



EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Balance Sheet (Unaudited) as at 31 March 2015

	31-03-2015	31-12-2014
	Taka	Taka
PROPERTY AND ASSETS		
Cash		
Cash in hand (including foreign currencies)	1,820,633,099	1,707,006,385
Balances with Bangladesh Bank and its agent bank(s) (including foreign currencies)	7,605,063,754	8,594,833,742
	9,425,696,853	10,301,840,127
Balances with other Banks and Financial Institutions		
In Bangladesh	4,672,939,452	5,811,308,229
Outside Bangladesh	716,624,759	382,916,367
	5,389,564,211	6,194,224,596
Money at call and short notice	300,000,000	1,060,000,000
Investments		
Government	21,164,145,426	21,224,314,333
Others	3,862,500,053	3,695,667,824
	25,026,645,479	24,919,982,157
Loans and advances		
Loans, Cash Credits, Overdraft etc.	107,778,627,518	112,393,132,778
Bills discounted and purchased	11,561,332,472	7,619,210,264
	119,339,959,990	120,012,343,042
Fixed assets including land, building, furniture and fixtures	7,099,001,987	7,096,632,691
Other assets	3,758,459,782	3,666,794,179
Non banking assets	191,733,000	191,733,000
TOTAL ASSETS	170,531,061,303	173,443,549,792
LIABILITIES AND CAPITAL		
Liabilities		
Borrowing from other banks, financial institutions and agents	28,040,219,745	26,861,374,492
Deposits and other accounts		
Current deposits & other accounts, etc.	11,456,206,762	10,307,565,783
Bills payable	706,211,776	1,034,027,209
Savings bank deposits	25,440,709,386	23,982,033,088
Fixed deposits	73,659,715,135	81,398,775,595
Bearer certificates of deposits	-	-
	111,262,843,058	116,722,401,675
Other liabilities	11,568,888,533	9,625,224,915
TOTAL LIABILITIES	150,871,951,336	153,209,001,082
SHAREHOLDERS' EQUITY		
Share Capital-Paid up capital	6,111,797,850	6,111,797,850
Statutory reserve	6,111,797,850	6,111,797,850
Dividend equalisation reserve	356,040,000	356,040,000
Excess of reserve against pre-take over loss-BCCI	594,967,231	586,531,031
Asset revaluation reserve	3,689,495,550	3,689,495,550
Reserve for amortization of treasury securities (HTM)	2,076,822	2,076,822
Reserve for revaluation of treasury securities (HFT)	811,769,639	805,190,521
General reserve	130,000,000	130,000,000
Reserve for non banking assets	178,971,165	178,971,165
Foreign currency translation gain	7,162,788	9,963,290
Profit & loss account - retained earnings	1,665,031,073	2,252,684,629
TOTAL SHAREHOLDERS' EQUITY	19,659,109,968	20,234,548,709
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	170,531,061,303	173,443,549,792
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	30,344,904,667	29,802,563,348
Letters of guarantees	10,242,563,071	9,974,191,339
Irrevocable letters of credit	17,750,825,709	16,329,554,466
Bills for collection	5,293,601,675	5,152,721,657
Other contingent liabilities	-	-
	63,631,895,121	61,259,030,810
Other commitments		
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Claims against the Bank not acknowledged as debt	-	-
TOTAL OFF-BALANCE SHEET ITEMS	63,631,895,121	61,259,030,810

Masudul Hoque Sardar
Head of Finance

Dhaka, 06 May 2015

Ali Reza Iftekhar
Managing Director & CEO

EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Profit & Loss Account (Unaudited) for the first quarter ended 31 March 2015

Particulars	01 January 2015 to 31 March 2015	01 January 2014 to 31 March 2014
	Taka	Taka
Interest Income	3,354,763,097	3,415,915,276
Less: Interest paid on deposits and borrowings	2,460,803,779	2,405,115,553
Net interest income	893,959,318	1,010,799,723
Income from investments	863,662,404	737,344,690
Fees, commission and brokerage	704,752,167	702,471,493
Other operating income	37,721,830	32,988,498
Total operating income	2,500,095,719	2,483,604,404
Salary & allowances	594,463,696	535,928,667
Rent, taxes, insurance, utilities etc.	131,705,319	111,177,878
Legal & professional expenses	11,349,619	8,911,137
Postage, stamp, telecommunication etc.	13,665,276	18,565,721
Stationery, printing, advertisement etc.	38,122,407	33,419,277
Managing Director's salary and allowances	3,999,000	3,735,000
Directors' Fees & Expenses	998,320	795,868
Audit fees	-	-
Charges on loan losses	-	-
Repairs, maintenance and depreciation	93,860,968	84,125,814
Other operating expenses	110,084,991	88,878,781
Total operating expenses	998,249,595	885,538,144
Profit before provisions	1,501,846,124	1,598,066,261
Provision for loans and advances		
Specific provision	457,833,142	272,240,184
General provision	21,445,711	(26,178,131)
	479,278,853	246,062,053
Other provisions	(145,185,919)	-
Total provisions	334,093,933	246,062,053
Profit before tax for the period	1,167,752,191	1,352,004,209
Provision for tax made for the period	533,639,274	638,671,457
Profit after tax for the period	634,112,917	713,332,752
Earnings per share (EPS)	1.04	1.17

Masudul Hoque Sardar
Head of Finance

Dhaka, 06 May 2015

Ali Reza Iftekhar
Managing Director & CEO

EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Cash Flow Statement (Unaudited) for the first quarter ended 31 March 2015

	01 January 2015 to 31 March 2015	01 January 2014 to 31 March 2014
	Taka	Taka
A) Cash flows from operating activities		
Interest received	3,020,158,107	2,712,212,356
Interest paid	(2,186,324,650)	(2,892,681,201)
Dividend received	2,094,484	47,126,403
Fees and commission received	704,752,167	702,471,493
Income from investment	873,043,463	690,218,286
Recovery of loans previously written off	14,233,039	4,823,408
Cash paid to employees (including directors)	(599,461,016)	(540,459,536)
Cash paid to suppliers	(288,703,588)	(256,934,186)
Income taxes paid	(479,298,650)	(603,412,007)
Received from other operating activities	37,721,830	32,988,498
Paid for other operating activities	(43,867,789)	(30,065,415)
Operating cash flow before changes in operating assets and liabilities	1,054,347,399	(133,711,900)
Increase/(decrease) in Operating Assets & Liabilities		
Changes in trading securities	(1,079,681,271)	1,341,558,273
Loans and advances to customers (other than banks)	1,007,846,250	3,732,410,622
Other assets	(103,999,354)	(173,920,675)
Deposits from other Banks	(389,455,932)	(183,960,429)
Deposits from customers (other than banks)	(5,270,559,256)	(15,596,866,569)
Recovery from/(Payment against) BCCI assets	8,436,200	-
Liability for tax	(54,340,624)	(35,259,451)
Liabilities for provision	(348,325,972)	(244,533,522)
Other liabilities	647,281,472	321,085,187
Net Cash (used in) operating activities	(4,528,451,089)	(10,973,198,464)
B) Cash flows from investing activities		
Changes in non-trading securities	978,686,980	2,380,786,913
Purchase/sale of property, plant and equipment	(68,586,498)	426,049
Net cash (used in)/received from investing activities	910,100,483	2,381,212,962
C) Cash flows from financing activities		
Borrowings from other banks, financial institutions and agents	(1,321,154,747)	8,229,873,141
Received from issue of loan capital and debt securities	2,500,000,000	-
Net cash received from financing activities	1,178,845,253	8,229,873,141
D) Net (decrease) / increase in cash (A+B+C)	(2,439,505,354)	(362,112,360)
E) Effects of exchange rate changes on cash and cash equivalents	(2,208,406)	38,813
F) Opening cash and cash-equivalents	17,559,887,622	18,736,894,818
G) Closing cash and cash-equivalents (D+E+F)*	15,118,173,862	18,374,821,269
*Closing cash and cash-equivalents		
Cash in hand (including foreign currencies)	1,820,633,099	1,484,499,735
Balances with Bangladesh Bank and its agent bank (s)	7,605,063,754	7,184,772,860
Balances with other Banks and Financial Institutions	5,389,564,211	9,701,023,774
Money at call and short notice	300,000,000	-
Prize bonds	2,912,800	4,524,900
	15,118,173,862	18,374,821,269

Masudul Hoque Sardar
Head of Finance

Dhaka, 06 May 2015

Ali Reza Iftekhar
Managing Director & CEO

EASTERN BANK LIMITED Balance Sheet (Unaudited) as at 31 March 2015

	31-03-2015	31-12-2014
	Taka	Taka
PROPERTY AND ASSETS		
Cash		
Cash in hand (including foreign currencies)	1,820,491,121	1,706,937,953
Balances with Bangladesh Bank and its agent bank(s) (including foreign currencies)	7,605,063,754	8,594,833,743
	9,425,554,875	10,301,771,696
Balances with other Banks and Financial Institutions		
In Bangladesh	4,504,667,428	5,349,573,125
Outside Bangladesh	1,756,096,212	1,034,533,216
	6,260,763,640	6,384,106,341
Money at call and short notice	300,000,000	1,060,000,000
Investments		
Government	21,164,145,426	21,224,314,333
Others	3,389,113,155	3,430,622,784
	24,553,258,581	24,654,937,117
Loans and advances		
Loans, Cash Credits, Overdraft etc.	106,581,965,930	111,438,313,688
Bills discounted and purchased	10,322,720,437	6,853,032,495
	116,904,686,367	118,291,346,184
Fixed assets including land, building, furniture and fixtures	7,087,140,160	7,086,875,736
Other assets	4,201,611,453	4,153,360,813
Non banking assets	191,733,000	191,733,000
TOTAL ASSETS	168,924,748,075	172,124,130,887
LIABILITIES AND CAPITAL		
Liabilities		
Borrowing from other banks, financial institutions and agents	26,979,882,982	26,020,637,050
Deposits and other accounts		
Current deposits & other accounts etc.	11,361,346,961	10,314,018,874
Bills payable	706,211,776	1,034,027,209
Savings bank deposits	25,440,709,386	23,982,033,088
Fixed deposits	73,717,254,532	81,461,596,944
Bearer certificates of deposits	-	-
	111,225,522,655	116,791,676,115
Other liabilities	11,224,840,111	9,224,966,319
TOTAL LIABILITIES	149,430,245,748	152,037,279,484
SHAREHOLDERS' EQUITY		
Share Capital-Paid up capital	6,111,797,850	6,111,797,850
Statutory reserve	6,111,797,850	6,111,797,850
Dividend equalisation reserve	356,040,000	356,040,000
Excess of reserve against pre-take over loss-BCCI	594,967,231	586,531,031
Asset revaluation reserve	3,689,495,550	3,689,495,550
Reserve for amortization of treasury securities (HTM)	2,076,822	2,076,822
Reserve for revaluation of treasury securities (HFT)	811,769,639	805,190,521
General reserve	130,000,000	130,000,000
Reserve for non banking assets	178,971,165	178,971,165
Foreign currency translation gain/(loss)	3,528,097	1,062,706
Profit & loss account - retained earnings	1,504,058,123	2,113,887,908
TOTAL SHAREHOLDERS' EQUITY	19,494,502,327	20,086,851,402
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	168,924,748,075	172,124,130,887
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	30,344,904,667	29,802,563,348
Letters of guarantees	10,242,563,071	9,974,191,339
Irrevocable letters of credit	17,750,825,709	16,329,554,466
Bills for collection	5,293,601,675	5,152,721,657
Other contingent liabilities	-	-
	63,631,895,121	61,259,030,810
Other commitments		
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Claims against the Bank not acknowledged as debt	-	-
TOTAL OFF-BALANCE SHEET ITEMS	63,631,895,121	61,259,030,810

Masudul Hoque Sardar
Head of Finance

Dhaka, 06 May 2015

Ali Reza Iftekhar
Managing Director & CEO

EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Statement of Changes in Equity (Unaudited) for the first quarter ended 31 March 2015

Particulars	Paid up capital	Statutory reserve	Dividend equalisation reserve	Excess of reserve against pre-take over loss-BCCI	Asset revaluation reserve	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	General reserve	Reserve for non banking assets	Foreign currency translation gain / (loss)	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as on 1 January 2015	6,111,797,850	6,111,797,850	356,040,000	586,531,031	3,689,495,550	2,076,822	805,190,521	130,000,000				



Eastern Bank Limited Profit & Loss Account (Unaudited) for the first quarter ended 31 March 2015

Particulars	01 January 2015 to 31 March 2015	01 January 2014 to 31 March 2014
	Taka	Taka
Interest Income	3,309,173,258	3,391,859,861
Less: Interest paid on deposits and borrowings	2,433,406,210	2,405,284,441
Net Interest Income	875,767,048	986,575,420
Income from investments	850,682,954	728,435,304
Fees, commission and brokerage	674,818,998	672,305,790
Other operating income	36,946,928	32,988,498
Total operating income	2,438,215,928	2,420,305,012
Salary & allowances	580,586,661	526,174,536
Rent, taxes, insurance, utilities etc.	127,410,851	107,612,733
Legal & professional expenses	11,281,261	8,903,637
Postage, stamp, telecommunication etc.	12,716,679	17,066,785
Stationery, printing, advertisement etc.	37,540,436	33,132,063
Managing Director's salary and allowances	3,999,000	3,735,000
Directors' Fees & Expenses	912,070	795,868
Audit fees	-	-
Charges on loan losses	-	-
Repairs, maintenance and depreciation	92,544,015	82,770,137
Other operating expenses	106,763,109	85,079,119
Total operating expenses	973,754,081	865,269,878
Profit before provisions	1,464,461,847	1,555,035,134
Provision for loans and advances		
Specific provision	457,833,142	272,240,184
General provision	21,445,711	(26,178,131)
	479,278,853	246,062,053
Other provisions	(149,458,988)	-
Total provisions	329,819,864	246,062,053
Profit before tax for the period	1,134,641,983	1,308,973,081
Provision for tax made for the period	522,704,294	626,438,296
Profit after tax for the period	611,937,689	682,534,785
Earnings per share (EPS)	1.00	1.12

Masudul Hoque Sardar
Head of Finance

Ali Reza Iftekhar
Managing Director & CEO

Dhaka, 06 May 2015

Eastern Bank Limited Cash Flow Statement (Unaudited) for the first quarter ended 31 March 2015

Particulars	01 January 2015 to 31 March 2015	01 January 2014 to 31 March 2014
	Taka	Taka
A) Cash flows from operating activities		
Interest received	2,983,143,575	2,700,454,802
Interest paid	(2,153,613,354)	(2,890,826,852)
Dividend received	1,036,934	13,560,014
Fees and commission received	674,818,998	672,305,790
Income from investment	861,121,563	714,875,290
Recovery of loans previously written off	14,233,039	4,823,408
Cash paid to employees (including directors)	(585,497,731)	(530,705,405)
Cash paid to suppliers	(281,493,241)	(250,219,714)
Income taxes paid	(476,116,960)	(596,741,504)
Received from other operating activities	36,946,928	32,988,498
Paid for other operating activities	(41,531,689)	(27,203,200)
Operating cash flow before changes in operating assets and liabilities	1,033,048,063	(156,688,873)
Increase/(decrease) in Operating Assets & Liabilities		
Changes in trading securities	(874,740,764)	1,398,752,991
Loans and advances to customers (other than banks)	1,713,547,708	3,862,380,345
Other assets	(60,584,391)	(240,253,546)
Deposits from other Banks	(389,455,932)	(183,960,429)
Deposits from customers (other than banks)	(5,377,154,101)	(15,608,378,972)
Recovery from/(Payment against) BCCI assets	8,436,200	-
Liability for tax	(46,587,334)	(29,696,793)
Liabilities for provision	(344,052,903)	(250,885,461)
Other liabilities	698,177,939	277,147,823
Net Cash (used in) operating activities	(3,639,365,514)	(10,931,582,913)
B) Cash flows from investing activities		
Changes in non-trading securities	982,088,316	2,434,797,018
Purchase/sale of property, plant and equipment	(65,495,844)	(53,539,909)
Net cash (used in)/received from investing activities	916,592,472	2,381,257,109
C) Cash flows from financing activities		
Borrowings from other banks, financial institutions and agents	(1,540,754,068)	8,229,873,141
Received from issue of loan capital and debt securities	2,500,000,000	-
Net cash received from financing activities	959,245,932	8,229,873,141
D) Net (decrease) / increase in cash (A+B+C)	(1,763,527,110)	(320,452,663)
E) Effects of exchange rate changes on cash and cash equivalents	3,057,487	(235,705)
F) Opening cash and cash-equivalents	17,749,700,936	18,586,591,300
G) Closing cash and cash-equivalents (D+E+F)*	15,989,231,315	18,265,902,932
*Closing cash and cash-equivalents		
Cash in hand (including foreign currencies)	1,820,491,121	1,484,453,881
Balances with Bangladesh Bank and its agent bank (s)	7,605,063,754	7,184,772,860
Balances with other Banks and Financial Institutions	6,260,763,640	9,592,151,291
Money at call and short notice	300,000,000	-
Prize bonds	2,912,800	4,524,900
15,989,231,315	18,265,902,932	

Masudul Hoque Sardar
Head of Finance

Ali Reza Iftekhar
Managing Director & CEO

Dhaka, 06 May 2015

Eastern Bank Limited Statement of Changes in Equity (Unaudited) for the first quarter ended 31 March 2015

Particulars	Paid up capital		Statutory reserve	Dividend equalisation reserve	Excess of reserve against pre-take over loss-BCCI	Asset revaluation reserve	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	General reserve	Reserve for non banking assets	Foreign currency translation gain / (loss)	Retained earnings	Total
	Taka	Taka											
Balance as on 1 January 2015	6,111,797,850	6,111,797,850	356,040,000	586,531,031	3,689,495,550	2,076,822	805,190,521	130,000,000	178,971,165	1,062,706	2,113,887,906	20,086,851,401	
Foreign currency transaction adjustment for OBU RE	-	-	-	-	-	-	-	-	-	-	592,096	592,096	
Net profit for the period after tax	-	-	-	-	-	-	-	-	-	-	611,937,689	611,937,689	
Cash Dividend Paid	-	-	-	-	-	-	-	-	-	-	(1,222,359,570)	(1,222,359,570)	
Reserve for revaluation of treasury securities (HFT)	-	-	-	-	-	-	6,579,118	-	-	-	-	6,579,118	
Recovery of pre-takeover loss	-	-	-	8,436,200	-	-	-	-	-	-	-	8,436,200	
Currency translation difference	-	-	-	-	-	-	-	-	-	2,465,391	-	2,465,391	
Balance as at 31 March 2015	6,111,797,850	6,111,797,850	356,040,000	594,967,231	3,689,495,550	2,076,822	811,769,639	130,000,000	178,971,165	3,528,097	1,504,058,121	19,494,502,327	
Balance as at 31 March 2014	6,111,797,850	5,362,423,625	356,040,000	581,681,032	3,689,495,550	827,635	348,163,985	130,000,000	178,971,165	(1,016,918)	1,440,245,654	18,198,629,576	

Masudul Hoque Sardar
Head of Finance

Ali Reza Iftekhar
Managing Director & CEO

Dhaka, 06 May 2015

EASTERN BANK LIMITED AND ITS SUBSIDIARIES Selected explanatory notes as at and for the first quarter ended 31 March 2015

1 Activities of the Bank

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

The Bank does have a separate Off shore Banking Unit (OBU) which started its operation on 19 May 2004. The activities of the unit is to give loans (on and off -balance sheet exposures) and take deposits only in freely convertible foreign currencies to and from non-resident person/institutions, fully foreign owned EPZ companies etc.

Subsidiaries of the Bank

The Bank has four fully owned subsidiaries among which three of them has been in operations. These are: 'EBL Securities Ltd', a securities brokerage firm, 'EBL Investments Limited', a merchant bank and 'EBL Finance (HK) Limited', a foreign subsidiary for trade finance & offshore banking business in Hong Kong.

The subscription of another fully owned subsidiary i.e. 'EBL Asset Management Company Limited', has been completed in 2014 but full fledged operations is dependent on getting license from BSEC.

2 Basis of Preparation and Significant Accounting Policies

Basis of preparation, accounting policies and estimates applied in these financial statements for the first quarter ended 31 March 2015 are same as those applied in the audited annual financial statements for the year ended 31 December 2014. Certain selected explanatory notes are given below:

2.01 Statement of compliance

The consolidated financial statements of the Group and the separate financial statements of the Bank as at and for the period ended 31 March 2015 have been prepared under the historical cost convention except land which gets revalued fulfilling BB & BSEC requirements and Govt treasury securities (bills/bonds) classified as held for trading (HFT) which are measured at fair value, and in accordance with Bangladesh Financial Reporting Standards (BFRSs), the "First Schedule" (section 38) of the Bank Company Act 1991 (amendment upto 2013), BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, the Companies Act 1994, the Securities and Exchange Rules 1987, Dhaka and Chittagong Stock Exchange's listing regulations and other laws and rules applicable in Bangladesh. In case the requirement of provisions and Circulars issued by Bangladesh Bank differ with those of other regulatory authorities and accounting standards, the provisions and Circulars issued by Bangladesh Bank shall prevail.

2.02 Use of estimates and judgements

The preparation of the consolidated financial statements of the Group and the separate financial statements of the Bank in conformity with BFRSs require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expense. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

Significant accounting policies

The accounting policies set out have been applied consistently to all periods presented in these financial statements, and have been applied consistently by group entities, except otherwise instructed by the Central Bank as prime regulator.

The financial statements of subsidiaries which are included in Consolidated Financial Statements of the Group have been prepared using uniform accounting policies of the Bank (Parent) for transactions and other events in similar fashion.

Certain comparative amounts in these financial statements have been reclassified and rearranged to conform to the current period's presentation.

2.03 Basis of consolidation

Subsidiaries (investees) are entities controlled by the parent (investor). Control exists when the investor has the power over the investee that gives right to direct relevant activities, exposure, or rights, to variable returns from its involvement with this investee, and the ability to use its power over the investee to affect the amount of the investor's returns.

The consolidated financial statements incorporate the financial statements of the Bank and those of its subsidiaries from the date that control commences until the date that control ceases. The financial statements of such subsidiary companies are incorporated on a line by line basis and the investments held by the bank are eliminated against the corresponding share capital of subsidiaries in the consolidated financial statements.

Intra-group balances and transactions, and any incomes and expenses arising from intra-group transactions are eliminated in full in preparing the consolidated financial statements.

2.04 Investments

All investments (other than government treasury bills and bonds) are initially recognised at cost, including acquisition charges associated with the investment. Premiums are amortised and discount accredited, using the effective or historical

yield method. Accounting treatment of government treasury securities (categorized as HFT and/or HTM) is made following Bangladesh Bank DOS circular letter no 05, dated 26-05-2008 and its subsequent clarifications.

Investments are stated as per following bases:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/bonds (HFT)	Cost	Fair value	Loss to Profit & Loss Account, gain to Revaluation Reserve through Profit & Loss Account.
Govt. T-bills/bonds (HTM)	Cost	Amortised cost	Increase or decrease in value to equity.
Debenture/Bond	Face value	None	None
Shares (Quoted) *	Cost	Lower of cost or market value	Loss (net) to Profit & Loss Account but no unrealized gain booking.
Mutual Funds (Quoted) *	Cost	Lower of cost or (higher of market value and 85% of NAV)	Loss (net) to Profit & Loss Account but no unrealized gain booking.
Shares (Unquoted) *	Cost	Lower of cost or Net Asset Value (NAV)	Loss (net) to Profit & Loss Account but no unrealized gain booking.
Prize bond		None	None

* Provision against quoted shares has been made on unrealized loss (gain net off) according to DOS circular no. 4 dated 24 November 2011 and against Mutual Funds as per DOS circular letter no.03 dated 12 March 2015.

Investment in Subsidiaries

Investment in subsidiaries are accounted for under the cost method of accounting in the Bank's financial statements in accordance with BAS 27 'Consolidated and Separate Financial Statements' and BFRS 3 'Business Combination'. Impairment of investment in subsidiaries is made as per the provision of BAS 36 'Impairment of Assets'.

2.05 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 thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter-end review by the management and instructions contained in BRPD Circular no. 14 dated 23 September 2012, BRPD Circular no. 19 dated 27 December 2012 and BRPD Circular no. 16 dated 18 November 2014.

2.06 Functional and presentation currency

These consolidated financial statements of the Group and the separate financial statements of the Bank are presented in BDT which is the Group's and the Bank's functional currency except OBU & EBL Finance (HK) Ltd. where functional currency is US Dollar (USD) & Hong Kong Dollar (HKD) respectively. All financial information presented in BDT has been rounded to the nearest integer, except when otherwise indicated.

2.07 Earnings per share

Earnings per share (EPS) has been computed by dividing the profit after tax (PAT) by the weighted average number of ordinary shares outstanding as on 31 March 2015 as per BAS- 33 "Earnings Per Share". Diluted earnings per share was not required to calculate as there were no dilution possibilities during the period.

2.08 General

Reporting Period

The reporting period of these financial statements cover from 1 January 2015 to 31 March 2015.

Review of the Financial Statements

These financial statements were reviewed by the Audit Committee of the Board of EBL in its 72 meeting held on 6 May 2015 and was subsequently approved by the Board in its 555 meeting held on the same date.