



## EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Balance Sheet (Unaudited) as at 30 June 2019

Particulars	Figures in Taka	
	30-06-2019	31-12-2018
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
Cash in hand (including foreign currencies)	3,133,937,329	2,624,983,711
Balances with Bangladesh Bank and its agent bank(s) (including foreign currencies)	13,779,524,916	13,713,276,245
	<b>16,913,462,245</b>	<b>16,338,259,956</b>
<b>Balances with other Banks and Financial Institutions</b>		
In Bangladesh	18,357,567,377	9,071,891,789
Outside Bangladesh	695,837,240	2,374,410,405
	<b>19,053,404,617</b>	<b>11,446,302,194</b>
<b>Money at call and short notice</b>	269,000,000	-
<b>Investments</b>		
Government	26,457,157,189	22,221,712,390
Others	8,053,753,829	7,665,907,401
	<b>34,510,911,018</b>	<b>29,887,619,791</b>
<b>Loans and advances</b>		
Loans, Cash Credits, Overdraft etc.	207,523,785,532	194,873,643,755
Bills discounted and purchased	24,284,674,286	22,506,614,674
	<b>231,808,459,818</b>	<b>217,380,258,429</b>
<b>Fixed assets including land, building, furniture and fixtures</b>	6,606,819,759	6,681,971,995
<b>Other assets</b>	4,089,951,618	3,631,641,087
<b>Non banking assets</b>	134,016,495	134,016,495
<b>TOTAL ASSETS</b>	<b>313,386,025,570</b>	<b>285,500,069,947</b>
<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>		
<b>Liabilities</b>		
Borrowing from other banks, financial institutions and agents	50,084,477,848	49,066,095,646
<b>Deposits and other accounts</b>		
Current deposits & other accounts, etc.	23,926,778,991	21,011,202,434
Savings bank deposits	48,527,286,310	46,053,721,505
Fixed deposits	120,565,433,581	105,542,120,447
Others-special notice deposits	29,206,984,086	25,631,642,387
Bills payable	1,174,731,831	916,901,298
Bearer certificates of deposits	-	-
	<b>223,401,214,799</b>	<b>199,155,588,071</b>
Other liabilities	16,418,879,771	13,902,926,147
<b>TOTAL LIABILITIES</b>	<b>289,904,572,418</b>	<b>262,124,609,864</b>
<b>SHAREHOLDERS' EQUITY</b>		
Share Capital-Paid up capital	8,117,995,479	7,379,995,890
Statutory reserve	7,379,995,890	7,379,995,890
Asset revaluation reserve	2,688,437,789	2,693,094,373
General reserve	603,493,370	603,493,370
Dividend equalisation reserve	356,040,000	356,040,000
Foreign currency translation difference	2,917,814	3,291,006
Profit & loss account -retained earnings	4,332,572,810	4,959,549,554
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>23,481,453,152</b>	<b>23,375,460,082</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>313,386,025,570</b>	<b>285,500,069,947</b>
<b>OFF BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Acceptances and endorsements	56,694,148,904	57,033,419,112
Letters of guarantees	23,456,934,641	27,299,063,024
Irrevocable letters of credit	19,960,145,852	24,913,788,504
Bills for collection	7,962,251,014	7,676,005,477
Other contingent liabilities	-	378,933,000
	<b>108,073,480,410</b>	<b>117,301,209,116</b>
<b>Other commitments</b>		
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	200,906,319	327,629,500
Undrawn note issuance and revolving facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Claims against the Bank not acknowledged as debt	200,906,319	327,629,500
<b>TOTAL OFF-BALANCE SHEET ITEMS</b>	<b>108,274,386,729</b>	<b>117,628,838,616</b>

Head of Finance: Company Secretary: Managing Director:   
Director: Chairman:   
Dhaka, 29 July 2019

## EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Profit & Loss Account (Unaudited) for the period ended 30 June 2019

Particulars	Figures in Taka			
	01 January 2019 to 30 June 2019	01 January 2018 to 30 June 2018	01 April 2019 to 30 June 2019	01 April 2018 to 30 June 2018
Interest Income	11,420,331,331	9,653,267,097	5,998,758,281	5,171,826,041
Less: Interest paid on deposits and borrowings	7,075,171,691	5,991,851,328	3,775,377,676	3,259,225,488
<b>Net Interest Income</b>	<b>4,345,159,640</b>	<b>3,661,415,769</b>	<b>2,223,380,605</b>	<b>1,912,600,553</b>
Income from investments	1,117,343,955	1,030,912,967	582,788,227	502,608,430
Commission, exchange and brokerage	2,093,287,946	1,742,405,802	1,104,743,360	830,803,112
Other operating income	105,064,033	104,909,978	29,874,498	57,750,986
	<b>3,315,695,934</b>	<b>2,878,228,746</b>	<b>1,717,406,085</b>	<b>1,391,162,528</b>
<b>Total operating income</b>	<b>7,660,855,575</b>	<b>6,539,644,516</b>	<b>3,940,786,691</b>	<b>3,303,763,081</b>
Salary & allowances (excluding those of MD)	1,978,281,017	1,784,686,561	978,197,655	867,969,593
Rent, taxes, insurance, utilities etc.	395,647,971	407,517,530	197,688,354	210,921,831
Legal & professional expenses	55,215,817	36,287,470	37,725,385	21,437,020
Postage, stamp, telecommunication etc.	69,655,468	65,965,380	37,384,030	35,093,566
Stationery, printing, advertisement, BP, etc.	172,030,152	165,018,293	89,356,820	88,128,747
Managing Director's salary and allowances (Bank only)	13,133,143	12,202,857	6,445,572	6,651,429
Directors' fees & expenses	2,480,762	2,221,318	1,279,179	1,281,604
Repairs, maintenance and depreciation	293,586,739	247,667,334	160,016,882	139,317,056
Other operating expenses	298,595,249	345,433,994	157,221,231	147,614,400
<b>Total operating expenses</b>	<b>3,278,626,318</b>	<b>3,067,000,737</b>	<b>1,665,315,108</b>	<b>1,518,415,246</b>
<b>Profit before provisions</b>	<b>4,382,229,257</b>	<b>3,472,643,779</b>	<b>2,275,471,583</b>	<b>1,785,347,835</b>
Provision for loans and off-balance sheet exposure:				
General provision (loans and OBS exposures)	70,597,752	279,368,585	178,268,866	66,072,328
Specific provision (net off w/off recovery)	1,034,018,095	465,437,094	471,687,395	468,896,994
Other Provisions	163,189,779	617,518,896	113,673,365	70,469,764
<b>Total provisions</b>	<b>1,267,805,627</b>	<b>1,362,324,574</b>	<b>763,629,627</b>	<b>605,439,086</b>
<b>Profit before tax for the period</b>	<b>3,114,423,630</b>	<b>2,110,319,204</b>	<b>1,511,841,956</b>	<b>1,179,908,749</b>
Current tax expense	1,772,008,412	1,050,643,615	909,694,818	379,511,671
Deferred tax (income)-net	(240,403,333)	(201,583,271)	(120,000,000)	(31,583,271)
Provision for tax made for the period	1,531,605,078	849,060,344	789,694,817	347,928,400
<b>Profit after tax for the period</b>	<b>1,582,818,552</b>	<b>1,261,258,860</b>	<b>722,147,139</b>	<b>831,980,349</b>
<b>Earnings per share (EPS) (restated)</b>	<b>1.95</b>	<b>1.55</b>	<b>0.89</b>	<b>1.02</b>

Head of Finance: Company Secretary: Managing Director:   
Director: Chairman:   
Dhaka, 29 July 2019

## EASTERN BANK LIMITED AND ITS SUBSIDIARIES Consolidated Cash Flows Statement (Unaudited) for the period ended 30 June 2019

Particulars	Figures in Taka	
	01 January 2019 to 30 June 2019	01 January 2018 to 30 June 2018
<b>A) Cash flows from operating activities</b>		
Interest receipts in cash	10,880,093,262	9,381,324,986
Interest paid	(7,656,319,944)	(5,915,029,072)
Dividend receipts	85,840,194	70,138,341
Fees and commission receipts in cash	2,093,287,946	1,742,405,802
Income from investment (other than dividend received)	1,009,009,032	1,046,875,270
Recovery of loans previously written off	199,382,112	201,503,484
Cash paid to employees (including directors)	(2,135,055,964)	(1,924,321,971)
Cash paid to suppliers	(81,746,520)	(801,288,544)
Income taxes paid	(1,076,758,316)	(1,049,799,799)
Received from other operating activities	105,064,033	104,909,978
Paid for other operating activities	(298,595,249)	(345,433,994)
<b>Operating cash flow before changes in operating assets and liabilities</b>	<b>2,394,200,585</b>	<b>2,511,544,482</b>
<b>Increase/(decrease) in Operating Assets &amp; Liabilities</b>		
Sale/(purchase) of trading securities	(402,449,203)	(5,036,614,093)
Loans and advances to customers	(14,018,299,942)	(18,956,186,989)
Other assets	(305,479,179)	1,310,326,503
Deposits from other Banks	(3,015,884,436)	214,707,706
Deposits from customers (other than banks)	27,774,684,906	28,645,491,158
Liability for tax	(454,846,762)	148,239,455
Liabilities for provision	(1,467,187,738)	(1,563,828,058)
Other liabilities	2,725,089,178	454,489,099
<b>Operating cash flow from operating assets and liabilities</b>	<b>10,835,626,824</b>	<b>5,216,624,781</b>
<b>Net Cash received from / used in operating activities</b>	<b>13,229,827,409</b>	<b>7,728,169,263</b>
<b>B) Cash flows from investing activities</b>		
(Purchase)/sale of non-trading securities	(4,225,371,208)	887,279,997
(Purchase)/sale of property, plant and equipment	(99,237,391)	(954,412,139)
<b>Net cash used in investing activities</b>	<b>(4,324,608,600)</b>	<b>(67,132,142)</b>
<b>C) Cash flows from financing activities</b>		
Borrowings from other banks, financial institutions and agents	1,018,382,202	2,028,108,751
Dividend paid (cash dividend)	(1,475,999,178)	(1,475,999,178)
<b>Net cash received from financing activities</b>	<b>(457,616,976)</b>	<b>552,109,573</b>
<b>D) Net (decrease) / increase in cash (A+B+C)</b>	<b>8,447,601,834</b>	<b>8,213,146,693</b>
<b>E) Effects of exchange rate changes on cash and cash equivalents</b>	3,830,280	7,664,784
<b>F) Opening cash and cash-equivalents</b>	<b>27,787,746,049</b>	<b>26,801,358,391</b>
<b>G) Closing cash and cash-equivalents (D+E)*</b>	<b>36,239,178,163</b>	<b>35,022,169,868</b>
<b>*Closing cash and cash-equivalents</b>		
Cash in hand (including foreign currencies)	3,133,937,329	2,853,897,132
Balances with Bangladesh Bank and its agent bank (s)	13,779,524,916	10,440,556,591
Balances with other Banks and Financial Institutions	19,053,404,617	19,395,421,445
Money at call and short notice	269,000,000	2,330,000,000
Prize bonds	3,311,300	2,294,700
	<b>36,239,178,163</b>	<b>35,022,169,868</b>

Head of Finance: Company Secretary: Managing Director:   
Director: Chairman:   
Dhaka, 29 July 2019

## EASTERN BANK LIMITED Balance Sheet (Unaudited) as at 30 June 2019

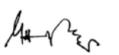
Particulars	Figures in Taka	
	30-06-2019	31-12-2018
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
Cash in hand (including foreign currencies)	3,133,682,274	2,624,689,253
Balances with Bangladesh Bank and its agent bank(s) (including foreign currencies)	13,779,524,916	13,713,276,245
	<b>16,913,207,190</b>	<b>16,337,965,498</b>
<b>Balances with other Banks and Financial Institutions</b>		
In Bangladesh	17,828,787,098	8,521,927,315
Outside Bangladesh	6,929,035,165	8,437,097,706
	<b>24,757,822,263</b>	<b>16,959,025,020</b>
<b>Money at call and short notice</b>	269,000,000	-
<b>Investments</b>		
Government	26,457,157,189	22,221,712,390
Others	5,894,786,210	5,498,237,011
	<b>32,351,943,399</b>	<b>27,719,949,401</b>
<b>Loans and advances</b>		
Loans, Cash Credits, Overdraft etc.	205,540,373,520	193,014,394,181
Bills discounted and purchased	17,846,996,149	16,291,856,566
	<b>223,387,369,669</b>	<b>209,306,250,747</b>
Fixed assets including land, building, furniture and fixtures	6,561,241,005	6,636,617,167
Other assets	5,764,745,512	5,357,128,978
Non banking assets	134,016,495	134,016,495
<b>TOTAL ASSETS</b>	<b>310,139,345,533</b>	<b>282,450,953,305</b>
<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>		
<b>Liabilities</b>		
Borrowing from other banks, financial institutions and agents	47,778,933,518	46,731,901,799
<b>Deposits and other accounts</b>		
Current deposits & other accounts, etc.	24,092,963,010	21,200,155,318
Savings bank deposits	48,527,286,310	46,053,721,505
Fixed deposits	120,565,433,581	105,826,485,905
Others-special notice deposits	29,342,825,806	25,631,642,386
Bills payable	1,174,731,831	916,901,298
Bearer certificates of deposits	-	-
	<b>223,703,240,536</b>	<b>199,628,906,412</b>
Other liabilities	15,645,743,161	13,123,885,732
<b>TOTAL LIABILITIES</b>	<b>287,127,917,215</b>	<b>259,484,693,943</b>
<b>SHAREHOLDERS' EQUITY</b>		
Share Capital-Paid up capital	8,117,995,479	7,379,995,890
Statutory reserve	7,379,995,890	7,379,995,890
General reserve	603,493,370	603,493,370
Asset revaluation reserve	2,603,019,422	2,607,676,007
Dividend equalisation reserve	356,040,000	356,040,000
Foreign currency translation difference	335,990	1,500,273
Profit & loss account -retained earnings	3,950,548,165	4,637,557,932
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>23,011,428,317</b>	<b>22,966,259,362</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>310,139,345,533</b>	<b>282,450,953,306</b>
<b>OFF BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Acceptances and endorsements	56,694,148,904	57,033,419,112
Letters of guarantees	23,456,934,641	27,299,063,024
Irrevocable letters of credit	19,960,145,852	24,913,788,504
Bills for collection	7,962,251,014	7,676,005,477
Other contingent liabilities	-	378,933,000
	<b>108,073,480,410</b>	<b>117,301,209,116</b>
<b>Other commitments</b>		



## EASTERN BANK LIMITED Profit & Loss Account (Unaudited) for the period ended 30 June 2019

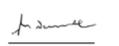
Figures in Taka

Particulars	01 January 2019 to 30 June 2019	01 January 2018 to 30 June 2018	01 April 2019 to 30 June 2019	01 April 2018 to 30 June 2018
Interest Income	11,177,648,282	9,454,943,310	5,876,441,605	5,068,747,434
Less: Interest paid on deposits and borrowings	6,918,349,736	5,881,226,041	3,696,021,337	3,192,826,937
<b>Net Interest Income</b>	<b>4,259,298,546</b>	<b>3,573,717,269</b>	<b>2,180,420,268</b>	<b>1,875,920,497</b>
Income from investments	1,126,745,318	1,049,638,852	608,067,891	532,287,519
Commission, exchange and brokerage	1,888,850,652	1,590,709,442	988,956,458	752,505,597
Other operating income	104,571,053	95,224,849	55,144,479	48,075,856
	3,120,167,023	2,735,573,143	1,652,168,828	1,332,868,972
<b>Total operating income</b>	<b>7,379,465,570</b>	<b>6,309,290,412</b>	<b>3,832,589,097</b>	<b>3,208,789,469</b>
Salary & allowances (excluding those of MD)	1,907,346,116	1,724,000,527	942,557,745	837,642,628
Rent, taxes, insurance, utilities etc.	375,884,288	393,330,904	188,032,511	203,835,299
Legal & professional expenses	54,886,939	36,060,486	37,552,357	21,351,856
Postage, stamp, telecommunication etc.	65,588,845	61,558,728	34,897,882	32,979,188
Stationery, printing, advertisement, BP, etc.	169,547,536	161,324,827	88,645,532	85,878,538
Managing director's salary and allowances (Bank only)	13,133,143	12,202,857	6,445,572	6,651,429
Directors' fees & expenses	2,377,262	2,071,818	1,238,929	1,195,354
Repairs, maintenance and depreciation	285,272,413	241,821,103	156,147,082	136,291,200
Other operating expenses	282,985,354	332,583,290	149,110,221	141,416,770
<b>Total operating expenses</b>	<b>3,157,021,896</b>	<b>2,964,954,540</b>	<b>1,604,627,831</b>	<b>1,467,242,262</b>
<b>Profit before provisions</b>	<b>4,222,443,674</b>	<b>3,344,335,872</b>	<b>2,227,961,266</b>	<b>1,741,547,207</b>
Provision for loans and off-balance sheet exposure:				
General provision (loans and OBS exposures)	70,597,752	279,368,585	178,268,866	66,072,328
Specific provision (net off w/off recovery)	1,030,461,495	465,437,094	468,130,795	468,896,994
Other Provisions	131,436,068	314,276,066	105,185,255	80,881,846
<b>Total provisions</b>	<b>1,232,495,316</b>	<b>1,059,081,745</b>	<b>751,584,917</b>	<b>615,851,168</b>
<b>Profit before tax for the period</b>	<b>2,989,948,358</b>	<b>2,285,254,127</b>	<b>1,476,376,349</b>	<b>1,125,696,039</b>
Current tax expense	1,706,905,151	1,000,223,934	875,037,004	353,738,334
Deferred tax (income)-net	(240,403,333)	(201,583,271)	(120,000,000)	(31,583,271)
Provision for tax made for the period	1,466,501,817	798,640,663	755,037,003	322,155,063
<b>Profit after tax for the period</b>	<b>1,523,446,541</b>	<b>1,486,613,464</b>	<b>721,339,346</b>	<b>803,540,976</b>
<b>Earnings per share (EPS) (restated)</b>	<b>1.88</b>	<b>1.83</b>	<b>0.89</b>	<b>0.99</b>

  
 Head of Finance

  
 Company Secretary

  
 Managing Director

  
 Director

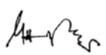
  
 Chairman

Dhaka, 29 July 2019

## EASTERN BANK LIMITED Cash Flow Statement (Unaudited) for the period ended 30 June 2019

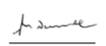
Figures in Taka

Particulars	01 January 2019 to 30 June 2019	01 January 2018 to 30 June 2018
<b>A) Cash flows from operating activities</b>		
Interest receipts in cash	10,649,561,252	9,201,363,996
Interest paid	(7,499,497,989)	(5,829,998,266)
Dividend receipts	130,232,531	362,210,972
Fees and commission receipts in cash	1,888,850,652	1,590,709,442
Income from investment (other than dividend received)	974,018,058	773,528,524
Recovery of loans previously written off	199,382,112	201,503,484
Cash paid to employees (including directors)	(2,049,178,339)	(1,850,986,603)
Cash paid to suppliers	(782,555,492)	(777,018,604)
Income taxes paid	(1,040,790,231)	(1,084,943,125)
Received from other operating activities	104,571,053	95,224,849
Paid for other operating activities	(282,985,354)	(332,583,290)
<b>Operating cash flow before changes in operating assets and liabilities</b>	<b>2,291,608,252</b>	<b>2,349,011,379</b>
<b>Increase/(decrease) in Operating Assets &amp; Liabilities</b>		
Sale/(purchase) of trading securities	(401,889,279)	(4,523,763,955)
Loans and advances to customers	(13,679,404,600)	(18,659,762,179)
Other assets	(258,749,097)	588,426,397
Deposits from other Banks	(3,015,884,436)	214,707,706
Deposits from customers (other than banks)	27,603,392,304	28,434,285,171
Liability for tax	(425,711,586)	233,802,462
Liabilities for provision	(1,431,877,427)	(1,260,585,228)
Other liabilities	2,716,153,759	1,184,013,036
<b>Operating cash flow from operating assets and liabilities</b>	<b>11,106,029,638</b>	<b>6,211,123,410</b>
<b>Net Cash received from / used in operating activities</b>	<b>13,397,637,890</b>	<b>8,560,134,789</b>
<b>B) Cash flows from investing activities</b>		
(Purchase)/sale of non-trading securities	(4,234,633,904)	877,137,027
(Purchase)/sale of property, plant and equipment	(93,248,367)	(952,883,993)
<b>Net cash used in investing activities</b>	<b>(4,327,882,271)</b>	<b>(75,746,966)</b>
<b>C) Cash flows from financing activities</b>		
Borrowings from other banks, financial institutions and agents	1,047,031,719	1,475,415,064
Dividend paid (cash dividend)	(1,475,999,178)	(1,475,999,178)
<b>Net cash received from financing activities</b>	<b>(428,967,459)</b>	<b>(584,114)</b>
<b>D) Net (decrease) / increase in cash (A+B+C)</b>	<b>8,640,788,160</b>	<b>8,483,803,709</b>
<b>E) Effects of exchange rate changes on cash and cash equivalents</b>	<b>2,378,175</b>	<b>5,131,757</b>
<b>F) Opening cash and cash-equivalents</b>	<b>33,300,174,418</b>	<b>32,155,955,268</b>
<b>G) Closing cash and cash-equivalents (D+E)*</b>	<b>41,943,340,753</b>	<b>40,644,890,734</b>
<b>*Closing cash and cash-equivalents</b>		
Cash in hand (including foreign currencies)	3,133,682,274	2,853,631,210
Balances with Bangladesh Bank and its agent bank (s)	13,779,524,916	10,440,556,591
Balances with other Banks and Financial Institutions	24,757,822,263	25,018,408,233
Money at call and short notice	269,000,000	2,330,000,000
Prize bonds	3,311,300	2,294,700
	<b>41,943,340,753</b>	<b>40,644,890,734</b>

  
 Head of Finance

  
 Company Secretary

  
 Managing Director

  
 Director

  
 Chairman

Dhaka, 29 July 2019

## EASTERN BANK LIMITED AND ITS SUBSIDIARIES Selected Explanatory Notes as at and for the period from 1 January 2019 to 30 June 2019

**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 enterprises (Type 'A') in EPZs, PEPZs, EZs and Hi-Tech Parks, etc. Besides, OBU offers short term loan facility to the Type 'B' industrial enterprise in EPZs, PEPZs, EZs and Hi-Tech Parks. In addition, OBU discounts/purchases accepted usance/deferred bills against import from abroad and accepted usance/deferred export bills against direct and deemed exports of products produced in Bangladesh of persons resident in Bangladesh.

**Subsidiaries of the Bank**

The Bank has four fully owned subsidiaries which has been in full fledged business operations. These are: EBL Securities Ltd, a securities brokerage firm, 'EBL Investments Limited', a merchant bank, 'EBL Finance (HK) Limited', a foreign subsidiary for trade finance & offshore banking business in Hong Kong, and 'EBL Asset Management Limited', an asset management company to do fund management, capital market operation, equity investment etc.

**2 Basis of Preparation and Significant Accounting Policies**

Basis of preparation, accounting policies and estimates applied in these financial statements as at and for the period ended 30 June 2019 are same as those applied in the audited annual financial statements for the year ended 31 December 2018 (please refer to www.ebl.com.bd). Certain selected explanatory notes are given below:

**Basis of Preparation**

**2.01 Statement of compliance**

The consolidated financial statements of the group (parent and its subsidiaries) and the separate financial statements of the Bank (parent company) as at and for the period ended 30 June 2019 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 International Financial Reporting Standards (IFRSs), 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 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.

**2.03 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 IFRSs 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 of similar nature.

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

**2.04 Revenue Recognition**

The revenue during the period is recognised following all conditions of revenue recognition as prescribed by IFRS - 15.

**2.05 Cash Flow Statement**

Cash Flow Statement is prepared in accordance with International Accounting Standard (IAS) 'Cash Flow Statement' and under the guideline of Bangladesh Bank BRPD Circular No.14 dated 25 June 2003. The Statement shows the Structure of Changes in cash and cash equivalents during the period.

**2.06 Statement of Changes in Equity**

Statement of changes in equity is prepared in accordance with International Accounting Standard (IAS) 'Statement of Financial Statements' and relevant guidelines of Bangladesh Bank.

**2.07 Earnings per share**

Earnings per share (EPS) has been computed by dividing the profit after tax (PAT) by the number of ordinary shares outstanding as on 30 June 2019 as per IAS- 33 'Earnings Per Share'. Diluted earnings per share was not required to calculate as there were no dilution possibilities during the period.

**2.08 Credit Rating of the Bank**

As per BRPD circular no. 6 dated 5 July 2006, the bank has done its credit rating by Credit Rating Information and Services Limited (CRISL) based on the financial statements as at and for the year ended 31 December 2018. The following ratings have been awarded:

Periods	Date of Rating	Surveillance Rating		Outlook
		Long Term	Short Term	
January to December 2018	26-Jun-19	AA+	ST-1	Stable
January to December 2017	28-Jun-18	AA+	ST-2	Stable
January to December 2016	29-Jun-17	AA+	ST-2	Stable

**2.09 General**

**Reporting Period**

The reporting period of these financial statements of the Group and the Bank cover from 1 January 2019 to 30 June 2019.

**Review of the Financial Statements**

These financial statements were reviewed by the Audit Committee of the Board of EBL in its 117 meeting held on 29 June 2019 and was subsequently approved by the Board in its 651 meeting held on the same date.

**2.10 Additional Disclosure in compliance with BSEC notification dated 20 June 2018:**

Significant deviation between two quarterly periods and reasons therefor:

Periods	Consolidated		Increase/ (Decrease)	Reasons
	January to June 2019	January to June 2018		
Specific provision (expense)	103.40	46.54	56.86	More provision (than required) was maintained at year-end 2017 on qualitative ground against some ailing borrowers. As a result, provision requirement against classified loans had been lower in H1, 2018. Therefore, despite being usual the provision in H1, 2019 looks higher.
Other provisions (expense)	16.32	61.75	(45.43)	Provision on diminution of value of quoted securities was adequately maintained in 2018. Therefore charge to P&L Account during H1, 2019 was lower.
Current tax expense has been increased in H1-19 due to decrease of income eligible for concessional tax rate and writing off net bad debts.	177.20	105.06	72.14	

**Number of ordinary shares with face value and date of issues:**

Number of ordinary shares as on 30 June 2019 was 811,799,547 with a face value BDT 10 per share. However, details history of raising capital and number of shares issued are available in the Annual Report 2018.

Calculation of NAV per share:

Particulars	Group		Bank	
	30-Jun-19	31-Dec-18	30-Jun-19	31-Dec-18
Net Assets Value (NAV) in crore	2,348.15	2,337.55	2,301.14	2,296.63
Net Assets Value per share in BDT (restated)	28.93	28.79	28.35	28.29

Calculation of NAVPS:  $\frac{\text{Net Asset Value}}{\text{No of shares outstanding}}$

Calculation of EPS and NOCFPS:

Particulars	Group		Bank	
	January to June 2019	January to June 2018	January to June 2019	January to June 2018
Earnings Per Share (EPS) in BDT (restated)	1.95	1.55	1.88	1.83
Net Operating Cash Flow per share (NOCFPS) in BDT (restated)	16.30	9.52	16.50	10.54

Calculation of EPS:  $\frac{\text{Profit After Tax}}{\text{No of shares outstanding}}$

Calculation of NOCFPS:  $\frac{\text{Net Operating Cash Flow}}{\text{No of shares outstanding}}$

## EASTERN BANK LIMITED Statement of Changes in Equity (Unaudited) for the period ended 30 June 2019

Figures in Taka

Particulars	Paid up capital	Statutory reserve	General reserve	Dividend equalisation reserve	Asset revaluation reserve	Foreign currency translation difference	Retained earnings	Total equity
Balance as at 1 January 2019	7,379,995,890	7,379,995,890	603,493,370	356,040,000	2,607,676,007	1,500,273	4,637,557,933	22,966,259,363
Net profit for the period after tax	-	-	-	-	-	-	1,523,446,541	1,523,446,541
Bonus share issued	737,999,589	-	-	-	-	-	(737,999,589)	-
Cash dividend paid	-	-	-	-	-	-	(1,475,999,178)	(1,475,999,178)
Adjustment of reserve for amortization of treasury securities (HTM)	-	-	-	-	(1,818,135)	-	-	(1,818,135)
Adjustment of reserve for revaluation of treasury securities (HFT)	-	-	-	-	(2,838,450)	-	-	(2,838,450)
Adjustment for FCY RE balance	-	-	-	-	-	-	3,542,459	3,542,459
Currency translation difference	-	-	-	-	-	(1,164,283)	-	(1,164,283)
<b>Balance as at 30 June 2019</b>	<b>8,117,995,479</b>	<b>7,379,995,890</b>	<b>603,493,370</b>	<b>356,040,000</b>	<b>2,603,019,422</b>	<b>335,990</b>	<b>3,950,548,165</b>	<b>23,011,428,317</b>
<b>Balance as at 30 June 2018</b>	<b>7,379,995,890</b>	<b>7,379,995,890</b>	<b>603,493,370</b>	<b>356,040,000</b>	<b>2,667,887,745</b>	<b>1,051,947</b>	<b>3,043,394,478</b>	<b>21,431,859,320</b>