,903</b>	<b>3,688,072,054</b>	
<b>40.00</b>	<b>Payment for Other Operating Activities</b>						
	Rent		(373,767,782)	(332,337,011)	(373,767,782)	(332,337,011)	
	Taxes		(20,666,428)	(63,086,805)	(20,666,428)	(63,086,805)	
	Insurance		(265,981,048)	(282,684,548)	(265,981,048)	(282,684,548)	
	Rent, Taxes Insurance of Indian operation		(12,134,435)	(13,354,743)	(12,134,435)	(13,354,743)	
	Law Charges		(32,796,433)	(17,422,033)	(32,796,433)	(17,422,033)	
	Postage		(6,226,189)	(8,937,639)	(6,226,189)	(8,937,639)	
	Stamp		(950,597)	(450,768)	(950,597)	(450,768)	
	Telephone		(64,544,546)	(58,936,807)	(64,544,546)	(58,936,807)	
	Postage,Stamp,Telephone of Indian operation		(2,947,167)	(2,976,646)	(2,947,167)	(2,976,646)	
	Auditors' Fees		(2,847,516)	(2,669,118)	(2,847,516)	(2,669,118)	
	Advertisement		(39,707,629)	(37,112,282)	(39,707,629)	(37,112,282)	
	Stationery, Printing Advertisement of Indian operation		(780,964)	(963,412)	(780,964)	(963,412)	
	Director Fees		(5,304,933)	(4,744,805)	(5,304,933)	(4,744,805)	
	Repairs to Bank's Property		(85,827,998)	(66,262,852)	(85,827,998)	(66,262,852)	
	Depreciation		(478,071,754)	(443,679,778)	(478,071,754)	(443,679,778)	
	Repairs to rented property		(6,418,980)	(1,347,228)	(6,418,980)	(1,347,228)	
	Pay of Police Guards		(357,165,117)	(276,729,971)	(357,165,117)	(276,729,971)	



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
	Motor Car Running		(132,902,736)	(99,342,684)	(132,902,736)	(99,342,684)
	Executive Car Loan		(114,787,650)	(116,958,709)	(114,787,650)	(116,958,709)
	Entertainment		(47,966,568)	(49,548,035)	(47,966,568)	(49,548,035)
	Sundries		(1,211,418,581)	(575,090,157)	(1,211,418,581)	(575,090,157)
	Traveling Expenses		-184,606,325	(160,448,825)	(184,606,325)	(160,448,825)
	Lunch Subsidiy		-866,474,076	(884,886,052)	(866,474,076)	(884,886,052)
	Donation		(31,520,488)	(27,975,060)	(31,520,488)	(27,975,060)
	Liveries to Staff		(18,015,093)	(20,062,276)	(18,015,093)	(20,062,276)
	Sports		(2,799,468)	(8,190,533)	(2,799,468)	(8,190,533)
	Cash transportation		(67,433,011)	(53,880,628)	(67,433,011)	(53,880,628)
	Generator Maintenance		(54,222,225)	(59,003,946)	(54,222,225)	(59,003,946)
	CSR		(45,229,748)	(25,420,545)	(45,229,748)	(25,420,545)
	Adjusting A/C		74,423,905	-	74,423,905	-
	Provisioning Expenses to NOSTRO A/C		(19,325,000)	(2,818,917)	(19,325,000)	(2,818,917)
	Business Development		(36,516,813)	(41,249,902)	(36,516,813)	(41,249,902)
	Death Relief Grant Scheme		(11,388,200)	(10,075,000)	(11,388,200)	(10,075,000)
	Recreation Expenses		(14,142,417)	-	(14,142,417)	-
	Other expenses of Indian operation		(7,308,677)	(8,324,598)	(7,308,677)	(8,324,598)
			<b>(4,547,772,687)</b>	<b>(3,756,972,313)</b>	<b>(4,547,772,687)</b>	<b>(3,756,972,313)</b>

#### 41.00 Increase / (Decrease) of Other Assets

Investment in SECI	(180,500)	-	(180,500)	-
Long term Loan to Subsidiary Company(SECI)	(275,500)	2,921,750	(275,500)	2,921,750
Long term Loan to SIL Dhaka.	170,000,000	-	170,000,000	-
Stamps in hand	(2,362,055)	236,615,876	(2,362,055)	236,615,876
Stationery in hand	11,930,090	4,004,270	11,930,090	4,004,270
Advance Rent	10,855,423	(123,809,095)	10,855,423	(123,809,095)
Branch Adjustment	(822,805,108)	9,813,021,021	(822,805,108)	9,813,021,021
Suspense account	(1,008,485,157)	233,892,676	(1,008,485,158)	233,892,676
Draft Payable account (Ex-Advice)	77,984,809	324,274,103	77,984,809	324,274,103
Govt. Draft Payable Account (Ex-Advice)	2,528,009	54,243,610	2,528,009	54,243,610
Protested Bills	(14,124,963)	(6,386,479)	(14,124,963)	(6,386,479)
Wage Earners' Fund Purchased Adj. A/C	(3,849,851,072)	316,619,302	(3,849,851,072)	316,619,302
Agri-Loan Other Exp. Exemption A/C-2004	(711,879)	7,617,811	(711,879)	7,617,811
Agri-Loan Interest Exemption A/C-2004	104,875	267,778	104,875	267,778
BRDB TCCA Crop Loans Penal Int. Exemption	98,074,453	-	98,074,453	-
BRDB UCCA Crop Loans Exemption	84,247,526	-	84,247,526	-
Income Tax Deducted at source	278,518,527	(719,256,768)	278,518,527	(719,256,768)
Settlement Account (Islamic)	(17,584,202)	(17,151,379)	(17,584,202)	(17,151,379)
Demand Drafts purchased	(87,241,371)	137,186,156	(87,241,371)	137,186,156
Pension Bill Purchased	-	7,318,609,408	-	7,318,609,408
Pension Bill Purchased(Army)	1,627,893,952	(6,928,772,829)	1,627,893,952	(6,928,772,829)
Pension Bill Purchased(Civil)	(218,063,893)	(755,585,875)	(218,063,893)	(755,585,875)
PSP/BSP Encashment	(411,332,141)	603,891,666	(411,332,141)	603,891,666
Agri- Exemption A/C Affected By River Erosion	540,223	125,297,377	540,223	125,297,377
UCCA Loan Remission for River Erosion	271,519	(93,671,409)	271,519	(93,671,409)
NRT A/C Dr. Balance	(2,148,880,952)	(134,668,295)	(2,148,880,952)	(134,668,295)
Security Margin	(745,396)	-	(745,396)	-
Army Pension Bill Purchased A/C New	(2,759,698,377)	-	(2,759,698,377)	-
BRDB TCCA Crop Loans Penal Int. Exemption	300,000,000	-	300,000,000	-
Overseas Branches	(207,052,772)	(13,654,633)	(207,052,771)	(13,654,633)
	<b>(8,886,445,932)</b>	<b>10,385,506,042</b>	<b>(8,886,445,932)</b>	<b>10,381,902,042</b>

#### 42.00 Increase / (Decrease) of Other Liabilities

##### Closing other liabilities:

Provision for Classified Loans	(17,949,540,551)	(909,225,418)	(17,949,540,551)	(909,225,418)
Provision for Un-Classified loans	-	-	-	-
Interest Suspense	(1,425,327,894)	3,831,228,897	(1,425,327,894)	3,831,228,897
Branch Adjustment	-	(6,157,303,102)	-	(6,157,303,102)
Provision for Other Assets	(270,284)	(484,848)	(270,284)	(484,848)
Provision for Commission Receivable	-	-	-	-
Sonali Bank Employees' Pension fund	(359,078,247)	236,372,210	(359,078,247)	236,372,210
Sonali Bank Employees' PDCR Benefit fund	(4,830,943,954)	(1,333,795,926)	(4,830,943,954)	(1,333,795,926)
Adjusting A/C Cr. Balance	-	(91,536,098)	-	(91,536,098)
Sundry Deposits(H.O)	358,514,037	1,314,791,817	358,514,037	1,314,791,817
Provision for Bonus/Exgratia	(1,554,012,066)	(1,080,374,805)	(1,554,012,066)	(1,080,374,805)
Provision for NOSTRO A/C	15,455,000	-	15,455,000	-
Interest Reserve against Agri-Loan Interest Exemption 2004	(45,278,572)	-	(45,278,572)	-
Balance in F.C Clearing Account	21,993,307	(14,416,171,204)	21,993,307	(14,416,171,204)
Balance Held with Foreign Bank abroad (Cr Balance)	324,992,987	(894,492,964)	324,992,987	(894,492,964)



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2014	2013 (Restated)	2014	2013 (Restated)
	Asian Clearing Union (NOSTRO)		-	(419,647,393)	-	(419,647,393)
	Sirajganj Integrated Rural Development Fund		624,680	624,680	624,680	624,680
	Foreign Currency Fund Purchased A/C		3,479,065,812	(162,669,463)	3,479,065,812	(162,669,463)
	Loan from IDA Credit No. 765 BD.		-	-	-	-
	Foreign Correspondent Charges		(5,544,608)	(2,553,759)	(5,544,608)	(2,553,759)
	Exporter Foreign Currency Retention Quota		(146,380,381)	171,156,806	(146,380,381)	171,156,806
	Agro Based Industrial & Technology Dev. Proj.		(91,488,558)	(16,840)	(91,488,558)	(16,840)
	Rebate A/C of Term Loans to NBF1		(8,404,322)	2,338,042	(8,404,322)	2,338,042
	Operational A/C RD-9		(8,568,827)	-	(8,568,827)	-
	I.D.A. Credit 3917 B D		9,336,441	10,213,200	9,336,441	10,213,200
	BRDB/UCCA Crop Loan Intt & P.Intt. Reserve A/C -1994		-	(6,339,068)	-	(6,339,068)
	BRDB/UCCA Crop Loan Intt Reserve A/C -2001		(98,074,453)	-	(98,074,453)	-
	BRDB/UCCA Crop Loan Intt & P.Intt. Reserve A/C -2007		(84,247,526)	-	(84,247,526)	-
	CSR		-	(26,305,768)	-	(26,305,768)
	Asian Clearing Union (VOSTRO)		(39,632,608)	(8,385,752)	(39,632,608)	(365,292,171)
	Difference of other reserve		2,990,035,438	-	2,990,035,438	-
	Overseas Branches		207,530,079	(34,036,889)	207,530,079	20,241,536
			<b>(19,239,245,070)</b>	<b>(19,976,613,645)</b>	<b>(19,239,245,070)</b>	<b>(20,279,241,639)</b>

#### 43.00 Cash and cash equivalents

Cash in hand (Including foreign currency)	6,866,617,665	9,201,593,012	6,866,617,665	9,201,593,012
Cash at Bank	293,156,107	287,713,777	-	-
Balance with Bangladesh Bank	46,515,456,480	40,289,900,630	46,515,456,480	40,289,900,630
Money at call on short notice	9,225,582,000	4,461,595,150	9,225,582,000	4,461,595,150
Balance held with other bank	39,838,384,042	17,760,332,986	39,838,384,042	17,760,332,986
Govt. treasury bills	79,355,903,279	97,254,686,354	79,355,903,279	97,254,686,354
Prize bonds in hand	115,501,476	103,684,910	115,501,476	103,684,910
	<b>182,210,601,049</b>	<b>169,359,506,819</b>	<b>181,917,444,942</b>	<b>169,071,793,042</b>

#### 44.00 Earnings per Share (EPS):

Net profit after tax	5,978,338,561	3,446,803,502	6,054,643,525	3,580,184,237
Weighted average number of ordinary shares outstanding	188,473,973	112,500,000	188,473,973	112,500,000
Earnings per share (EPS)	<b>31.72</b>	<b>30.64</b>	<b>32.12</b>	<b>31.82</b>

#### 44.01 Weighted average number of ordinary shares outstanding

112,500,000 Ordinary shares outstanding for 365 days	112,500,000	112,500,000	112,500,000	112,500,000
199,500,000 Ordinary shares outstanding for 139 days*	75,973,973	-	75,973,973	-
	<b>188,473,972.60</b>	<b>112,500,000</b>	<b>188,473,973</b>	<b>112,500,000</b>

\*Sonali Bank Limited issued 199,500,000 as right share in favor of Government against receiving Taka 19,950,000,000 from Government on 13 August 2014.



#### 45 Committee

Audit Committee of Sonali Bank Limited has been constituted by the Board of Directors as per BRPD Circular No. 12 dated 23 December 2002 comprising the following members:

Sl. No.	Name	Status in the Bank	Status with the committee	Educational qualification
1)	Mr. Ranjit Kumar Chakraborty	Director	Chairman	M.Com (Accounting)
3)	Mr. Shekhar Dutta	Director	Member	M.Sc. (Physics)
4)	Mr. Md. Shaheb Ali Mridha	Director	Member	B.Sc (Hons.) , M.Sc (Physics)
5)	Mr. Kazi Tariqul Islam	Director	Member	M.Sc. (Physics)

#### Duties and Responsibilities of the Audit Committee:

- i) To Evaluate internal control, risk management, computerization and system of MIS of the bank
- ii) To review annual financial statements of the bank and exchange views with external auditors and Bank management in the regard.
- iii) To consider if the recommendations made by internal & External Auditors are in order to develop internal control strategy by the Bank Management.
- iv) To review as to whether the rules and regulation made by controlling authorities like Bangladesh Bank and other regulatory bodies are duly followed.
- v) To appraise the Bank's Board of Directors regarding Lapses and errors/ Frauds & Forgeries/ other irregularities detected by internal auditors, external auditors & Bangladesh Bank inspection team and corrective measures taken for the purpose of effective control.

During the year 2014 the Audit Committee has conducted 16 (Sixteen) meetings in which, among others, the following issues were discussed:

- i) Comprehensive inspection reports of Bangladesh Bank including status of Compliance thereof.
- ii) Inspection reports of branches/Head Office conducted by Bank's internal inspection team.
- iii) Financial Statements of the Bank
- iv) Half yearly accounts of 2014 of the bank
- v) Status of compliance of different rules and regulations

Annual financial statements have been discussed with the External Auditors in the Audit Committee meeting held on 29 March 2015.

#### 46 Related Party Disclosures

Name of the Board of Directors and the entities in which they had interest as at 31 December 2014

SL. No	Name	Status with the Bank	Name of the firms/Companies in which interested as proprietor, partner, director, managing agent, guarantor, employee etc.	Position	No. of Shares
1	DR. A. H. M. HABIBUR RAHMAN	Chairman & Director	H. R. Textile Mills Limited	Director	1
2	MR. RANJIT KUMAR CHAKRABORTY	Director	Nil		1
3	MR. MD. NAZIBAR RAHMAN	Director	a) Ushan Enterprise -Managing Partner b) Advanced Care-Managing Director	Managing Partner Managing Director	1
4	MR. SHEKHAR DUTTA	Director	Moni Singh Fharhad Smriti Trust	-	1



5	MRS. SELIMA AHMAD	Director	a) Nita Co. Ltd. b) Nitol Motors Ltd. c) Nalita & Co. Ltd. d) Niloy Motors Ltd. e) Autoland (Pvt.) Ltd. f) Nitol Construction (Pvt.) Ltd. g) Nitol Cement Inds Ltd. h) Nitol Sugar Mills Ltd. i) Nitol Tyre Industry (Pvt.) Ltd. j) Bangla Phone Ltd. k) Niloy Cement Clinkersation Inds. l) Nisa Steel (Pvt.) Ltd. m) Nitol Insurance Co. Ltd. Listed Co. n) FAS Finance & Investment Ltd. o) Niloy Cement Inds. Ltd. Listed Co.	Shareholder	1
6	MR. MD. MAHBOOB HOSSAIN	Director	Nil		1
7	MR. MD.SHAHEB ALI MRIDHA	Director	Nil		1
8	MR. KAZI TARIQUL ISLAM	Director	Nil		1
9	MR.MD. ENAMUL HAQUE CHOWDHURY	Director	Nil		1
10	MR. A.K.M REZAUR RAHMAN	Director	Nil		1

#### 47 Related party/(ies) transaction

The bank generally carried out transactions in the ordinary course of its business at arm's length at commercial rate as per agreements with different related parties. The bank also renders services to the Government in various forms, which are not quantified. However, as of the date of the financial statements the Bank had no transactions with the Director of the Bank as a related party. During the year, the bank had some quantified transactions with the Government (Sponsor/Share holder) as defined on BRPD Circular no14 issued by the Bangladesh Bank on 25 March 2003 are listed below:

Name of the Related Party	Related by	Status with the Related Party	Transaction Outstanding Balance (Million)	Remarks
Government (Note-19.1.)	Sponsor/Share holder	Concerned Department of the Government	2,534.10	Letter of Guarantee
Government (Note-19.2.)	Sponsor/Share holder	Concerned Department of the Government	184,918.30	Letter of Credit
Jatio Shanchaya Bureau (Note-9.8)	Sponsor/Share holder	Concerned Department of the Government	1,100.63	PSB/BSP Encashment
Government (Note-9.8.)	Sponsor/Share holder	Concerned Department of the Government	7,346.31	Pension bills(Army)
Government (Note: 9.8)	Sponsor/Share holder	Concerned Department of the Government	275.97	Pension bills(Army) New
Power Development Board	Sponsor/Share holder	Concerned Department of the Government	33,516.00	Non Funded Loan
Bangladesh Petroleum Corp.	Sponsor/Share holder	Concerned Department of the Government	24,850.10	Funded & Non Funded Loan
Bangladesh Agricultural Development Corp	Sponsor/Share holder	Concerned Department of the Government	1,398.95	Loan
Bangladesh Sugar & Food Ind. Corp	Sponsor/Share holder	Concerned Department of the Government	23,821.80	Loan
Electric Generation Company Ltd.	Sponsor/Share holder	Concerned Department of the Government	11,566.20	Non Funded Loan
Directorate of Food, Food Ministry	Sponsor/Share holder	Concerned Department of the Government	4,845.80	Funded & Non Funded Loan



Name of the Related Party	Related by	Status with the Related Party	Transaction Outstanding Balance (Million)	Remarks
Bangladesh Navy	Sponsor/Share holder	Concerned Department of the Government	12,871.20	Non Funded Loan
Bangladesh Chemical Industries Crop.	Sponsor/Share holder	Concerned Department of the Government	24,493.10	Funded & Non Funded Loan
Bangladesh Railway	Sponsor/Share holder	Concerned Department of the Government	7,197.10	Non Funded Loan
Bangladesh Water Dev. Board	Sponsor/Share holder	Concerned Department of the Government	9,078.80	Funded & Non Funded Loan
Bangladesh Atomic Energy Commission	Sponsor/Share holder	Concerned Department of the Government	33,943.00	Non Funded Loan
All Directorates & Department	Sponsor/Share holder	Concerned Department of the Government	6,089.90	Non Funded Loan
Sonali Exchange Co. N.Y. (note 9.1)	The Bank	Subsidiary Company	74.72	Investment
Sonali Exchange Co. N.Y. (note 9.1)	The Bank	Subsidiary Company	113.50	Loan
Sonali Investment LTD. (note 9.1)	The Bank	Subsidiary Company	2,000.00	Investment
Sonali Investment LTD. (note 9.1)	The Bank	Subsidiary Company	-	Loan
Sonali Polaries FT Ltd.	The Bank	Associate	29	Investment
Sonali Bank (U.K.) Ltd (note 6.2)	The Bank	Associate	1,549.02	Investment

**48 Event after the Balance Sheet date**

No circumstances have arisen since the Balance Sheet date, which would require any adjustments or disclosure to be made in the Financial Statements.



## 1. Balance with Bangladesh Bank and its agent bank(s)

## a) Balance held with Bangladesh Bank (Local Currency), Bangladesh Bank Statement 2014

No.	Particulars	Amounts
1	Head Office	32,306,185,976
2	Local Office	9,167,359,709
3	Barisal Corporate Branch	65,460,247
4	Bogra Corporate Branch	62,335,231
5	Laldighi Corporate Branch	166,634,744
6	Khulna Corporate Branch	92,493,270
7	Rangpur Corporate Branch	134,593,149
8	Rajshahi Corporate Branch	149,775,613
9	Sylhet Corporate Branch	26,547,271
	<b>Total</b>	<b>42,171,385,210</b>

## b) Balance held with Bangladesh Bank (Local Currency), Sonali Bank Statement 2014

No.	Particulars	Amounts
1	Head Office	33,318,370,870
2	Local Office	10,962,514,739
3	Barisal Corporate Branch	65,086,627
4	Bogra Corporate Branch	61,978,327
5	Laldighi Corporate Branch	371,584,575
6	Khulna Corporate Branch	72,735,941
7	Rangpur Corporate Branch	129,192,827
8	Rajshahi Corporate Branch	136,248,139
9	Sylhet Corporate Branch	45,962,836
	<b>Total</b>	<b>45,163,674,881</b>

## b. Balance with Bangladesh Bank in Foreign Currency

Currencies	Amount in 2014	Exchange Rate (Average at BDT)	Amount Taka	2014 Total
USD	16,959,742.04	77.95	1,322,011,892	1,322,011,892
GBP	143,166.72	120.92	17,312,264	17,312,264
EURO	121,660.92	94.72	11,523,357	11,523,357
YEN	1,446,177.00	0.65	934,086	934,086
				<b>1,351,781,599</b>



**2.00 Held to Maturity (HTM)**

2014 Taka	2013 Taka
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**Treasury Bill**

91 days Treasury Bill	24,545,874,874	-
182 days Treasury Bill	3,727,861,070	-
364 days Treasury Bill	10,577,970,104	-
<b>Total</b>	<b>38,851,706,048</b>	-

**Bond / Other securities**

2 years BGTB	10,597,923,601	-
5 years BGTB	18,455,375,734	8,617,700,000
10 years BGTB	29,037,902,292	25,135,511,768
15 years BGTB	9,259,944,430	7,541,300,000
20 years BGTB	8,467,739,398	6,197,400,000
BPC	55,164,700,000	58,164,700,000
25 years	596,933,000	759,737,000
BJMC	6,425,000,000	6,425,000,000
<b>Total</b>	<b>138,005,518,455</b>	<b>112,841,348,768</b>

**Held for Trading (HFT)****Treasury Bill**

91 days Treasury Bill	18,013,047,808	24,933,792,039
182 days Treasury Bill	1,780,967,916	39,377,082,566
364 days Treasury Bill	20,710,181,509	32,943,811,906
<b>Total</b>	<b>40,504,197,233</b>	<b>97,254,686,511</b>

**Bond**

2 years BGTB	8,241,911,345	1,877,155,957
5 years BGTB	35,211,980,099	14,045,282,272
10 years BGTB	16,707,505,624	12,809,460,701
15 years BGTB	1,417,529,060	740,386,727
20 years BGTB	913,742,958	314,256,962
<b>Total</b>	<b>62,492,669,086</b>	<b>29,786,542,619</b>



## Sonal Bank Limited

Consolidated Schedule of Fixed Assets as at 31 December 2014

Particulars	Cost/Revaluation				Depreciation					Net book value as on 31.12.14
	Balance as on 01.01.14	Addition during the year	Deposals/ adjustments during the year	Balance as on 31.12.14	Rate	Balance as on 01.01.14	Deposals/ adjustments during the year	Charge during the year	Balance as on 31.12.2014	
		Taka	Taka	Taka	%	Taka		Taka	Taka	
<b>A) Premises (Including Land &amp; Building):</b>										
Premises	30,916,948,838	80,407,794	425,734	30,996,930,898	2.50	213,466,471	-	30,993,326	244,459,797	30,752,471,101
Building Construction	499,880,779	241,184,103	69,307,656	671,757,226	-	-	-	-	-	671,757,226
<b>Sub total</b>	<b>31,416,829,617</b>	<b>321,591,897</b>	<b>69,733,390</b>	<b>31,668,688,124</b>		<b>213,466,471</b>	<b>-</b>	<b>30,993,326</b>	<b>244,459,797</b>	<b>31,424,228,327</b>
<b>B) Dead Stock:</b>										
Furniture	773,296,553	55,702,358	6,370,981	822,627,930	10.00	324,350,708	5,557,452	72,272,201	391,065,457	431,562,473
Electric Installation	720,435,712	73,634,527	15,396,723	778,673,516	20.00	427,630,614	14,895,155	113,624,717	526,360,176	252,313,340
Computer	1,211,937,088	262,023,369	22,195,667	1,451,764,790	20.00	770,014,605	12,785,041	214,154,317	971,383,881	480,380,909
Type Writer Machine	5,902,313	-	18,808	5,883,505	20.00	3,672,260	9,446	1,446,834	5,109,648	773,857
Motor Car & Other Vehicle	252,445,682	110,857,981	1,818,773	361,484,890	20.00	122,504,666	60,280	51,831,808	174,276,194	187,208,696
Library	4,505,276	480,960	-	4,986,236	7.00	1,156,793	-	276,539	1,433,332	3,552,904
<b>Sub total</b>	<b>2,968,522,624</b>	<b>502,699,195</b>	<b>45,800,952</b>	<b>3,425,420,867</b>		<b>1,649,329,646</b>	<b>33,307,374</b>	<b>453,606,416</b>	<b>2,069,628,688</b>	<b>1,355,792,179</b>
<b>Total (A+B)</b>	<b>34,385,352,241</b>	<b>824,291,092</b>	<b>115,534,342</b>	<b>35,094,108,991</b>		<b>1,862,796,117</b>	<b>33,307,374</b>	<b>484,599,742</b>	<b>2,314,088,485</b>	<b>32,780,020,506</b>
<b>C) Dead Stock of overseas Branches:</b>										
Kolkata Branch	6,705,653	956,720	-	7,662,373		-	-	1,615,020	1,615,020	6,047,353
Siliguri Branch	445,245	167,359	17,453	595,151		-	-	128,939	128,939	466,212
<b>Sub total</b>	<b>7,150,898</b>	<b>1,124,079</b>	<b>17,453</b>	<b>8,257,524</b>		<b>-</b>	<b>-</b>	<b>1,743,959</b>	<b>1,743,959</b>	<b>6,513,565</b>
<b>Grand Total 2014 (A+B+C)</b>	<b>34,392,503,139</b>	<b>825,415,171</b>	<b>115,551,795</b>	<b>35,102,366,515</b>		<b>1,862,796,117</b>	<b>33,307,374</b>	<b>486,343,701</b>	<b>2,315,832,444</b>	<b>32,786,534,070</b>
<b>31 December 2013</b>	<b>24,579,563,027</b>	<b>9,845,084,884</b>	<b>83,867,953</b>	<b>34,340,779,958</b>		<b>1,433,079,350</b>	<b>63,755,963</b>	<b>449,126,574</b>	<b>1,818,363,622</b>	<b>32,529,799,019</b>



**Sonali Bank Limited**

Schedule of Fixed Assets as at 31 December 2014

Annexure -C

Particulars	Cost/Revaluation				Depreciation					Net book value as on 31.12.14
	Balance as on 01.01.14	Addition during the year	Deposals/ adjustments during the year	Balance as on 31.12.14	Rate of Depreciation	Balance as on 01.01.14	Deposals/ adjustments during the year	Charge during the year	Balance as on 31.12.2014	
	Taka	Taka	Taka	Taka	%	Taka	Taka	Taka	Taka	Taka
A) Premises (Including Land & Building):										
Premises	30,916,948,838	80,407,794	425,734	30,996,930,898	3	213,466,471	-	30,993,326	244,459,797	30,752,471,101
Building Construction	499,880,779	241,184,103	69,307,656	671,757,226	-	-	-	-	-	671,757,226
Sub total	31,416,829,617	321,591,897	69,733,390	31,668,688,124		213,466,471	-	30,993,326	244,459,797	31,424,228,327
<b>B) Dead Stock:</b>										
Furniture	760,097,610	55,454,983	6,370,981	809,181,612	10	314,133,846	5,557,452	71,834,625	380,411,019	428,770,593
Electric Installation	656,200,875	73,634,527	15,396,723	714,438,679	20	381,348,287	14,895,155	108,026,121	474,479,253	239,959,426
Computer	1,204,699,617	262,023,369	22,195,667	1,444,527,319	20	766,484,536	12,785,041	212,706,823	966,406,318	478,121,001
Type Writer Machine	5,902,313	-	18,808	5,883,505	20	3,672,260	9,446	1,446,834	5,109,648	773,857
Motor Car & Other Vehicle	247,445,682	110,857,981	1,818,773	356,484,890	20	120,064,666	60,280	50,831,808	170,836,194	185,648,696
Library	4,505,276	480,960	-	4,986,236	7	1,156,793	-	276,539	1,433,332	3,552,904
Sub total	2,878,851,373	502,451,820	45,800,952	3,335,502,241		1,586,860,388	33,307,374	445,122,750	1,998,675,764	1,336,826,477
Total (A+B)	34,295,680,990	824,043,717	115,534,342	35,004,190,365		1,800,326,859	33,307,374	476,116,076	2,243,135,561	32,761,054,804
C) Dead Stock of overseas Branches:										
Kolkata Branch	6,705,653	956,720	-	7,662,373		-	-	1,615,020	1,615,020	6,047,353
Siliguri Branch	445,245	167,359	17,453	595,151		-	-	128,939	128,939	466,212
Sub total	7,150,898	1,124,079	17,453	8,257,524		-	-	1,743,959	1,743,959	6,513,565
<b>Grand Total 2014 (A+B+C)</b>	<b>34,302,831,888</b>	<b>825,167,796</b>	<b>115,551,795</b>	<b>35,012,447,889</b>		<b>1,800,326,859</b>	<b>33,307,374</b>	<b>477,860,035</b>	<b>2,244,879,520</b>	<b>32,767,568,369</b>
<b>31 December 2013</b>	<b>24,543,087,520</b>	<b>9,845,041,884</b>	<b>83,867,953</b>	<b>34,304,261,450</b>		<b>1,421,726,564</b>	<b>63,755,963</b>	<b>443,679,778</b>	<b>1,801,650,379</b>	<b>32,502,611,071</b>



**Sonali Bank Limited**  
Schedule of Tax Position as at 31 December 2014

**Annexure-D**

Tax assessment of Sonali Bank Ltd. has been completed upto assessment year 2002-2003 (Income year upto 2001) resulting tax refund of Tk. 426,30,48,032 in favour of the Bank. As regards latest status of the tax assessments for the income years 2002, 2003 and 2014 these are not yet finalised by the tax department. The Bank has submitted I.T. Returns showing loss of Tk.(2,122,965,887), Tk.(7,780,112,711) & Tk. (33834071402) for the assessment years 2003-2004, 2004-2005,2014 - 2015 respectively. The loss shown by bank is inclusive of claim of Bad Debts written off and others. In the income years 1998, 2000, 2001,2004, 2005, 2006 ,2007 ,2008,2009 &2010 the tax department did not accept the claim of Bad Debt written off, Provision for Ex-gratia, Provision for NOSTRO A/C., Provision for other Assets, Interest on securities etc. against which the bank has filed appeal to the Honorable High Court.

Income Year	Assessment Year	Tax Provision as per Account	Assessment made by	Present Status	Assessed Tax Liabilities	Payment of Advance Tax	Refundable/ (Payable)	Remarks
1998	1999-2000	Nil	DCT	Reference Application to the High Court	Nil	442,119,323	442,119,323	Refundable
1999	2000-01	Nil	DCT	Settled	Nil	600,818,273	600,818,273	Refundable
2000	2001-02	Nil	DCT	Reference Application to the High Court	Nil	870,418,795	870,418,795	Refundable
2001	2002-03	Nil	DCT	Reference Application to the High Court	Nil	1,135,489,757	1,135,489,757	Refundable
2002	2003-04	Nil	DCT	Re-opened	not yet finalized	712,587,221	not yet finalized	
2003	2004-05	Nil	DCT	Re-opened	not yet finalized	588,000,560	not yet finalized	
2004	2005-06	Nil	DCT	Reference Application to the High Court	Nil	518,028,392	27,46,73,831	Refundable
2005	2006-07	Nil	DCT	Reference Application to the High Court	378,072.785	438,169.963	60,097,178	Refundable
2006	2007-08	Nil	DCT	Reference Application to the High Court	170,34.73.454	538.154.625	(124,65,49,104)	Payable
2007	2008-09	Nil	DCT	Reference Application to the High Court	201,08.03.744	1,218,137,968	(75,27,63,573)	Payable
2008	2009-10	Nil	DCT	Reference Application to the High Court.	216,74.91.869	889,421.612	(132,53,29,527)	Payable
2009	2010-11	Nil	DCT	Taxes Appellate	370,44,72,179	63,51,59,113	(254,00,43,944)	Payable
2010	2011-12	Nil	DCT	Apple to C.T.	411,68,48,042	1,118,523,981	(339,21,46,471)	Payable
2011	2012-13	Nil	DCT	Not yet assessed	5836848604	1,368,957,252	5,083,262,792	Payable
2012	2013-2014	Nil	DCT	Not yet assessed	3306474128	1459284890	2,070,846,597	Payable
2013	2014-2015	Nil	DCT	Not yet assessed	Not yet assessed	1,524,975,830	Not Yet assessed	Not yet assessed



## Statement of Non Income Generating Other Assets

	2014 Taka	2013 Taka
<b>A) DOMESTIC BRANCHES</b>		
Stamps in hand	14,415,917	12,053,862
Stationery in hand	208,086,876	220,016,966
Advance Rent	228,582,088	239,437,511
Interest Receivable	7,630,407,611	10,341,819,483
Commission Receivable	2,591,637,330	1,639,609,645
Exchange Receivable	35,600,500	2,347,406
Rent	733,111	1,449,102
Taxes	-	-
Law charges	206,384	126,262
Postage and Telegram	353,574	1,064,424
Sundries	621,893,835	62,689,903
Branch Adjustment	36,998,069,353	36,175,264,245
Suspense A/C	1,620,332,130	611,846,973
Income Tax Deducted at source	12,134,381,557	12,412,900,084
Drafts Payable account (Ex-Advice)	149,232,773	227,217,582
Govt. Drafts Payable Account (Ex-Advice)	16,422,839	18,950,848
Intangible Assets- Valuation Adjustment	19,720,762,118	26,295,082,834
Deferred Tax assets	21,330,881,255	20,918,309,186
Demand Drafts purchased	764,346,277	677,104,906
Protested Bills	300,922,452	286,797,489
BRDB UCCA Crop Loans Exemption-1994	339,049,723	639,049,723
BRDB UCCA Crop Loans Exemption -2001	975,716,300	1,073,790,753
BRDBUCCA Crop Loans Int. & Panel int. Exemption-2007	672,760,696	757,008,222
Branch Reconstruction A/C	50,195	50,195
Exchange Equalization	-	-
Pension Bill Purchased	-	-
Pension Bill Purchased(Army)	7,346,310,234	8,974,204,186
Pension Bill Purchased(Civil)	1,428,949,308	1,210,885,415
Army Pension Bill Purchases A/C New	2,759,698,377	-
PSP/BSP Encashment	1,100,625,393	689,293,252
Loan Exemption Under J.S Reform Proj.94-95	5,094,543,083	5,094,543,083
Agri-Loan Other Exp.Exemption A/C-2004	967,012	255,133
Agri-Loan Interest Exemption A/C-2004	4,267,420	4,372,295
Agri- Exemption A/C Affected By River Erosion	98,424,139	98,964,362
Security Margin	745,396	-
Frozen Fish Loan Exemption	101,773,510	101,773,510
UCCA Loan Remission for River Erosion	5,772,636	6,044,155
<b>Total</b>	<b>124,296,921,402</b>	<b>128,794,322,995</b>



**Sonali Bank Limited, Head Office, Dhaka**  
 Treasury Management Division, LCMD  
 Investment in Shares (Quoted) as on 31 December 2014

Annexure-F

PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3	4=(2*3)	5	6=(2*5)
<b>Bank &amp; NBF1</b>					
IJANATAMF	1,040,650	10.55	10,978,858	5.10	5,307,315
ISTPRIMFMF	207,000	38.83	8,037,810	16.40	3,394,800
ABBANK	1,881,345	61.49	115,683,904	29.90	56,252,216
ALARABANK	2,051,859	25.68	52,691,739	14.90	30,572,699
BANKASIA	2,207,998	26.06	57,540,428	16.70	36,873,567
BAYLEASING	547,584	101.26	55,448,356	29.90	16,372,762
ICBSONALII	25,000,000	10.00	250,000,000	6.40	160,000,000
BRACBANK	4,063,832	30.23	122,849,641	37.20	151,174,550
CITYBANK	3,234,660	31.48	101,827,097	21.80	70,515,588
DBHISTMF	782,000	15.29	11,956,780	4.60	3,597,200
DHAKABANK	1,895,380	31.78	60,235,176	18.30	34,685,454
DUTCHBANGL	179,160	162.25	29,068,710	105.80	18,955,128
EBL	13,147,466	8.85	116,355,074	27.20	357,611,075
EBLISTMF	1,259,677	21.50	27,083,056	5.30	6,676,288
EXIMBANK	1,387,261	30.99	42,991,218	11.10	15,398,597
FIRSTSBANK	1,127,254	31.47	35,474,683	10.90	12,287,069
ICB(PRIMARY)	2,953,588	59.26	175,029,625	1377.10	4,067,386,035
ICB3RDNRB	480,000	14.05	6,744,000	4.30	2,064,000
ICBEPMFISI	813,000	16.51	13,422,630	4.50	3,658,500
ICBIBANK	5,418,100	10.00	54,181,000	5.50	29,799,550
IFIC	780,551	53.86	42,040,477	26.10	20,372,381
IFICISTMF	858,232	12.89	11,062,610	5.20	4,462,806
IFILISLMFI	166,500	10.65	1,773,225	5.70	949,050
IPDC	824,274	24.30	20,029,858	18.20	15,001,787
JAMUNABANK	1,036,672	30.78	31,908,764	12.30	12,751,066
MERCANBANK	4,050,779	24.29	98,393,422	13.70	55,495,672
MTBL	2,213,174	41.04	90,828,661	19.80	43,820,845
NBL	3,296,241	36.55	120,477,609	11.40	37,577,147
NCCBANK	2,541,812	34.88	88,658,403	11.20	28,468,294
ONEBANKLTD	3,939,727	29.54	116,379,536	15.80	62,247,687
PFISTMF	271,500	15.01	4,075,215	4.60	1,248,900
PREMIERBAN	1,117,413	31.22	34,885,634	10.00	11,174,130
PRIMEICBA	242,000	13.70	3,315,400	4.40	1,064,800
PRIMEBANK	916,995	41.54	38,091,972	19.60	17,973,102
PUBALIBANK	9,289,227	12.95	120,295,490	25.50	236,875,289
RUPALIBANK	166,980	5.99	1,000,210	59.20	9,885,216
SHAHJABANK	3,801,667	28.32	107,663,209	11.50	43,719,171
SIBL	3,302,882	23.49	77,584,698	13.60	44,919,195
SOUTHEASTB	3,862,167	31.56	121,889,991	19.40	74,926,040
STANDBANKL	1,848,113	30.01	55,461,871	12.70	23,471,035



PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3	4=(2*3)	5	6=(2*5)
TRUSTBIMF	749,146	13.58	10,173,403	5.40	4,045,388
TRUSTBANK	7,101,775	30.11	213,834,445	19.50	138,484,613
UCBL	1,349,331	38.36	51,760,337	29.30	39,535,398
ULC	242,849	71.16	17,281,135	29.70	7,212,615
UTTARABANK	941,321	72.41	68,161,054	25.90	24,380,214
UTTARAFIN	514,483	138.56	71,286,764	74.90	38,534,777
<b>Sub Total</b>	<b>125,103,625</b>	<b>0.00</b>	<b>2,965,913,178</b>		<b>6,081,179,010</b>

#### Insurance

BGIC	513,476	69.70	35,789,277	21.40	10,988,386
GREENELMF	524,500	12.34	6,472,330	4.60	2,412,700
KARNAPHULI	534,164	92.33	49,319,362	17.40	9,294,454
PEOPLESINS	99,655	93.41	9,308,774	20.90	2,082,790
POPULARIMF	1,130,697	8.84	9,995,361	5.00	5,653,485
<b>Sub Total</b>	<b>2,802,492</b>		<b>110,885,104</b>		<b>30,431,815</b>

#### Fuel and Power

DESCO	1,444,780	94.48	136,502,814	69.50	100,412,210
JAMUNAOIL	134,750	229.84	30,970,940	205.90	27,745,025
KPCL	522,373	84.54	44,161,413	57.00	29,775,261
NATOXG	1,305	100.00	130,500	100.00	130,500
NAVANACNG	486,558	126.44	61,520,394	65.40	31,820,893
PADMAOIL	58,960	371.78	21,920,149	251.60	14,834,336
POWERGRID	776,245	64.64	50,176,477	40.40	31,360,298
SUMITPOWER	791,086	64.18	50,771,899	38.30	30,298,594
<b>Sub Total</b>	<b>4,216,057</b>		<b>396,154,586</b>		<b>266,377,117</b>

#### Manufacture & other

ACI	10,000	265.10	2,651,000	389.90	3,899,000
AFTABAUTO	2,067,436	72.55	149,992,482	67.20	138,931,699
AIMSISTMF	18,000	72.95	1,313,100	28.70	516,600
APEXTAN	30,000	10.00	300,000	137.20	4,116,000
APEXWEAV	51,200	10.00	512,000	10.00	512,000
ASHRAFTEX	364,582	10.00	3,645,820	10.00	3,645,820
ATLASBANG	85,313	304.33	25,963,305	138.70	11,832,913
AZADIPRINT	756	100.00	75,600	100.00	75,600
BCIL	2,960	100.00	296,000	100.00	296,000
BDCOM	615,701	54.37	33,475,663	24.00	14,776,824
BEXIMCO	1,311,890	108.83	142,772,989	36.40	47,752,796
BSC	1,077	100.00	107,700	507.50	546,578
BXPHERMA	485,364	83.64	40,595,845	58.70	28,490,867
DULAMIACOT	16,000	10.00	160,000	7.00	112,000
ECABLES	60,000	10.00	600,000	118.40	7,104,000
FBFIF	59,990.593	8.33	499,721,640	7.40	443,930,388
GP	232,000	263.08	61,034,560	361.90	83,960,800
GRAMEENS2	288,420	23.22	6,697,112	12.20	3,518,724
HEIDELCEM	102,560	10.00	1,025,600	499.40	51,218,464
INTECH	847,932	29.50	25,013,994	13.60	11,531,875
JUTESPIN	30,000	10.00	300,000	53.00	1,590,000



PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3	4=(2*3)	5	6=(2*5)
LAFSURCEML	60,000	10.00	600,000	123.00	7,380,000
LR GLOBAL	5,184,672	9.64	49,980,238	5.00	25,923,360
NILOYCEM	98	100.00	9,800	100.00	9,800
NTC	4,392	100.00	439,200	697.50	3,063,420
PDPRINTER	29,243	10.00	292,430	10.00	292,430
PHPMFI	327,569	9.29	3,043,116	4.70	1,539,574
RAKCERAMIC	347,284	127.95	44,434,988	57.70	20,038,287
RANFOUNDRY	404,000	153.49	62,009,960	98.80	39,915,200
ROSEHEAV	4,327	15.00	64,905	15.00	64,905
SAPORTL	354,360	123.35	43,710,306	82.90	29,376,444
<b>Sub Total</b>	<b>73,327,729</b>		<b>1,200,839,353</b>		<b>985,962,368</b>
<b>Total Quoted</b>	<b>205,449,903</b>		<b>4,673,792,222</b>		<b>7,363,950,310</b>

#### Investment in Shares (Unquoted)

PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3	4=(2*3)	5	6=(2*5)
<b>Bank and NBF1</b>					
BCBL	1,125,000	100.00	112,500,000	100.00	112,500,000
CDBL	8,968,456	14.55	130,491,035	14.55	130,485,900
Grameen Bank	30,000	100.00	3,000,000	100.00	3,000,000
IIDFC	7,329,110	4.05	29,682,896	4.05	29,683,820
Karmasangthan Bank	2,600,000	100.00	260,000,000	100.00	260,000,000
Pubali bank (former)	51,022	10.00	510,220	10.00	510,220
<b>Sub Total</b>	<b>20,103,588</b>		<b>536,184,150</b>		<b>536,179,940</b>

#### Manufacturing

Allied Pharma Ltd.	1,000,000	10.00	10,000,000	10.00	10,000,000
S. Jute Yarn & Twine	33,790	10.00	337,900	10.00	337,900
Swan Textile Mills	1,022	100.00	102,200	100.00	102,200
<b>Sub Total</b>	<b>1,034,812</b>		<b>10,440,100</b>		<b>10,440,100</b>

#### Other

Bangladesh Fund	21,300,000	100.00	2,130,000,000	100.00	2,130,000,000
Orion Infrastructures	300,000,000	10.00	3,000,000,000	10.00	3,000,000,000
Paper Convert & Pack	5,000	100.00	500,000	100.00	500,000
SPPCL	678,700	100.00	67,870,000	100.00	67,870,000
SUPCL	446,300	100.00	44,630,000	100.00	44,630,000
<b>Sub Total</b>	<b>322,430,000</b>		<b>5,243,000,000</b>		<b>5,243,000,000</b>

<b>Total Unquoted</b>	<b>343,568,400</b>		<b>5,789,624,250</b>		<b>5,789,620,040</b>
<b>Quoted+Unquoted</b>	<b>549,018,303</b>		<b>10,463,416,472</b>		<b>13,153,570,350</b>
<b>Share Revaluation (as on 31-12-14)</b>			<b>2,690,153,878</b>		
<b>GRAND TOTAL</b>			<b>13,153,570,350</b>		



**Sonali Bank Limited**

Highlights on the overall activities

For the year ended 31 December 2014

**Annexure - G**

SL. No.	Particulars	2014 Taka	2013 Taka
1	Authorized Capital	60,000,000,000	20,000,000,000
2	Paid-up Capital	31,200,000,000	11,250,000,000
3	Total Capital (as per Capital Adequacy)	49,785,077,287	28,281,665,616
4	Capital surplus/(deficit)	9,100,807,287	(8,957,424,384)
5	Capital Adequacy Ratio	12.24%	7.59%
6	Statutory Reserve	7,601,472,379	6,433,177,755
7	Total Assets	934,592,315,146	852,223,550,361
8	Total Deposits	778,042,688,301	685,894,589,394
9	Total Investment	322,726,926,751	270,182,392,531
10	Total Contingent Liabilities and Commitments	229,929,738,014	175,802,795,405
11	Advance Deposit Ratio	43.39%	50.07%
12	Credit Deposit Ratio	84.86%	89.46%
13	Total Import	300,142,800,000	195,892,300,000
14	Total Export	63,525,300,000	62,967,400,000
15	Operating Profit	8,547,339,905	2,971,200,579
16	Profit after tax and provision	6,054,643,525	3,580,184,237
17	Total Loans and Advances	337,554,433,143	343,450,525,505
18	Amount of classified loans	86,436,600,000	103,768,700,000
19	Percentage of classified loans and advances	25.61%	30.21%
20	Provisions kept against classified loans	52,392,580,000	70,054,500,000
21	Provision surplus/(deficit)	17,629,110	-
22	Cost of fund	8.09%	8.26%
23	Income from investment	23,136,318,700	15,536,433,969
24	Interest earning Assets	637,709,151,000	537,666,423,000
25	Non-interest earning Assets	296,883,164,000	314,557,128,000
26	Return on investment (ROI)	7.80%	7.38%
27	Return on Asset (ROA)	0.68%	0.45%
28	Return on Equity (ROE)	11.05%	9.89%
29	Earnings per Share	32.12	31.82
30	Net assets value per share (NAVPS)	190.96	444.52
31	Price Earning Ratio	N/A	N/A
32	Net Operating Income per Share	45.35	26.41



