

BRAC Bank Limited
Profit and Loss Account
for the year ended 31 December 2006

	<u>Notes</u>	<u>2006</u> <u>Taka</u>	<u>2005</u> <u>Taka</u>
Interest income	19	2,792,256,259	1,458,060,328
Interest paid on deposits, borrowings, etc.	20	<u>(1,634,640,822)</u>	<u>(850,729,209)</u>
Net interest income		1,157,615,437	607,331,119
Income from investment	21	400,080,011	292,067,158
Commission, exchange and brokerage	22	515,404,192	271,073,023
Other operating income		<u>4,325,882</u>	<u>2,846,359</u>
Total operating income		<u>2,077,425,522</u>	<u>1,173,317,659</u>
Salaries and allowances		497,114,772	297,738,514
Rent, taxes, insurance, lighting, etc.	23	65,186,136	77,206,221
Legal expenses		8,558,485	1,876,822
Postage, stamp, telegram and telephone	24	70,985,993	42,756,768
Stationery, printing, advertisement, etc.	25	100,201,029	56,620,255
Chief Executive's salary and fees		7,156,950	4,350,000
Directors' fees and expenses	26	791,093	754,470
Auditors' fee		470,000	250,000
Depreciation on and repairs to bank's property	27	120,994,106	33,506,399
Other expenses	28	<u>155,559,931</u>	<u>77,940,198</u>
Total operating expense		<u>1,027,018,495</u>	<u>592,999,647</u>
Profit before provisions		1,050,407,027	580,318,012
Provisions:			
For loans and advances	29	344,920,600	239,413,598
For others		125,300	544,313
Total provisions		<u>345,045,900</u>	<u>239,957,911</u>
Profit before tax		705,361,127	340,360,101
Provision for corporate tax:			
Current	30.1	334,920,000	139,777,786
Deferred	30.1	36,180,000	7,902,214
		<u>371,100,000</u>	<u>147,680,000</u>
Profit after tax		334,261,127	192,680,101
Appropriations:			
Statutory reserve		141,072,226	38,536,020
General reserve		-	-
Proposed dividend		-	-
		<u>141,072,226</u>	<u>38,536,020</u>
Unappropriated profit for the year		<u>193,188,901</u>	<u>154,144,081</u>
Earnings per ordinary share	31	<u>63.31</u>	<u>38.54</u>

The annexed notes 1 to 34 form an integral part of these financial statements.

Managing Director & CEO

Director

Director

Chairman

As per our annexed report of same date.

Dhaka, 25 March 2007

Auditors