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Half Yearly Financial Statements 2012 (Unaudited)

BRAC Bank Limited

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To: All Shareholders

30 June 2012

Subject: Half yearly Financial Statements for the period 1 January 2012 to 30 June 2012 (Unaudited).

As per Rule 13 of the Securities & Exchange Rules 1987, we are pleased to enclose the Financial Statements for the period 1 January 2012 to 30 June 2012 (Unaudited).



Rais Uddin Ahmad
Company Secretary

Consolidated Balance Sheet

As on June 30, 2012 (Unaudited)



আব্রাহাম অবিভল

PROPERTY AND ASSETS

	June 2012 Taka	December 2011 Taka
Cash	13,976,861,925	11,979,216,569
Cash in hand	4,047,246,185	3,648,779,467
(Including foreign currency)		
Balance with Bangladesh Bank and its agent Bank(s)	9,929,615,740	8,330,437,102
(Including foreign currency)		
Balance with other Banks and Financial Institutions	9,782,799,545	3,746,866,187
Inside Bangladesh	4,682,508,462	3,138,856,331
Outside Bangladesh	5,100,291,083	608,009,856
Money at call and short notice	-	480,000,000
Investments	14,138,546,902	14,674,983,791
Government	10,371,392,568	10,291,953,253
Others	3,767,154,334	4,383,030,537
Loans and advances	106,091,444,161	97,478,364,517
Loans, cash credit, overdrafts etc.	105,404,138,185	97,083,550,903
Bills purchased & discounted	687,305,976	394,813,615
Fixed assets including premises, furniture and fixtures	2,957,279,901	2,599,931,447
Other assets	10,197,765,243	8,553,122,866
Non-banking assets	-	-
Goodwill	1,409,637,597	1,409,637,597
Total Property and Assets	158,554,335,274	140,922,122,974

LIABILITIES AND CAPITAL

Liabilities

Borrowings from other banks, financial institutions & agents	8,165,505,262	5,720,180,188
Borrowings from Central Bank	5,013,416,338	1,533,371,184
Convertible Subordinate Bonds	3,000,000,000	3,000,000,000
Money at Call and Short notice	-	-
Deposits and other accounts	112,839,437,521	103,648,725,771
Current accounts & other accounts	37,941,972,132	32,369,590,116
Bills payable	893,021,474	768,394,517
Savings deposits	17,801,283,585	18,421,267,314
Fixed deposits	56,013,828,327	51,763,212,319
Other deposits	189,332,003	326,261,506
Other liabilities	17,591,575,255	16,538,199,960
Total Liabilities	146,609,934,375	130,440,477,104
Capital and Shareholders' Equity		
Paid up share capital	3,854,822,400	3,212,352,000
Preference share capital	350,000,000	350,000,000
Share premium	1,740,102,253	1,553,052,103
Statutory reserve	2,806,369,654	2,536,431,462
Revaluation reserve	538,175,205	163,089,754
Share money deposit	255,015	62,333,542
Surplus in profit and loss account/Retained Earnings	2,202,736,718	2,282,951,075
Total BRAC Bank Limited shareholders' equity	11,492,461,245	10,160,209,935
Minority Interest	451,939,654	321,435,935
Total equity	11,944,400,899	10,481,645,870
Total Liabilities and Shareholders' Equity	158,554,335,274	140,922,122,974

Consolidated Off Balance Sheet Items

As on June 30, 2012 (Unaudited)



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Contingent Liabilities

Acceptances and endorsements

Letter of guarantees

Irrevocable letter of credits

Bills for collection

Tax liability

Other contingent liabilities

Total Contingent Liabilities

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- lease hold assets

Total Other Commitments

Total Off-Balance Sheet items including contingent liabilities

June 2012 Taka	December 2011 Taka
153,161,800	160,105,738
4,520,699,928	4,537,278,981
10,218,277,872	16,201,080,847
304,578,356	626,623,955
115,398,757	115,398,757
1,080,006,505	753,151,898
16,392,123,218	22,393,640,175
-	-
-	-
142,500,000	405,759,290
-	-
-	-
142,500,000	405,759,290
16,534,623,218	22,799,399,465

Chief Financial Officer

Managing Director & CEO

Balance Sheet

As on June 30, 2012 (Unaudited)



আব্রাহাম আবিল

PROPERTY AND ASSETS

	June 2012 Taka	December 2011 Taka
Cash	13,976,168,564	11,978,646,295
Cash in hand	4,046,552,824	3,648,209,193
(Including foreign currency)		
Balance with Bangladesh Bank and its agent Bank(s)	9,929,615,740	8,330,437,102
(Including foreign currency)		
Balance with other Banks and Financial Institutions	7,394,967,289	3,211,368,001
Inside Bangladesh	4,432,474,649	2,657,897,194
Outside Bangladesh	2,962,492,640	553,470,807
Money at call and short notice	-	480,000,000
Investments	13,942,777,340	14,198,827,511
Government	10,371,392,568	10,291,953,253
Others	3,571,384,772	3,906,874,257
Loans and advances	98,101,059,976	90,822,174,665
Loans, cash credit, overdrafts etc.	97,413,754,000	90,427,361,050
Bills purchased & discounted	687,305,976	394,813,615
Fixed assets including premises, furniture and fixtures	2,703,910,608	2,349,164,755
Other assets	11,438,991,439	10,160,867,211
Non-banking assets	-	-
Total Property and Assets	147,557,875,216	133,201,048,438

LIABILITIES AND CAPITAL

Liabilities

Borrowings from other banks, financial institutions & agents	3,250,927,120	650,000,000
Borrowings from Central Bank	492,821,153	461,882,617
Convertible Subordinate Bonds	3,000,000,000	3,000,000,000
Money at Call and Short notice	-	-
Deposits and other accounts	113,297,845,531	103,725,529,225
Current accounts & other accounts	38,267,805,365	32,339,880,108
Bills payable	893,021,474	768,394,517
Savings deposits	17,933,883,682	18,527,780,776
Fixed deposits	56,013,803,007	51,763,212,319
Other deposits	189,332,003	326,261,506
Other liabilities	16,795,355,910	15,761,031,757
Total Liabilities	136,836,949,713	123,598,443,600
Capital and Shareholders' Equity		
Paid up share capital	3,854,822,400	3,212,352,000
Preference share capital	350,000,000	350,000,000
Share premium	1,406,000,000	1,406,000,000
Statutory reserve	2,806,369,654	2,536,431,462
Revaluation reserve	538,175,205	163,089,754
Surplus in profit and loss account/Retained Earnings	1,765,558,244	1,934,731,623
Total shareholders' equity	10,720,925,503	9,602,604,839
Total Liabilities and Shareholders' Equity	147,557,875,216	133,201,048,438

Off Balance Sheet Items

As on June 30, 2012 (Unaudited)



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	June 2012 Taka	December 2011 Taka
Contingent Liabilities		
Acceptances and endorsements	153,161,800	160,105,738
Letter of guarantees	4,520,699,928	4,537,278,981
Irrevocable letter of credits	10,218,277,872	16,201,080,847
Bills for collection	304,578,356	626,623,955
Tax liability	115,398,757	115,398,757
Other contingent liabilities	1,080,006,505	753,151,898
Total Contingent Liabilities	16,392,123,218	22,393,640,175
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- lease hold assets	-	-
Total Other Commitments	-	-
Total Off-Balance Sheet items including contingent liabilities	16,392,123,218	22,393,640,175

Chief Financial Officer

Managing Director & CEO

Consolidated Profit and Loss Account

For the period ended 30 June 2012 (Unaudited)



আব্রাহাম অফিস

Particulars	Quarter ended Apr to Jun 2012 Taka	Quarter ended Apr to Jun 2011 Taka	Cumulative Jan to Jun 2012 Taka	Cumulative Jan to Jun 2011 Taka
Interest income	4,212,784,899	3,543,276,403	8,025,226,376	6,750,030,997
Interest paid on deposits and borrowing etc.	2,536,274,075	2,427,860,046	4,917,841,709	4,726,340,929
Net interest income	1,676,510,824	1,115,416,356	3,107,384,668	2,023,690,068
Investment income	344,479,370	622,810,580	738,420,391	1,574,531,573
Commission, exchange and brokerage	710,557,631	745,751,117	1,508,416,829	1,464,238,841
Other operating income	110,866,158	79,822,128	192,943,476	132,390,740
Total operating income	2,842,413,983	2,563,800,182	5,547,165,363	5,194,851,223
Salaries and allowances	705,670,415	645,585,784	1,362,580,267	1,231,226,587
Rent, taxes, insurance, electricity etc.	163,151,854	153,606,056	322,056,334	303,786,450
Legal expenses	10,264,354	5,611,691	25,051,149	11,890,076
Postage, stamps, telecommunication etc.	52,324,934	53,466,627	104,401,125	108,347,324
Stationery, printing, advertisement etc.	59,841,416	112,341,143	124,822,931	216,736,145
Chief Executive's salary & fees	2,025,000	1,925,000	4,050,000	3,800,000
Directors' fees & expenses	2,651,554	1,058,724	5,269,239	3,705,652
Auditors' fee	225,000	694,927	1,105,402	919,927
Depreciation on and repairs to bank's assets	263,217,658	194,843,154	521,706,619	353,157,840
Other expenses	289,407,289	245,460,022	534,594,749	489,231,732
Total operating expenses	1,548,779,474	1,414,593,128	3,005,637,815	2,722,801,733
Profit/(loss) before provisions	1,293,634,509	1,149,207,053	2,541,527,549	2,472,049,489
Provision for:				
Loans and advances	496,773,100	435,141,496	1,013,121,311	1,015,262,227
Diminution in value of investments	40,000,000	48,000,000	80,000,000	48,000,000
Off balance sheet items	-	20,000,000	-	20,000,000
Others	-	-	-	-
Total provision	536,773,100	503,141,496	1,093,121,311	1,083,262,227
Profit/(loss) before taxes	756,861,410	646,065,558	1,448,406,237	1,388,787,262
Provision for Tax:				
Current tax expense	324,781,197	224,949,102	657,378,327	648,203,095
Deferred tax expense/ (income)	(17,855,394)	(50,000,000)	(38,544,254)	(115,000,000)
Total provision for Tax	306,925,803	174,949,102	618,834,073	533,203,095
Total profit/(loss) after taxes	449,935,607	471,116,456	829,572,164	855,584,168
Appropriations:				
Statutory reserve	141,591,371	103,244,633	269,938,192	243,338,335
General reserve	-	-	-	-
Dividend etc.	-	-	-	-
	141,591,371	103,244,633	269,938,192	243,338,335
Retained earnings	308,344,236	367,871,823	559,633,972	612,245,833
Attributable to:				
Equity holders of BRAC Bank Ltd.	308,171,484	338,997,945	562,256,043	561,380,035
Minority interest	172,751	28,873,878	(2,622,071)	50,865,798
	308,344,236	367,871,823	559,633,972	612,245,833
Basic earnings per share	1.17	1.15	2.16	2.05

Chief Financial Officer

Managing Director & CEO

Profit and Loss Account

For the period ended 30 June 2012 (Unaudited)



আব্রাহাম অবিচল

Particulars	Quarter ended Apr to Jun 2012 Taka	Quarter ended Apr to Jun 2011 Taka	Cumulative Jan to Jun 2012 Taka	Cumulative Jan to Jun 2011 Taka
Interest income	4,028,559,056	3,298,292,085	7,672,587,125	6,530,135,145
Interest paid on deposits and borrowing etc.	2,422,026,128	2,250,757,746	4,684,537,205	4,570,849,198
Net interest income	1,606,532,927	1,047,534,339	2,988,049,920	1,959,285,947
Investment income	351,787,568	569,851,187	723,480,857	1,520,800,389
Commission, exchange and brokerage	604,102,728	659,798,812	1,315,385,820	1,262,977,560
Other operating income	81,738,588	76,240,142	158,176,138	125,326,119
Total operating income	2,644,161,812	2,353,424,481	5,185,092,735	4,868,390,016
Salaries and allowances	644,545,746	612,894,892	1,254,253,422	1,169,190,165
Rent, taxes, insurance, electricity etc.	148,650,993	137,740,884	294,957,585	273,302,647
Legal expenses	6,660,283	4,672,964	13,183,875	10,685,974
Postage, stamps, telecommunication etc.	40,436,360	45,659,772	82,422,659	97,363,679
Stationery, printing, advertisement etc.	55,777,116	108,579,761	115,751,571	203,580,322
Chief Executive's salary & fees	2,025,000	1,925,000	4,050,000	3,800,000
Directors' fees & expenses	132,250	104,973	287,500	728,358
Auditors' fee	225,000	225,000	1,105,402	450,000
Depreciation on and repairs to bank's assets	243,144,625	186,756,916	485,736,524	338,757,266
Other expenses	270,132,502	235,076,137	504,198,398	470,970,607
Total operating expenses	1,411,729,875	1,333,636,300	2,755,946,934	2,568,829,018
Profit/(loss) before provisions	1,232,431,937	1,019,788,181	2,429,145,800	2,299,560,998
Provision for:				
Loans and advances	484,475,080	435,565,014	999,454,841	1,014,869,322
Diminution in value of investments	40,000,000	48,000,000	80,000,000	48,000,000
Off balance sheet items	-	20,000,000	-	20,000,000
Others	-	-	-	-
Total provision	524,475,080	503,565,014	1,079,454,841	1,082,869,322
Profit/(loss) before taxes	707,956,857	516,223,167	1,349,690,959	1,216,691,676
Provision for Tax:				
Current tax expense	324,000,000	202,136,051	645,000,000	597,136,051
Deferred tax expense/ (income)	(17,855,394)	(50,000,000)	(38,544,254)	(115,000,000)
Total provision for Tax	306,144,606	152,136,051	606,455,746	482,136,051
Total profit/(loss) after taxes	401,812,252	364,087,116	743,235,213	734,555,625
Appropriations:				
Statutory reserve	141,591,371	103,244,633	269,938,192	243,338,335
General reserve	-	-	-	-
Dividend etc.	-	-	-	-
	141,591,371	103,244,633	269,938,192	243,338,335
Retained earnings	260,220,880	260,842,483	473,297,021	491,217,290
Basic earnings per share	1.04	0.94	1.93	1.87

Chief Financial Officer

Managing Director & CEO

Consolidated Cash Flow Statement

For the period ended 30 June 2012 (Unaudited)



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A. Cash flows from operating activities

	June 2012 Taka	June 2011 Taka
Interest receipts	8,389,016,483	8,200,057,581
Interest payment	(5,331,142,286)	(4,765,724,045)
Dividends receipts	35,894,866	29,092,349
Fees & commissions receipts	1,446,363,330	1,464,238,841
Cash payments to employees	(1,277,709,105)	(1,248,405,789)
Cash payments to suppliers	(412,770,537)	(344,095,223)
Income tax paid	(1,137,188,567)	(1,431,026,253)
Receipts from other operating activities	189,689,210	353,522,571
Payment for other operating activities	(1,114,734,764)	(1,356,478,737)
Operating profit/(loss) before changes in operating assets and liabilities (i)	787,418,630	901,181,297
Increase/decrease in operating assets & liabilities		
Loans and advances	(8,506,055,685)	(8,679,462,632)
Other assets	13,138,747	(715,176,425)
Deposits from customers	9,038,724,119	11,177,399,665
Other liabilities	(491,449,265)	(242,627,375)
Cash utilised in operating assets & liabilities (ii)	54,357,915	1,540,133,233
Net cash (used)/flows from operating activities (i+ii)	841,776,545	2,441,314,530

B. Cash flows from investing activities

Treasury bills	(192,072,409)	-
Treasury bonds	(28,226,789)	(281,523,136)
Sale/ (Investment) in shares	736,564,627	(625,964,809)
Investment in bonds	-	100,000,000
Investment in prize bond	(428,200)	251,300
Acquisition of fixed assets	(213,248,664)	(557,818,878)
Disposal of fixed Assets	2,235,000	7,633,300
Net cash used in investing activities	304,823,565	(1,357,422,224)

C. Cash flows from financing activities

Proceeds from issue of ordinary shares	24,950,000	-
Proceeds from issue of preference shares	-	(150,000,000)
Share premium	366,765,000	-
Payment of dividend on preference share	-	(14,343,750)
Payment for lease finance	(189,120)	(85,245)
Borrowings from other banks	2,345,975,212	226,012,997
Money at call and short notice	-	770,000,000
Borrowings from Bangladesh Bank	3,480,045,153	349,314,682
Share money deposit	(121,722,602)	18,497,495
Donor grant received	159,885,043	-
Cash Dividend	(717,713)	(169,037,652)
Net cash flows from financing activities	6,254,990,973	1,030,358,527
Net increase/decrease in cash	7,401,591,083	2,114,250,833
Cash and cash equivalents at beginning of year	16,358,070,387	13,740,301,044
Cash and cash equivalents at end of period	23,759,661,470	15,854,551,878
Cash and cash equivalents at end of the period:		
Cash in hand (including foreign currency)	4,047,246,185	3,941,038,186
Balance with Bangladesh Bank and its agents bank(s) (including foreign currency)	9,929,615,740	7,763,572,443
Balance with other banks and financial institutions	9,782,799,545	4,149,941,249
Money at call and short notice	-	-
	23,759,661,470	15,854,551,878

Cash Flow Statement

For the period ended 30 June 2012 (Unaudited)



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A. Cash flows from operating activities

Interest receipts	
Interest payment	
Dividends receipts	
Fees & commissions receipts	
Cash payments to employees	
Cash payments to suppliers	
Income tax paid	
Receipts from other operating activities	
Payment for other operating activities :	
Operating profit/(loss) before changes in operating assets and liabilities (i)	

Increase/decrease in operating assets & liabilities

Loans and advances	
Other assets	
Deposits from customers	
Other liabilities	
Cash utilised in operating assets & liabilities (ii)	
Net cash (used)/flows from operating activities (i+ii)	

B. Cash flows from investing activities

Treasury bills	
Treasury bonds	
Sale/ (Investment) in shares	
Investment in bonds	
Investment in prize bond	
Acquisition of fixed assets	
Disposal of Fixed Assets	
Net cash used in investing activities	

C. Cash flows from financing activities

Proceeds from issue of preference shares	
Payment of dividend on preference share	
Borrowings from other banks	
Money at call and short notice	
Borrowings from Bangladesh Bank	
Dividend paid	
Net cash flows from financing activities	

Net increase/decrease in cash

Cash and cash equivalents at beginning of year	
Cash and cash equivalents at end of period	

Cash and cash equivalents at end of the period:

Cash in hand (including foreign currency)	
Balance with Bangladesh Bank and its agents bank(s) (including foreign currency)	
Balance with other banks and financial institutions	
Money at call and short notice	

June 2012 Taka	June 2011 Taka
8,253,464,917	7,887,832,682
(4,975,795,766)	(4,550,115,623)
35,894,866	29,092,349
1,315,385,820	1,262,977,560
(1,188,569,871)	(1,148,028,750)
(195,697,520)	(320,182,642)
(1,103,390,842)	(1,259,358,300)
182,987,521	346,457,950
(1,032,880,311)	(847,108,999)
1,291,398,813	1,401,566,228
(7,278,885,312)	(8,637,328,181)
(25,036,904)	(878,834,958)
9,572,316,305	11,151,676,600
(431,426,757)	(886,145,682)
1,836,967,333	749,367,779
3,128,366,146	2,150,934,006
(192,072,409)	-
(28,226,789)	(281,523,136)
335,489,485	(475,596,135)
-	100,000,000
(428,200)	251,300
(175,229,619)	(496,144,669)
2,075,000	7,513,300
(58,392,532)	(1,145,499,341)
-	(150,000,000)
-	(14,343,750)
2,600,927,120	(100,000,000)
-	770,000,000
30,938,536	349,314,682
(717,713)	(169,037,652)
2,631,147,943	685,933,280
5,701,121,557	1,691,367,946
15,670,014,296	13,484,961,649
21,371,135,853	15,176,329,595
4,046,552,824	3,940,800,088
9,929,615,740	7,763,572,443
7,394,967,289	3,471,957,064
-	-
21,371,135,853	15,176,329,595

Consolidated Statement of Changes in Equity

For the period ended 30 June 2012 (Unaudited)



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Particulars	Paid up share capital	Preference share capital	Share Premium	Statutory Reserve	Revaluation Reserve	Share money deposit	Retained Earnings	Minority Interest	Total
Balance at 01 January 2012	3,212,352,000	350,000,000	1,553,052,103	2,536,431,462	163,089,754	62,333,542	2,282,951,075	321,435,935	10,481,645,870
Net profit for the period	-	-	-	-	-	-	562,256,043	(2,622,071)	559,633,973
Share Premium of B-Kash Ltd.	-	-	187,050,150	-	-	-	-	179,714,850	366,765,000
Share money deposit	-	-	-	-	-	(62,078,527)	-	-	(62,078,527)
Share money deposit of B-Kash Ltd.	-	-	-	-	-	-	-	(58,814,560)	(58,814,560)
Share Capital of B-Kash Ltd.	-	-	-	-	-	-	-	12,225,500	12,225,500
Statutory reserve	-	-	-	269,938,192	-	-	-	-	269,938,192
Revaluation reserve	-	-	-	-	375,085,451	-	-	-	375,085,451
Dividends (Bonus share)	642,470,400	-	-	-	-	-	(642,470,400)	-	-
Balance as at 30 June 2012	3,854,822,400	350,000,000	1,740,102,253	2,806,369,654	538,175,205	255,015	2,202,736,718	451,939,654	11,944,400,899
Balance as at 31 December 2011	3,212,352,000	350,000,000	1,553,052,103	2,536,431,462	163,089,754	62,333,542	2,282,951,075	321,435,935	10,481,645,870

Amount in Taka

Statement of Changes in Equity

For the period ended 30 June 2012 (Unaudited)



আস্তু অবিল

Particulars	Paid up share capital	Preference share capital	Share Premium	Statutory Reserve	Revaluation Reserve	Retained Earnings	Total
Balance at January 01, 2011	3,212,352,000	350,000,000	1,406,000,000	2,536,431,462	163,089,754	1,934,731,623	9,602,604,839
Net profit for the period	-	-	-	-	-	473,297,021	473,297,021
Statutory reserve	-	-	-	269,938,192	-	-	269,938,192
Revaluation reserve	-	-	-	-	375,085,451	-	375,085,451
Dividends (Bonus share)	642,470,400	-	-	-	-	(642,470,400)	-
Balance as at 30 June 2012	3,854,822,400	350,000,000	1,406,000,000	2,806,369,654	538,175,205	1,765,558,244	10,720,925,503
Balance as at 31 December 2011	3,212,352,000	350,000,000	1,406,000,000	2,536,431,462	163,089,754	1,934,731,623	9,602,604,839

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