

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

We have audited the accompanying consolidated financial statements of Janata Bank Limited and its subsidiaries ('the Group'), as well as the financial statements of Janata Bank Limited ('the Bank'), which comprise the consolidated and the separate balance sheet as at 31 December 2011, profit and loss account, statement of changes in equity, cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements of the Group and the financial statements of the Bank in accordance with Bangladesh Financial Reporting Standards (BFRS) as explained in note no. 2.2 and for such internal control as management determines is necessary to enable the preparation of these consolidated financial statements of the Group and the financial statements of the Bank that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements of the Group and the 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 whether the consolidated financial statements of the Group and the 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 the financial statements of the Bank. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and the financial statements of the Bank, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements of the Group and the financial statements of the Bank in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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 the financial statements of the Bank.

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

Basis for Qualified Opinion

The bank provided Taka 14,789.50 million on account of Superannuation Fund (SF) and Gratuity Fund on 31 December 2011 instead of estimated amount of Taka 16,638.99 million, resulting in short provision of Taka 1,849.50 million; hence the profit is overstated by the same amount. However, the calculation is not based on BAS-19 *Employee Benefits*.

Qualified Opinion

In our opinion, except for the effects of the matter described in the basis for Qualified Opinion paragraph and subject to the mandatory compliance with few regulations of Bangladesh Bank that do not conform to the requirements of Bangladesh Financial Reporting Standards (BFRS) which have been adequately disclosed in note 2.2, the financial statements prepared in accordance with the Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the financial position of the Group and of the Bank as at 31 December 2011 and the results of their financial performance and their cash flows for the year ended 31 December 2011 and comply with the Bank Companies Act, 1991, the rules and regulations issued by Bangladesh Bank, the Companies Act, 1994, and other applicable laws and regulations.

We also report that:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof except those matters mentioned in the management letter;
- ii) 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 and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- iii) the consolidated balance sheet and consolidated profit and loss account of the Group and the balance sheet and profit and loss account of the Bank dealt with by the report are in agreement with the books of account and returns;
- iv) the expenditure incurred was for the purposes of the Group's and the Bank's business;
- v) the consolidated balance sheet of the Group and that of the Bank as at 31 December 2011 and the profit & loss account for the year then ended have been properly reflected in the consolidated financial statements except the matter described above in the basis for qualified opinion paragraph; and the consolidated financial statements of the Group and the financial statements of the Bank have been prepared in accordance with the generally accepted accounting principles;
- vi) the consolidated financial statements of the Group and the financial statements of the Bank have been drawn up in conformity with the Bank Companies Act, 1991 and in accordance with the accounting rules and regulations issued by Bangladesh Bank;
- vii) adequate provisions have been made for advances which in our opinion, doubtful of recovery;

- viii) the consolidated financial statements of the Group and the financial statements of the Bank conform to the prescribed standards set in the accounting regulations issued by Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- ix) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements except those matters mentioned in the management letter;
- x) the information and explanations required by us have been received and found satisfactory;
- xi) we have reviewed over 90 percent of the risk weighted assets of the Bank and we have spent around 8,500 man hours for the audit of the books and accounts of the Bank;
- xii) capital adequacy ratio (CAR) as required by law, has been maintained adequately during the year; and
- xiii) guidelines of Core Risk Management issued by Bangladesh Bank vide BRPD circular no. 17 dated 7 October 2003 were not fully complied with.

Sd/=

Rahman Rahman Huq
Chartered Accountants

Sd/=

Aziz Halim Khair Choudhury
Chartered Accountants

Dhaka, 19 April 2012

Janata Bank Limited and its Subsidiaries

Consolidated Balance Sheet

As at 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
PROPERTY AND ASSETS			
Cash	3(a)	24,118,828,382	17,609,559,065
In hand (including foreign currencies)		5,753,075,369	4,138,804,956
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		18,365,753,013	13,470,754,109
Balance with other banks and financial institutions	4(a)	8,923,052,953	6,289,028,472
In Bangladesh		933,742,707	2,005,393,176
Outside Bangladesh		7,989,310,246	4,283,635,296
Money at call on short notice	5	18,475,731,365	3,607,144,341
Investments	6(a)	92,826,255,850	57,873,539,033
Government		81,082,828,429	52,365,407,137
Others		11,743,427,421	5,508,131,896
Loans and advances	7(a)	258,202,077,716	226,777,857,820
Loans, cash credit, overdrafts etc.		230,237,835,963	203,037,842,689
Bills purchased and discounted		27,964,241,753	23,740,015,131
Fixed assets including land, building, furniture and fixtures	8(a)	9,729,868,282	6,327,980,098
Other assets	9(a)	28,609,775,330	27,224,764,668
Non - banking assets		-	-
Total property and assets		440,885,589,878	345,709,873,497
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10(a)	63,498,144	50,488,931
Deposits and other accounts	11(a)	361,702,032,138	286,525,464,763
Current accounts and other accounts etc.		60,329,791,826	51,535,113,639
Bills payable		3,069,468,094	3,238,018,927
Savings bank deposits		87,528,373,490	82,657,203,480
Fixed deposits		210,774,398,727	149,095,128,717
Bearer certificates of deposits		-	-
Other deposits		-	-
Other liabilities	12(a)	49,152,643,803	38,712,031,889
Total liabilities		410,918,174,084	325,287,985,583
Shareholders' equity		29,967,415,794	20,421,887,914
Share capital-paid-up	13.2	8,125,000,000	5,000,000,000
Statutory reserve	14	5,965,140,845	4,187,614,332
Legal reserve	15(a)	75,301,079	64,071,480
Assets revaluation reserve	16(a)	7,150,898,779	4,251,013,927
Foreign currency translation reserve	17(a)	263,144,220	138,446,832
Revaluation reserve for HTM	18	113,021,285	367,649,079
Revaluation reserve for HFT	19	587,748,684	1,238,393,681
Surplus in profit/(loss) account	20(a)	7,687,160,902	5,174,698,583
Non-controlling interest		-	-
Total liabilities and shareholders' equity		440,885,589,878	345,709,873,497

Janata Bank Limited and its Subsidiaries

Off-Balance Sheet Items

As at 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
Contingent liabilities	21(a)	151,206,834,709	106,227,864,323
Acceptances and endorsements		-	-
Letters of guarantee		13,613,342,757	6,870,546,666
Irrevocable letters of credit		128,787,104,408	92,790,973,849
Bills for collection		8,806,387,544	6,566,343,808
Other 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		-	-
Total off-balance sheet items including contingent liabilities		151,206,834,709	106,227,864,323

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

Sd/-
Md. Abdus Salam
Deputy Managing Director

Sd/-
S.M. Aminur Rahman
CEO & Managing Director

Sd/-
Dr. R.M. Debnath
Director

Sd/-
Dabir Uddin Ahmed
Director

Sd/-
Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

See annexed auditors' report to the shareholders of date.

Sd/-
Rahman Rahman Huq
Chartered Accountants

Sd/-
Aziz Halim Khair Choudhury
Chartered Accountants

19 April 2012
Dhaka

Janata Bank Limited and its Subsidiaries
Consolidated Profit and Loss Account
For the year ended 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
Operating Income			
Interest income	22(a)	26,417,337,176	19,058,219,576
Interest paid on deposits and borrowings etc.	23(a)	(17,868,516,639)	(11,961,473,276)
Net interest income		8,548,820,537	7,096,746,300
Investment income	24(a)	6,170,872,050	6,978,059,759
Commission, exchange and brokerage	25(a)	6,252,541,158	3,494,462,233
Other operating income	26(a)	2,111,979,501	1,172,855,034
		14,535,392,709	11,645,377,026
Total operating income (A)		23,084,213,246	18,742,123,326
Operating Expenses			
Salary and allowances	27(a)	5,305,460,296	5,173,490,528
Rent, taxes, insurance, electricity etc.	28(a)	541,102,409	471,605,402
Legal expenses	29(a)	7,071,766	5,870,999
Postage, stamp, telecommunication etc.	30(a)	16,044,407	12,559,353
Stationery, printing, advertisements etc.	31(a)	149,650,449	131,868,058
Chief Executive's salary and fees	32(a)	11,135,621	8,716,083
Directors' fees	33(a)	2,791,000	2,733,000
Auditors' fees	34(a)	3,545,952	4,394,636
Depreciation and repairs and maintenance	35(a)	298,362,160	216,689,661
Other expenses	36(a)	889,395,249	633,375,278
Total operating expenses (B)		7,224,559,309	6,661,302,998
Profit/(Loss) before amortisation, provision & tax (C) =(A-B)		15,859,653,937	12,080,820,328
Amortisation of valuation adjustment (D)	9.5	1,000,000,000	998,571,947
Profit/(Loss) before provision & tax (E) =(C-D)		14,859,653,937	11,082,248,381
Provision for loans and advances	37(a)	2,952,960,672	822,858,014
Provision for off-balance sheet items	38	450,000,000	330,000,000
Provision for other assets	39	100,000,000	-
Provision for SF & Gratuity	40	1,000,000,000	1,000,000,000
Provision for diminution in value of investments	41(a)	308,796,670	13,297,782
Other provisions	42(a)	1,363,006,000	1,075,000,000
Total provision (F)		6,174,763,342	3,241,155,796
Total profit/(loss) before tax G= (E-F)		8,684,890,595	7,841,092,585
Provision for taxation (including Ruler Tax) (H)		4,470,354,130	2,929,453,880
Current year	43(a)	4,068,790,823	2,081,620,780
Deferred Tax	9.6.(iv)	401,563,307	847,833,100
Net profit/(loss) after tax I= (G-H)		4,214,536,466	4,911,638,705
Net profit attributable to:			
Equity holders' of the Bank		4,214,536,466	4,911,638,705
Non-controlling interest		-	-
		4,214,536,466	4,911,638,705
		4,214,536,466	4,911,638,705

Janata Bank Limited and its Subsidiaries
Consolidated Profit and Loss Account
For the year ended 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
Appropriations			
Statutory reserve		1,775,133,923	1,564,086,375
General reserve		-	-
Legal Reserve		7,759,140	9,277,294
		1,782,893,063	1,573,363,669
Retained Surplus carried forward		2,431,643,402	3,338,275,036
Earnings per share	13.4(a)	57.32	69.71

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

Sd/-
Md. Abdus Salam
Deputy Managing Director

Sd/-
S.M. Aminur Rahman
CEO & Managing Director

Sd/-
Dr. R.M. Debnath
Director

Sd/-
Dabir Uddin Ahmed
Director

Sd/-
Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

See annexed auditors' report to the shareholders of date.

Sd/-
Rahman Rahman Huq
Chartered Accountants

Sd/-
Aziz Halim Khair Choudhur,
Chartered Accountants

19 April 2012
Dhaka

Janata Bank Limited and its Subsidiaries

**Consolidated Cash Flow Statement
For the year ended 31 December 2011**

Particulars	Note	2011 Taka	2010 Taka
A. Cash flows from operating activities			
Interest received		25,957,024,947	17,684,239,251
Interest paid		(15,489,365,940)	(10,907,796,319)
Dividend received		333,148,019	90,118,553
Fees and commission receipt in cash		6,275,207,643	3,477,314,886
Cash paid to employees		(5,316,595,917)	(5,177,690,528)
Cash paid to suppliers		(149,650,449)	(131,868,058)
Income from investment		5,837,724,031	6,696,749,682
Receipt from other operating activities		2,165,442,148	1,149,239,498
Paid for other operating activities		(1,716,510,826)	(1,186,202,941)
Recoveries of previously written-off loans & advances		485,598,908	605,881,960
Income tax paid		(331,102,216)	(379,231,397)
Cash flow from operating activities before changes in operating assets and liabilities		18,050,920,348	11,920,754,587
Increase/(decrease) in operating assets and liabilities			
Statutory deposits		-	-
Loans and advances to customers		(31,424,219,896)	(60,418,372,201)
Loans and advances to other banks		-	-
Other assets		(495,923,234)	(477,127,751)
Balance with other banks		(2,634,024,481)	(2,075,704,622)
Other liabilities		(3,873,805,845)	(1,788,429,246)
Deposits from other banks		(9,733,869)	(2,798,067,035)
Deposits from customers		75,186,301,243	43,131,582,867
		36,748,593,918	(24,426,117,988)
Net cash flow from operating activities (A)		54,799,514,266	(12,505,363,401)
B. Cash flows from investing activities			
(Purchase)/sales of Securities and Bond (others)		(6,235,295,525)	(3,592,559,109)
(Purchase)/sale of securities (Government)		(29,622,694,083)	15,993,088,764
(Purchase)/sale of property and equipments		(691,677,529)	(757,761,933)
Net cash flow from investing activities (B)		(36,549,667,137)	11,642,767,722
C. Cash flows from financing activities			
Receipts from issue of loan capital and debt security		-	-
Paid for redemption of loan capital and debt security		-	-
Receipts from issue of ordinary share (Right share)		3,125,000,000	-
Dividend paid		(10,000,000)	(10,000,000)
(Payments)/receipt from borrowings		13,009,213	18,922,979
Net cash flow from financing activities (C)		3,128,009,213	8,922,979
D. Net increase/(decrease) in cash (A+B+C)		21,377,856,341	(853,672,700)
E. Cash and cash equivalents at the beginning of the year		21,216,703,406	22,070,376,106
F. Cash and cash equivalents at the end of the year		42,594,559,747	21,216,703,406
Cash and cash equivalents at end of the year represents			
Cash in hand (including foreign currencies)		5,753,075,369	4,138,804,956
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		18,365,753,013	13,470,754,109
Money at call and on short notice		18,475,731,365	3,607,144,341
		42,594,559,747	21,216,703,406

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

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Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

Janata Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity
For the year ended 31 December 2011

Amount in Taka

Particulars	Share Capital-paid-up	Statutory Reserve	Legal Reserve (Overseas)	Assets Revaluation Reserve	Foreign Currency Translation Reserve	Revaluation Reserve for HTM	Revaluation Reserve for HFT	Surplus in profit/(loss) account	Total
Balance as at 1 January 2011	5,000,000,000	4,187,614,332	64,071,480	4,251,013,927	138,446,832	367,649,079	1,238,393,681	5,174,698,583	20,421,887,914
Increase paid up capital by right issue	3,125,000,000	-	-	-	-	-	-	-	3,125,000,000
Surplus/(deficit) for revaluation reserve	-	-	-	-	-	(442,830,946)	(216,222,056)	-	(659,053,002)
Revaluation reserve addition during the year	-	-	-	3,043,371,797	-	-	-	-	3,043,371,797
Adjustment for legal reserve of JEC, Italy	-	-	(1,393,143)	-	-	-	-	-	(1,393,143)
Currency translation reserve	-	2,392,590	4,863,602	-	124,697,388	-	-	35,550,318	167,503,898
Consolidated net profit for the year	-	-	-	-	-	-	-	2,431,643,402	2,431,643,402
Dividend paid	-	-	-	-	-	-	-	(10,000,000)	(10,000,000)
Adjustment for earlier year loss on JEC, Italy	-	-	-	-	-	-	-	7,690,957	7,690,957
Transferred to retained earnings	-	-	-	(29,648,725)	-	-	-	29,648,725	-
Transferred (to)/from deferred tax liability	-	-	-	(113,838,220)	-	188,203,152	(434,422,941)	17,928,916	(342,129,093)
Appropriation made during the year	-	1,775,133,923	7,759,140	-	-	-	-	-	1,782,893,063
Balance as at 31 December 2011	8,125,000,000	5,965,140,845	75,301,079	7,150,898,779	263,144,220	113,021,285	587,748,684	7,687,160,902	29,967,415,794
Balance as at 31 December 2010	5,000,000,000	4,187,614,332	64,071,480	4,251,013,927	138,446,832	367,649,079	1,238,393,681	5,174,698,583	20,421,887,914

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

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Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

Janata Bank Limited
Balance Sheet
As at 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
PROPERTY AND ASSETS			
Cash	3	24,115,279,336	17,597,592,643
Cash in hand (including foreign currencies)		5,749,526,323	4,126,838,534
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		18,365,753,013	13,470,754,109
Balance with other banks and financial institutions	4	8,888,361,333	6,167,291,516
In Bangladesh		933,742,707	1,955,393,176
Outside Bangladesh		7,954,618,626	4,211,898,340
Money at call on short notice	5	18,475,731,365	3,607,144,341
Investments	6	90,905,865,599	57,514,002,747
Government		81,082,828,429	52,365,407,137
Others		9,823,037,170	5,148,595,610
Loans and advances	7	257,801,035,388	225,732,208,529
Loans, cash credit, overdrafts etc.		229,836,793,635	201,992,193,398
Bills purchased and discounted		27,964,241,753	23,740,015,131
Fixed assets including land, building, furniture and fixtures	8	9,634,633,898	6,299,906,482
Other assets	9	30,568,462,213	28,315,781,897
Non-banking assets		-	-
Total property and assets		440,389,369,132	345,233,928,155
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	63,498,144	50,488,931
Deposits and other accounts	11	361,676,694,608	286,566,890,434
Current accounts and other accounts etc.		60,329,837,671	51,538,944,043
Bills payable		3,069,468,094	3,238,018,927
Savings bank deposits		87,528,373,490	82,657,203,480
Fixed deposits		210,749,015,353	149,132,723,984
Bearer certificates of deposits		-	-
Other deposits		-	-
Other liabilities	12	48,496,261,560	38,226,221,808
Total liabilities		410,236,454,312	324,843,601,173
Shareholders' equity		30,152,914,820	20,390,326,982
Share capital-paid-up	13.2	8,125,000,000	5,000,000,000
Statutory reserve	14	5,965,140,845	4,187,614,332
Legal reserve	15	75,301,079	62,678,337
Assets revaluation reserve	16	7,150,898,779	4,251,013,927
Foreign currency translation reserve	17	233,482,825	115,800,000
Revaluation reserve for HTM	18	113,021,285	367,649,079
Revaluation reserve for HFT	19	587,748,684	1,238,393,681
Surplus in profit/(loss) account	20	7,902,321,323	5,167,177,626
Total liabilities and shareholders' equity		440,389,369,132	345,233,928,155

Janata Bank Limited
Off-Balance Sheet Items
As at 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
Contingent liabilities	21	151,206,834,709	106,227,864,323
Acceptances and endorsements		-	-
Letters of guarantee		13,613,342,757	6,870,546,666
Irrevocable letters of credit		128,787,104,408	92,790,973,849
Bills for collection		8,806,387,544	6,566,343,808
Other 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		-	-
Total off-balance sheet items including contingent liabilities		151,206,834,709	106,227,864,323

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

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Sd/-
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Chartered Accountants

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Aziz Halim Khair Choudhury
Chartered Accountants

19 April 2012
Dhaka

Janata Bank Limited
Profit and Loss Account
For the year ended 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
Operating Income			
Interest income	22	26,266,118,212	19,027,541,063
Interest paid on deposits and borrowings etc.	23	(17,785,817,554)	(11,960,330,916)
Net Interest Income		8,480,300,658	7,067,210,147
Investment income	24	6,109,833,606	6,956,055,481
Commission, exchange and brokerage	25	6,171,726,091	3,459,612,651
Other operating income	26	2,087,859,101	1,170,721,669
Total Operating Income (A)		22,849,719,456	18,653,599,948
Operating Expenses			
Salary and allowances	27	5,273,572,424	5,162,418,734
Rent, taxes, insurance and electricity etc.	28	538,696,612	471,334,402
Legal expenses	29	6,934,551	5,720,999
Postage, stamp, telecommunication etc.	30	15,869,189	12,513,364
Stationery, printings, advertisements etc.	31	149,132,895	131,712,692
Chief Executive's salary and fees	32	4,200,000	4,200,000
Directors' fees	33	2,440,000	2,517,000
Auditor's fees	34	3,470,952	4,369,636
Depreciation, repairs and maintenance	35	295,551,321	215,336,259
Other operating expenses	36	837,530,026	607,071,521
Total Operating Expenses (B)		7,127,397,970	6,617,194,607
Profit/(Loss) before amortisation, provision & tax (C)=(A-B)		15,722,321,486	12,036,405,341
Amortisation of valuation adjustment (D)	9.5	1,000,000,000	998,571,947
Profit/(Loss) before provision & tax (E) =(C-D)		14,722,321,486	11,037,833,394
Provision for loans and advances	37	2,933,645,869	812,401,521
Provision for off balance sheet items	38	450,000,000	330,000,000
Provision for other assets	39	100,000,000	-
Provision for SF & Gratuity	40	1,000,000,000	1,000,000,000
Other provisions	42	1,363,006,000	1,075,000,000
Total provision (F)		5,846,651,869	3,217,401,521
Total profit/(loss) before income tax G = (E-F)		8,875,669,617	7,820,431,873
Provision for taxation (Including Ruler Tax) (H)		4,430,760,816	2,912,457,040
Current year	43	4,029,197,509	2,064,623,940
Deferred tax	9.6(iv)	401,563,307	847,833,100
Net profit/(loss) after taxation I = (G-H)		4,444,908,801	4,907,974,833

Janata Bank Limited
Profit and Loss Account
For the year ended 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
Appropriations			
Statutory Reserve		1,775,133,923	1,564,086,375
General Reserve		-	-
Legal Reserve		7,759,140	9,277,294
		1,782,893,063	1,573,363,669
Retained Surplus carried forward		2,662,015,738	3,334,611,164
Earnings per share	13.4	60.45	69.66

These financial statements should be read in conjunction with the annexed note:

Sd/-
Md. Abdus Salam
Deputy Managing Director

Sd/-
S.M. Aminur Rahman
CEO & Managing Director

Sd/-
Dr. R.M. Debnath
Director

Sd/-
Dabir Uddin Ahmed
Director

Sd/-
Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

See annexed auditors' report to the shareholders of date.

Sd/-
Rahman Rahman Huq
Chartered Accountants

Sd/-
Aziz Halim Khair Choudhury
Chartered Accountants

19 April 2012
Dhaka

Janata Bank Limited
Cash Flow Statement
For the year ended 31 December 2011

Particulars	Note	2011 Taka	2010 Taka
A. Cash flows from operating activities			
Interest received		25,805,805,983	17,653,560,738
Interest paid		(15,406,666,855)	(10,906,653,959)
Dividend received		333,148,019	90,118,553
Fees and commission receipt in cash		6,194,392,576	3,442,465,304
Cash paid to employees		(5,277,772,424)	(5,166,618,734)
Cash paid to suppliers		(149,132,895)	(131,712,692)
Income from investment		5,776,685,587	6,674,745,404
Receipt from other operating activities		2,141,321,748	1,147,106,133
Paid for other operating activities		(1,660,432,911)	(1,154,675,112)
Recoveries of previously written-off loans & advances		485,598,908	605,881,960
Income tax paid		(331,102,216)	(379,231,397)
Cash flow from operating activities before changes in operating assets and liabilities		17,911,845,520	11,874,986,198
Increase/(decrease) in operating assets and liabilities			
Statutory deposits		-	-
Loans and advances to customers		(32,068,826,859)	(59,372,722,910)
Loans and advances to other banks		-	-
Other assets		(1,376,905,668)	(1,529,373,895)
Balance with other banks		(2,721,069,817)	(2,043,864,030)
Other liabilities		(3,676,673,220)	(2,222,164,809)
Deposits from other banks		(9,733,869)	(2,798,067,035)
Deposits from customers		75,119,538,043	43,189,910,990
		35,266,328,610	(24,776,281,689)
Net cash flow from operating activities (A)		53,178,174,130	(12,901,295,491)
B. Cash flows from investing activities			
(Purchase)/sales of Securities and Bond (others)		(4,674,441,560)	(3,233,022,823)
(Purchase)/sale of securities (Government)		(29,622,694,083)	15,993,088,764
(Purchase)/sale of property, plant and equipments		(622,773,983)	(728,334,915)
Net cash flow from investing activities (B)		(34,919,909,626)	12,031,731,026
C. Cash flows from financing activities			
Receipts from issue of loan capital and debt security		-	-
Paid for redemption of loan capital and debt security		-	-
Receipts from issue of ordinary share (Right share)		3,125,000,000	-
Dividend paid		(10,000,000)	(10,000,000)
(Payments)/receipt from borrowings		13,009,213	18,922,979
Net cash flow from financing activities (C)		3,128,009,213	8,922,979
D. Net increase/(decrease) in cash (A+B+C)		21,386,273,717	(860,641,486)
E. Cash and cash equivalents at the beginning of the year		21,204,736,984	22,065,378,470
F. Cash and cash equivalents at the end of the year		42,591,010,701	21,204,736,984
Cash and cash equivalents at end of the year represents			
Cash in hand (including foreign currencies)		5,749,526,323	4,126,838,534
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		18,365,753,013	13,470,754,109
Money at call and short notice		18,475,731,365	3,607,144,341
		42,591,010,701	21,204,736,984

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

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Director

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Dabir Uddin Ahmed
Director

Sd/-
Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

Janata Bank Limited
Statement of Changes in Equity
For the year ended 31 December 2011

Particulars	Share Capital- paid-up	Statutory reserve	Legal reserve (UAE branches)	Assets revaluation reserve	Foreign Currency Translation Reserve	Revaluation reserve for HTM	Revaluation reserve for HFT	Surplus in profit/ (loss) account	Total
Balance as at 1 January 2011	5,000,000,000	4,187,614,332	62,678,337	4,251,013,927	115,800,000	367,649,079	1,238,393,681	5,167,177,626	20,390,326,982
Increase of paid up capital by right issue	3,125,000,000	-	-	-	-	-	-	-	3,125,000,000
Currency translation reserve	-	2,392,590	4,863,602	-	117,682,825	-	-	35,550,318	160,489,335
Decrease due to increase of interest rate of T.Bill & Bond	-	-	-	-	-	(442,830,946)	(216,222,056)	-	(659,053,002)
Statutory Reserve transferred from P/L A/c	-	1,775,133,923	-	-	-	-	-	-	1,775,133,923
Revaluation reserve during the year	-	-	-	3,043,371,797	-	-	-	-	3,043,371,797
Legal Reserve transfer from P/L Account	-	-	7,759,140	-	-	-	-	-	7,759,140
Retained surplus for the year	-	-	-	-	-	-	-	2,662,015,738	2,662,015,738
Dividend paid	-	-	-	-	-	-	-	(10,000,000)	(10,000,000)
Transferred to retained earnings	-	-	-	(29,648,725)	-	-	-	29,648,725	-
Transferred (to)/from deferred tax liability	-	-	-	(113,838,220)	-	188,203,152	(434,422,941)	17,928,916	(342,129,093)
Balance as at 31 December 2011	8,125,000,000	5,965,140,845	75,301,079	7,150,898,779	233,482,825	113,021,285	587,748,684	7,902,321,323	30,152,914,820
Balance as at 31 December 2010	5,000,000,000	4,187,614,332	62,678,337	4,251,013,927	115,800,000	367,649,079	1,238,393,681	5,167,177,626	20,390,326,982

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

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Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman

Janata Bank Limited
Liquidity Statement
Asset and Liability Maturity Analysis
As at 31 December 2011

Particulars	Not more than 1 month term	1 to 3 months	3 to 12 months	1 to 5 years	More than 5 years	Total
Assets						
Cash in hand (including balance with Bangladesh Bank and its agents)	5,755,279,336			18,360,000,000		24,115,279,336
Balance with other banks and financial institutions	6,277,945,143	1,680,000,000	150,000,000	780,416,190	-	8,888,361,333
Money at call on short notice	18,475,731,365	-	-	-	-	18,475,731,365
Investment	3,025,324,500	7,452,923,500	10,568,512,300	41,253,620,300	28,605,484,999	90,905,865,599
Loans and advances	30,585,987,667	55,362,526,750	57,962,358,000	61,502,635,490	52,387,527,481	257,801,035,388
Fixed assets including land, building, furniture and fixtures	5,060,243	29,540,250	102,536,420	605,842,700	8,891,654,285	9,634,633,898
Other assets	3,335,563,800	4,502,536,000	6,508,652,360	2,671,226,240	13,550,483,813	30,568,462,213
Non banking assets	-	-	-	-	-	-
Total property & assets	67,460,892,054	69,027,526,500	75,292,059,080	125,173,740,920	103,435,150,578	440,389,369,132
Liabilities						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	-	-	-	24,000,000	39,498,144	63,498,144
Deposits	54,107,577,317	55,173,769,220	58,245,877,170	93,013,442,156	75,509,065,835	336,049,731,698
Other accounts	5,001,025,400	6,852,510,900	6,687,960,240	4,391,578,454	2,693,887,916	25,626,962,910
Provision and other liabilities	5,162,897,531	2,405,325,600	5,622,324,500	14,604,313,754	20,701,400,175	48,496,261,560
Total liabilities	64,271,500,248	64,431,605,720	70,556,161,910	112,033,334,364	98,943,852,070	410,236,454,312
Net liquidity gap	3,189,391,806	4,595,920,780	4,735,897,170	13,140,406,556	4,491,298,508	30,152,914,820

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

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Dr. Abul Barkat
Chairman

Janata Bank Limited

Notes to the separate and consolidated financial statements

As at and for the year ended 31 December 2011

1 The bank and its activities

1.1 Reporting entity

Janata Bank Limited is a state owned commercial Bank incorporated on 21 May 2007 under the Companies Act 1994 as a public limited company and governed by the Bank Companies Act, 1991. Janata Bank Limited took over the businesses, assets, liabilities, right, power, privilege and obligation of erstwhile Janata Bank through a vendor agreement signed between the People's Republic of Bangladesh and Janata Bank Limited on 15 November 2007 with a retrospective effect from 1 July 2007. The bank has 873 branches including four overseas branches and two 100% owned subsidiaries named as Janata Exchange Company Srl, Italy and Janata Capital and Investment Limited, Dhaka.

Bangladesh Bank issued license on 31 May 2007 in the name of Janata Bank Limited to conduct the banking business.

1.2 Nature of business

The Bank provides all kinds of commercial banking services to its customers including accepting deposits, extending loans & advances, discounting & purchasing bills, remittance, money transfer, foreign exchange transaction, guarantee, commitments etc. The principal activities of its subsidiary Janata Exchange Company Srl, Italy (JEC) is to carry on the remittance of hard-earned foreign currency to Bangladesh. Another subsidiary company Janata Capital and Investment Limited, Dhaka is to act as issue manager, share underwriter and portfolio manager. The Bank has opened an NRB branch at Motijheel, Dhaka to render exclusive service to non resident Bangladeshis.

1.3 Subsidiaries of the bank

Janata Bank Limited has two 100% owned subsidiaries named Janata Exchange Company Srl, Italy and Janata Capital and Investment Limited, Dhaka, Bangladesh.

(i) Janata Exchange Company Srl, Italy

Janata Exchange Company Srl, Italy was incorporated on 18 January 2002 vide Ministry of Finance letter # অম/অবি/ব্যাকিং/শা-৭/বিবিধ-১২(২) ২০০০ dated 3 January 2001 and letter # অম/অবি/ব্যাকিং/শা-৭/১২(২)২০০০/১৬৪ dated 27 June 2001 with 100% ownership of Janata Bank Limited having authorised capital of ITL 1.00 Billion and its paid-up capital is 600,000 EURO.

Apart from Rome Branch, JEC, Italy has another Branch in Milan, Italy, which was established vide MOF's approval Letter # অম/অবি/ব্যাকিং নীঃ/শা-১/১২/(২)/২০০/ ৩/৩৫২ dated 24 November 2002.

(ii) Janata Capital and Investment Limited, Dhaka

Janata Capital and Investment Limited Dhaka incorporated on 13 April 2010 vide incorporation certificate no. C-83898/10 issued by the Registrar of Joint Stock Companies and Firms (RJSC) with 100% ownership of Janata Bank Limited having Tk. 5,000 million authorised capital and its paid-up capital is Tk. 2,000 million. The company starts its operations from 26 September 2010 and its main functions are issue management, underwriting and portfolio management.

2 Basis of preparation and significant accounting policies

2.1 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 2011 have been prepared under the historical cost convention and in accordance with Bangladesh Financial Reporting Standards (BFRSs), the 'First Schedule' (section no. 38) of the Bank Companies Act 1991, as amended by the BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, the Companies Act 1994, the Securities and Exchange Rules 1987 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.

2.2 Statement of Compliance

Considering note 2.1, the Group and the Bank has departed from those contradictory requirements of BFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

i) Investments in shares and securities

BFRSs:

As per requirements of BAS 39 '*Financial Instruments: Recognition and Measurement*' 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 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 investments; otherwise investments are recognised at costs.

ii) Revaluation gain/loss on Government securities**BFRSs:**

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 DOS Circular no. 5 dated 26 May 2008 and subsequent clarification in DOS Circular no. 5 dated 28 January 2009, loss on revaluation of Government securities (T-bill / T-bond) which are categorised as held for trading should be charged through 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 amortised cost method but interest income / gain should be recognised through reserve.

iii) Provision on loans and advances**BFRSs:**

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) basis.

Bangladesh Bank:

As per BRPD Circular no. 5 dated 5 June 2006 a general provision at 1% to 5% under different categories of unclassified loans (good / standard loans) should be maintained regardless of objective evidence of impairment. Also provision for sub-standard loan, doubtful loans and bad losses should 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, a general provision at 1% should be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39.

iv) Other comprehensive income**BFRSs:**

As per BAS 1 '*Presentation of Financial Statements*', Other Comprehensive Income is a component of financial statements or the elements of Other Comprehensive Income are to be included in a Single Comprehensive Income (OCI) Statement.

Bangladesh Bank:

Bangladesh Bank has issued templates for financial statements which should be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a Single Comprehensive Income (OCI) Statement. As such the company does not prepare the Other Comprehensive Income statement. However elements of OCI, if any, are shown in the statement of changes in equity.

v) Financial instruments - presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in BAS 39. As such some disclosure and presentation requirements of BFRS 7 '*Financial Instruments: Disclosures*' and BAS 32 '*Financial Instruments: Presentation*' cannot be made in the accounts.

vi) REPO transactions**BFRSs:**

When an entity sells a financial asset 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 recognised 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 expense.

Bangladesh Bank:

As per BRPD guidelines, when a bank sells a financial asset 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 normal sales transactions and the financial assets should be derecognised in the seller's book and recognised in the buyer's book.

vii) Financial guarantees**BFRSs:**

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 recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised 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 L/C, L/G should be treated as off balance sheet items. No liability is recognised for the guarantee except the cash margin.

viii) Cash and cash equivalents**BFRSs:**

Cash and cash equivalents items should be reported as cash item as per BAS 7 '*Statement of Cash Flows*'.

Bangladesh Bank:

Some cash and cash equivalents items such as money at call and short notice, T-bills, prize bonds should not be shown as cash and cash equivalents. Money at call and short notice should be shown as item in balance sheet, and T-bills, Prize bonds should be shown in investments.

ix) Non banking assets**BFRSs:**

No indication of non banking assets is found in any BFRSs.

Bangladesh Bank:

As per BRPD 14, there should exist an item named non banking assets in balance sheet.

x) Cash flow statement**BFRSs:**

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 14, cash flow should be a mixture of direct and indirect method.

xi) Balance with Bangladesh Bank (CRR):**BFRSs:**

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 should be treated as cash and cash equivalents.

xii) Off balance sheet items**BFRSs:**

No requirement of disclosure for off balance sheet items as there is no concept of off balance sheet items in any BFRS; hence there is no requirement of disclosure of off balance sheet items.

Bangladesh Bank:

As per BRPD 14, off balance sheet items e.g. L/C, L/G should be disclosed separately in the balance sheet.

xiii) Disclosure of appropriation of profit**BFRSs:**

There is no requirement to show appropriation of profit in the statement of comprehensive income.

Bangladesh Bank:

As per BRPD 14, an appropriation of profit should be disclosed in the Profit and Loss Account.

xiv) Loans and advance net of provision**BFRSs:**

Loans and advances should be presented net of provisions.

Bangladesh Bank:

As per BRPD 14, provision on loans and advances should be presented separately as liability and cannot be netted off against loans and advances.

[Also refer to Note-2.36 Compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs)]

2.3 Basis of measurement

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

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using marking to market concept with gain crediting to revaluation reserve.
- Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present value using amortisation concept.
- Zero Coupon Bond at present value using amortisation concept.

2.4 Basis of consolidation

The consolidated financial statements include the financial statements of Janata Bank Limited and its two subsidiaries named Janata Capital and Investment Limited, Dhaka and Janata Exchange Company Srl. Italy made up to the end of the financial year. The Consolidated financial statements have been prepared in accordance with Bangladesh Accounting Standards BAS-27 '*Consolidated and Separate Financial Statements*'. These Consolidated financial statements are prepared to a common financial year ended 31 December 2011.

Subsidiaries

Subsidiaries are entities controlled by the group. The financial statements of subsidiaries are included in the Consolidated Financial Statements from the date that control commences until the date the control ceases.

Transactions eliminated on consolidation

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

2.5 Functional and presentation currency

These consolidated financial statements of the Group and the financial statements of the Bank are presented in Taka which is the Bank's functional currency. Financial information have been rounded off to the nearest Taka.

2.6 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 BFRS 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 recognised 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 recognised in the consolidated financial statements are described in note no. 2.17.

2.7 Books of accounts

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

2.8 Foreign currency**Foreign currency transaction**

Foreign currency transactions are translated as per Bangladesh Accounting Standards BAS-21: '*The Effects of Changes in Foreign Exchange Rates*'. Transactions in foreign currencies are translated into the respective functional currency of the operation at the spot exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated into the functional currency at the spot exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortised cost in foreign currency translated at the spot exchange rate at the end of the period. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated into the functional currency at the spot exchange rate at the date that the fair value was determined. Foreign currency differences arising on retranslation are recognised in profit or loss. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated

using the exchange rate at the date of the transaction.

Foreign operation

The assets & liabilities of foreign operations are translated to Bangladeshi Taka at exchange rate prevailing at the balance sheet date. The income & expenses of foreign operations are translated at average rate of exchange for the year. Foreign currency differences are recognised 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 of 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.

2.9 Reporting period

The accounting period of the bank has been determined to be from 01 January to 31 December each year and is followed consistently

2.10 Cash Flow Statement

Cash Flow Statements has been prepared in accordance with Bangladesh Accounting Standards BAS-7: 'Statement of Cash Flows' 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 financial year.

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 Significant accounting policies

The accounting policy set out below 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 excepts as explain in **Note-2.2**.

2.14 Cash and cash equivalents

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions, money at call on short notice and prize bond.

2.15 Investments

All investments (other than government treasury securities 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 and bonds (categorised 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.

(i) Held to Maturity (HTM)

Investments which are intended to be held to maturity are classified as 'Held to Maturity'. These are measured at amortised 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.

(ii) Held for Trading (HFT)

Investment primarily held for selling or trading is classified in this category. After initial recognition, investments are marked to market weekly.

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/bonds(HFT)	Cost	Fair value	Loss to P&L, gain to Revaluation Reserve through P&L
Govt. T-bills/bonds(HTM)	Cost	amortised cost	Increase or decrease in value to equity
Debenture/Bond	Face value	None	None
Shares	Cost	Lower of cost or market value	Loss to P&L but no unrealised gain booking
Prize bond	Cost	None	None

(iii) 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, JBL 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, JBL stopped the accrual of interest during REPO period.

2.16 Loans, advances and provisions

(i) 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 end review by the management and instruction contained in BCD Circular no. 12 dated 4 September 1995, BRPD circular no. 16 dated 6 December 1998, BRPD circular no. 9 dated 14 May 2001, BRPD circular no. 9 and 10 dated 20 August 2005, a BRPD circular no. 5 dated 27 April 2005, BRPD Master circular no. 5 dated 5 June 2006, BRPD circular no. 8 dated 7 August 2007, BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 5 dated 29 April 2008.

General provision on:	Rates
Unclassified general loans and advances	1%
Unclassified short term agricultural credit and micro credit	5%
Unclassified loans for housing finance and on loans for professionals	2%
Unclassified consumer financing other than housing financing and loans for professionals	5%
Special mention account	5%
Specific provision on:	
Substandard Short Term Agriculture Credit	5%
Doubtful Short Term Agriculture Credit	5%
Substandard loans and advances (except Short Term Agriculture Credit)	20%
Doubtful loans and advances (except Short Term Agriculture Credit)	50%
Bad/loss loans and advances	100%

(ii) Written 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.

(iii) 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.

2.17 Fixed assets and depreciation

Fixed assets are recognised if it is probable that future economic benefits associated with the assets will flow to the Bank and the cost of the assets can be reliably measured.

- (i) Fixed assets are stated at cost less accumulated depreciation as per Bangladesh Accounting Standards BAS-16: 'Property, Plant and Equipment'. Acquisition cost of an asset comprises the purchase price and any directly attributable cost of bringing the asset to working condition for its intended use. Land & building is recognised at cost at the time of acquisition and subsequently measured at revalued amounts which is fair value at the time of revaluation done by independent valuer and any surplus on revaluation is shown as equity component.
- (ii) Depreciation is charged at the following rates on all fixed assets on the basis of estimated useful lives as determined by fixed asset policy of the Bank. In all cases depreciation is calculated on the reducing balance method except motor vehicles, bi-cycles and computer which are depreciated on straight line method. Depreciation is charged at the applicable rates proportionately on assets purchased in the first half of the year from the month of their acquisition. No depreciation is charged on addition of assets in the second half and disposal of assets in the first half of the year.

(iii) Depreciation rates used for each type of fixed assets are as follows:

Category of fixed assets	Rate of depreciation
Buildings	2.50%
Furniture and fixtures	10.00%
Machineries and equipments	20.00%
Computers	20.00%
Vehicles	20.00%

- (iv) Repairs and maintenance are charged to profit and loss account as expense when incurred.
- (v) The fixed assets of the Bank has been revalued five times, in the year of 1998 by Taka. 371.52 million, in 2004 by Taka. 590.27 million and in the year 2007 following the instruction of vendor's agreement signed between Janata Bank Ltd. and Ministry of Finance revaluation of all assets except electrical equipment has done by taka 1,152.02 million, in 2010 by Taka 3,050.56 million and in 2011 land & building has been revalued by Taka. 3,043.37 million based on physical verification conducted by independent survey firm Geodetic Survey Corporation. The calculation is based on average sale and purchase price of last six months of respective localities.

2.18 Other assets

Other assets include all other financial assets and include fees and other unrealised income receivable, advance for operating and capital expenditure and stocks of stationery and stamp. Details are shown in Note-9.

2.19 Receivables

Receivables are recognised when there is a contractual right to receive cash or another financial asset from another entity.

2.20 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents includes borrowing from Bangladesh Bank and International Development Association (IDA) credit for 'Enterprise Growth and Bank Modernisation Project (EGBMP)'.

2.21 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.

2.22 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.

2.23 Other liabilities

Other liabilities comprise items such as provision for loans and advances/investments/other assets, taxation, super

annuation fund, gratuity fund and off balance sheet items and also includes interest payable, interest suspense, accrued expenses etc. Other liabilities are recognised in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance, 1984 and internal policy of the Janata Bank.

2.24 Statutory reserve

As per the Bank Companies Act, 1991 (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.

2.25 Revaluation reserve

(i) 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 Bank revalued the assets of land and buildings during the year 2011 and the increase amount transferred to revaluation reserve. The tax effects on revaluation gain are measured and recognised in the financial statements as per Bangladesh Accounting Standards BAS-12: '*Income Taxes*'.

(ii) Revaluation Reserve for HTM & HFT

All HTM securities are amortised 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 recognised 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.

2.26 Provision for taxation

(i) Current year tax

Provision for current income tax has been made @ 42.5% as prescribed in the Finance Act, 2011 of the profit made by the Bank considering major taxable allowances and disallowances.

(ii) Deferred tax

Deferred Tax is calculated on the taxable/deductible temporary differences between tax base and carrying value of assets and liabilities as required by Bangladesh Accounting Standards BAS-12: '*Income Taxes*'.

2.27 Employee Benefits

2.27.1 Retirement Benefits

The bank operates two alternative retirement benefit schemes for its permanent employees, elements of which are as follows:

(a) Contributory Provident Fund (CPF) scheme

1. Employees' contribution 10%
2. Bank's contribution 10%
3. This fund is operated by a Board comprising twelve (12) trustees.
4. Gratuity: 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.

(b) General pension fund scheme

i) Superannuation fund

The Bank operates Pension Scheme. The Bank was paying 40% of basic salary of each employee in each month w.e.f. 2004 to 30 June 2009 to the Superannuation Fund for payment of pension to the retiring employees. The paying rate has been reduced to 25% of basic salary of each employee in each month from 1 July 2009. Contribution to the Superannuation Fund is an allowable expenditure as per tax rule.

ii) General Provident Fund (GPF)

Employees opted for pensions are also contributing 10%-30% as per their desire to GPF which is also operated by the same Trustee Board as CPF. The Bank does not contribute any amount against these employees to GPF.

iii) Pension and Gratuity benefit

Pension and Gratuity benefit payable as at 31 December 2011 calculated by the management has been provided in the books of accounts.

2.27.2 Other employee benefits

(a) Leave Encashment

The Officer/Staff who has opted for Pension and General Provident Fund, will be entitled to leave encashment facilities upto twelve months at the time of retirement as per letter No. MF/FD/Reg-2/leave-16/84/9 dated 21 January 1985 of Finance Division, Ministry of Finance, Govt. 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'. Therefore, No fund is created for this scheme.

(b) 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.

(c) Benevolent Fund

Benevolent fund was initiated in 1986 and is funded by the monthly subscription of executives/officer/staff, sale proceeds of old news papers, income from investment and grant from Bank's operating profit. Expenditures from these funds are scholarship, award to the children of employee for securing good result in the public examination and university levels, marriage assistance and contribution to family members when any employee expires.

2.28 Provision for Nostro Accounts

According to the guideline of Foreign Exchange Policy Department of Bangladesh Bank, Circular No. FEOD (FEMO)/01/2005-677 dated 13 September 2005, Bank has made adequate provision this year regarding the un-reconciled debit balance as at Balance Sheet date.

2.29 Provision for Off-Balance Sheet Items

In compliance with Bangladesh Bank guidelines Off-Balance Sheet items have been disclosed under contingent liabilities. As per BRPD Circular No.10; dated: 18 September 2007, the bank is required to maintain provision @ 1% against Off-Balance Sheet items.

2.30 Contingent liabilities and Contingent assets

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 recognised 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 recognised but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated.

Contingent assets are not recognised in the financial statements as this may result in the recognition of income which may never be realised.

2.31 Revenue recognition

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

(i) Interest income

In terms of the provisions of the Bangladesh Accounting Standards BAS-18: 'Revenue', the interest income is recognised on accrual basis. Interest on unclassified [excluding Special Mentioned Account (SMA)] loans and advances have been accounted for as income on accrual basis, interest on classified loans and advances (including SMA) has 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.

(ii) Fees and commission income

Fees and commission income arises on services provided by the Bank and recognised on a cash receipt basis. Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

(iii) Dividend income

Dividend income from shares is recognised at the time when it is declared and ascertained.

(iv) Interest paid on borrowings and deposits

Interest paid on Borrowings and Deposits are calculated on 360 days in a year and recognised on accrual basis.

(v) Interest income from investments

Interest income on investments in Government and other securities, debentures and bonds is accounted for on accrual basis.

(vi) Management and other expenses

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

2.32 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 at 31 December 2011 as per Bangladesh Accounting Standards (BAS)- 33: 'Earnings per Share'.

2.33 Reconciliation of books and account

Books of account in regard to inter-bank (in Bangladesh and outside Bangladesh) as well as inter-branches are reconciled at regular intervals to keep the unreconciled balances within non material level.

Details of un-reconciled entries of Inter Branch Transaction Accounts (IBTA) as at 31 December 2011 are given in Note-12.2.

2.34 Offsetting

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when there is a legally enforceable right to offset the recognised amount and there is an intention to settle on a net basis, or realise asset and settle the liability simultaneously.

2.35 Credit Rating of the Bank

As per the 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 of Janata Bank Limited dated 31 December 2010. The following ratings had been awarded:

Particulars	Bases of information (as on or period)	Long term	Short term	On the basis Govt. support
Entity Rating	31 December 2010	A+	ST-2	AAA in long run & ST1 in short run
Entity Rating	31 December 2009	A	ST-3	AAA in long run & ST1 in short run

2.36 Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

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, Janata Bank Limited applied most of BAS and BFRS as adopted by ICAB. Details are given below:

Name of Bangladesh Accounting Standards (BAS)	BAS 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 Balance Sheet Date	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipments	16	Applied
Leases	17	N/A
Revenue	18	Applied
Employee Benefits	19	Partly applied
Accounting for Govt. 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 & Reporting by Retirement Benefit Plans	26	Partly applied
Consolidated and Separate Financial Statements	27	Applied
Investments in Associates	28	N/A
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	*Applied
Earnings per Share	33	Applied

Interim Financial Reporting	34	N/A
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	*Applied
Intangible Assets	38	N/A
Financial Instruments: Recognition and Measurement	39	*Applied
Investment Property	40	Applied
Agriculture	41	N/A

Name of Bangladesh Financial Reporting Standards (BFRS)	BFRS No.	Status
First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
Share-Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non- Current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resource	6	N/A
Financial Instruments: Disclosures	7	*Applied
Operating Segments	8	Partly Applied

*Subject to departure described in Note # 2.2-Statement of Compliance

2.37 Risk Management

The possibility of losses, financial or otherwise is defined as risk. The risks are inherent in banking business in the context of recovery of credit, maintaining liquidity market and operational affect. It is responsibility of the management to identify measure and mitigate the risks. The risk management of the Bank covers 6 (six) core risk areas in the banking business and issued necessary guidelines as under to control and minimise the affected loss:-

- (i) Credit Risk Management
- (ii) Foreign Exchange Risk Management
- (iii) Assets- Liability Risk Management
- (iv) Money Laundering Prevention Risk Management
- (v) Internal Control and Compliance Risk Management
- (vi) Guidelines on Information and Communication Technology

Janata Bank Limited has developed separate guidelines for each of above risk oriented areas to manage its own core risks.

(i) Credit Risk Management

Credit risk is the risk to a financial institution's earning and capital when an obligor or a third party does not comply with the terms and conditions of the loan and fail to meet its obligations to the bank. It is a potential loss arising from the failure of a counter party to perform as per contractual agreement with the bank, basically failure in repayment.

The Bank ensures to adopt the following risk assessment procedures before approving sanction of any credit facility. The risk assessment procedures include borrower risk analysis, financial analysis, industrial appraisal, historical performance of the customer, security against credit facility etc. The assessment initiated from the branch level, counter checking & cross checking done by the controlling office in accordance with business and sanctioning power.

The proposals belongs to the authority of head office, are reviewed by the concerned credit department in term of credit policies, risk grading, business and management quality and then reviewed by the credit committee. Thereafter placed to board with their recommendation or otherwise rejected of deemed not to be feasible.

Apart from customer department, a separate risk management department has been created to mitigate the various types of credit risk in determining single borrower/large loan limit; the instructions of regulatory bodies are strictly followed.

(ii) Foreign Exchange Risk Management

Foreign exchange risk is a risk that a bank may suffer losses as a result of adverse movements in either spot or forward rate or combination of the two, in individual foreign currency. This risk is associated with the transactions involved in import,

export, remittance and foreign currency in hand and bank.

To mitigate the risk involved in foreign exchange business, the foreign exchange dealing operation in Janata Bank limited is performed through Dealing Room (Front Office), Mid Office and Back Office. The dealers manage market risks, avoid adverse exchange fluctuation, look for better investment of funds, maintain sound liquidity and protect the Bank from any unforeseen loss in the situation of any market volatility. The Mid Office and Back Office are assigned the responsibility of related support functions. Dealing room is restricted for all excepting dealers and authorised executives.

The dealing room is equipped with modern facilities i.e. Reuters's information, SWIFT, receptors monitor, telephone, voice recorder etc. Moreover stop/loss limit, trading limit, over night limit is given by the concerned authorities. The daily blotter and mark to market revaluation report is placed to management for their review.

(iii) Asset-Liability Risk Management

Asset- Liability Risk is comprised of two components, (i) Liquidity Risk, and (ii) Interest Rate Risk.

(a) Liquidity Risk

Liquidity risk is defined as a potential loss arising from the Bank's inability to meet its contractual obligations & financial commitments, whenever due.

Liquidity risk is managed in accordance with a framework of asset liability management guideline, liquidity policies, contracts, and limits approved by ALCO of the Bank. These policies are established to control, limit and to ensure that the Bank maintains well diversified sources of funding as well as sufficient liquidity to meet all of its contractual obligations when due. The Bank meet the liquidity crisis by taking call loan, short term deposit from other banks & financial institutions and sale of securities on repurchase agreement (REPO).

(b) Interest Rate Risk

Interest rate risk is the risk of loss in the Bank's interest margin or net equity value arising from changes in interest rates and their implied volatility. Janata Bank Limited has established an Asset Liabilities Committee (ALCO) to screen out and determine the maximum risk exposure regarding liquidity requirement of the Bank, mismatch in the maturity of assets and liabilities, deposit lending ratio and growth, capital adequacy, pricing strategy and the way to meet the liquidity crisis in any adverse situation.

(iv) Money Laundering Risk Management

Money Laundering means any offence under the law which is set out in section no. 2 of the Money Laundering Prevention Act, 2009 (Act no. 8 of 2009). The offences are as under:

- (i) Properties acquired or earned directly or indirectly through illegal means;
- (ii) Illegal transfer, conversion, concealment of location or assistance in the above act of the properties acquired or earned directly or indirectly through legal or illegal means."

The Bank has formulated the policies and procedures under the provision of Money Laundering Act and in consideration of all control points suggested by Bangladesh Bank to control laundering of money earned illegally which is harmful for the economy of the country. The Board and the management are fully committed to prevent money laundering and terrorist financing.

To mitigate the money laundering risk, monthly CTR/ STR reports are provided to Bangladesh Bank, introduced KYC report mentioning the transaction profile, proper address, valid source of income etc. which are verified at the time of opening any kind of Account. Employees are provided training regularly on how to identify a suspicious transaction and what is the role of bank management to report in this regard.

(v) Internal Control and Compliance Risk Management

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 Department 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 up grading its Standard Operating Procedures (SOP) in the area of credit, audit, information technology and accounts as per international best practices.

(vi) Guidelines on Information and Communication Technology

Janata Bank Limited follows the guideline stated in BRPD circular no. 14 dated 23 October 2005 regarding 'Guidelines on Information and Communication Technology' for scheduled Banks. IT management deals with IT policy documentation,

internal IT audit, training etc. The objective of IT management is to achieve the highest levels of technology service quality by minimum operational risk. Physical security involves providing environmental safeguards as well as controlling physical access to equipment and data. IT department has controls over Password, User ID maintenance, input control, network security, virus protection, internet and e-mail. Data centre has been set up and disaster recovery plan has been formulated as part of Business Continuity Planning (BCP).

2.38 Related party disclosures

As per Bangladesh Accounting Standards BAS-24: 'Related Party Disclosures', parties are considered to be related if one of the party 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 transactions have been given in Note-2.38(iii).

The Bank provides banking service to the different ministries and corporation in the form of advances, letter of credit, bank guarantee etc. but the Bank had no transactions with the directors of the Bank as a related party.

(i) Directors of Janata Bank Limited and their interest in the bank (as on 31 December 2011)

Sl. No.	Name of Directors	Address	Status with JBL	Date of Appointment/ Reappointment	No. of shares held in Janata Bank Limited
1	Dr. Abul Barkat	37/ G (3rd floor), Fuller road, Dhaka University Quarter, Dhaka	Chairman	09.09.2009	1
2	Dr. Jamaluddin Ahmed FCA	House # 51 (5th floor), Park road, Baridhara, Dhaka	Director	19.02.2011	1
3	Mr. Md. Nazibar Rahman	Rangs Mayabi, Flat # C-2 (2nd floor), 14, Block-B, Khilgaon, Chowdhury Para, Dhaka	Director	09.09.2009	1
4	Advocate Balam Podder	Dom-Inno (Altura), A-7, 342, Segun Bagicha, Ramna, Dhaka- 1000	Director	09.09.2009	1
5	Mr. Dabir Uddin Ahmed	House # 35/B, Road # 9/A, Dhanmondi R/A, Dhaka- 1209	Director	14.09.2009	1
6	Dr. Md. Abdur Rouf Sardar	House # 23, Road # 3, Dhanmondi R/A, Dhaka- 1209	Director	24.09.2009	1
7	Al-haj A.K.M. Shahjahan Kamal	6/14, 2nd floor, Lalmatia, Dhaka-1207	Director	24.09.2009	1
8	Dr. R.M. Debnath	Eastern Peace, Flat # 1/302, 30 Shantinagar, Dhaka- 1217	Director	29.10.2009	1
9	Mr. Md. Emdadul Hoque	House # 22, Flat # 2/4, Road # 6, Dhanmondi, Dhaka	Director	21.12.2010	1
10	Mr. S.M. Aminur Rahman	Flat # A/6, Century Estate Apartment, Boro Mogh Bazar, Ramna, Dhaka	CEO & MD	28.01.2010	N/A

(ii) Particulars of Directors and their interest in other entities (as on 31 December 2011)

Sl. No.	Name of Directors	Status with JBL	Name of the firms/companies/ institutions in which they have interest	Status with the firms/companies/ institutions
1.	Dr. Abul Barkat	Chairman	1. Department of Economics, University of Dhaka	Professor & Chairman
			2. Human Development Research Center	Chief Adviser (Hon.)
			3. Bangladesh Economic Association	President
2.	Dr. Jamaluddin Ahmed FCA	Director	1. Hoda Vasi Chowdhury & Co., Chartered Accountants	Partner
			2. Janata Capital and Investment Ltd., Dhaka	Director
3.	Mr. Md. Nazibar Rahman	Director	1. FBCCI	Director
			2. Janata Capital and Investment Ltd., Dhaka	Chairman
			3. M/S Ushan Enterprise and Advanced Care	Proprietor
4.	Advocate Baram Podder	Director	1. Janata Capital and Investment Ltd., Dhaka	Director
			2. M/S Podder Enterprise	Proprietor
			3. Palli Unnayan Prochesta (PUP)	President
5.	Mr. Dabir Uddin Ahmed	Director	1. Janata Capital and Investment Ltd., Dhaka	Director
6.	Dr. Md. Abdur Rouf Sardar	Director	1. Janata Capital and Investment Ltd., Dhaka	Director
			2. Bangladesh Medical College Hospital	Director
			3. Bangladesh Medical Association	Vice President
7.	Al-haj A.K.M. Shahjahan Kamal	Director	1. Mebfen Trade International Ltd.	Chairman
			2. Janata Capital and Investment Ltd., Dhaka	Director
			3. M/S Asia Construction	Proprietor
			4. Nabojagaron Multipurpose Co-operative Society Ltd.	President
			5. Laxmipur District	Administrator
8.	Dr. R.M. Debnath	Director	1. University of Dhaka	Part time teacher
			2. The Daily Sangbad	Economic Columnist
9.	Mr. Md. Emdadul Hoque	Director	1. Bangladesh Commerce Bank Ltd.	Director
			2. Meghna Petroleum Limited	Director
			3. Bangladesh Petroleum Corporation	Director
			4. Patuakhali Science and Technology University	Director
10.	Mr. S.M. Aminur Rahman	CEO & MD	1. IIDFC	Ex-Officio
			2. Janata Capital and Investment Ltd., Dhaka	Director
			3. Investment Corporation of Bangladesh	Ex-Officio Director

(iii) Related party relationship disclosure during the year 2011 (in compliance of BAS- 24)

Sl. No.	Name of Related Party	Relationship	Nature of Transaction	Balance as at 1 January 2011	Amount in Taka	
					Transaction during the year	Balance as at 31 December 2011
1.	Janata Exchange Company Srl, Italy	Subsidiary company	Investment in Subsidiary Company	-	40,659,925	40,659,925
2.	Janata Capital and Investment Limited, Dhaka	Subsidiary company	Investment in Subsidiary Company	-	1,530,437,991	1,530,437,991

(iv) Significant contracts where Bank is a party & wherein Directors have interest:

- Nil

(v) Related Party Transactions:

- As disclosed in Note- 2.38(iii)

(vi) Lending Policies to Related Parties:

- Related parties are allowed Loans and Advances as per General Loan Policy of the Bank & as per requirements of Section 27 (1) of the Bank Companies Act, 1991.

(vii) Business other than Banking business with any related concern of the Directors as per Section-18(2) of the Bank Companies Act, 1991:

- Nil

(viii) Investments in the Securities of Directors and their related concern:

- Nil

2.39 Audit Committee Disclosures

In compliance with the BRPD Circular No. 12 dated 23 December 2002 of Bangladesh Bank, an audit committee of Janata Bank Limited board was first constituted by the Board of Directors of Janata Bank in its 773rd meeting held on 30 December 2002 and thereafter last reconstituted in the 175th board meeting of Janata Bank Limited held on 6 March 2011.

Sl. no.	Name	Status with JBL	Status with the committee
i)	Dr. Jamaluddin Ahmed FCA	Director	Chairman
ii)	Mr. Dabir Uddin Ahmed	Director	Member
iii)	Dr. R.M. Debnath	Director	Member

The company secretary acts as Secretary of the Audit Committee of the Board.

During the year 2011, the Audit Committee of the Board conducted 19 (Nineteen) meetings in which among other things, the following issues were reviewed/discussed:

- * Reviewing and approving the "Annual Audit Plan 2011".
- * Reviewing the compliance and related risk level of Branches and various Departments.
- * Reviewing the current status of report findings of Rahman Rahman Haq and Aziz Halim Khair Choudhury, Chartered Accountants.
- * Reviewing the inspection report 2009 of Bangladesh Bank Inspection Team and recommend for implementation of their observations.
- * Restructuring of Internal Audit Function and advising to conduct special inspection.
- * Reviewing of the management report for the year ended 31 December 2010 on JBL as submitted by the External Auditors and its subsequent compliance thereof.
- * Reviewing the annual report on the Financial Health of the Bank-2010.
- * Reviewing and recommended for approval of revised budget for the year 2011 and budget for the year 2012.
- * The Minutes of the audit committee meetings containing various suggestions and recommendations to the management and the Board are placed to the Board for ratification on regular basis.

2.40 Corporate Social Responsibility (CSR)

With industrialisation, 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" with that of "Achieving Highest Profit". Being one of the famous state owned commercial banks in Bangladesh, Janata Bank Limited has also realised its responsibilities to the society and contributed to the amelioration of the social life of the destitute people, infra-structure, environment etc. For making its entrepreneurship a success, Janata Bank Limited allocated budget of Tk.150.00 million in 2011. Following the way, in 2011, it has devoted Tk.68.77 million for conducting its CSR activities. Here is a break-down of the categories in which Janata Bank Limited has allocated substantial amount of money for the purpose of CSR activities in 2011.

Sl. No.	Description	Amount in million (Tk.)
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1	Agriculture related	7.50
2	Education and Research	12.41
3	Environment	0.33
4	Health and Treatment	21.89
5	Poverty reduction and rehabilitation	5.24
6	History, Culture and Art	12.58
7	Information Technology	6.57
8	Miscellaneous	2.27
Total		68.77

2.41 Events after the balance sheet date

Events After the balance sheet date that provide additional information about the company's position at the balance sheet date are reflected in the financial statements in Note no. 44 as per Bangladesh Accounting Standards BAS-10: 'Events After the Balance Sheet Date'.

2.42 Directors' responsibility on financial statements

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

2.43 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: Details shown in note no. 48.

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 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 (UAE)	Four (4) overseas branches of Janata Bank Limited are situated in UAE & operating banking business, money remittance etc. as per the head office instructions and other activities as permitted under the banking law of UAE.
iv.	Janata Exchange Company Srl, Italy	Janata Exchange Company Srl., Italy, subsidiary company of Janata Bank Limited operates its business in Italy. 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 Italy.
v.	Janata Capital and Investments Limited	Established to do all kinds of merchant banking activities including issue management, underwriting, portfolio management and other transactions.

2.44 Approval of financial statements

These financial statements were approved by the Board of directors on 19 April 2012.

2.45 General

- Figures appearing in these Financial Statements have been rounded off to the nearest Taka.
- Previous year's figures have been rearranged, where necessary, in order to conform to current year's presentation.

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
3	Cash			
	Cash in hand (including foreign currencies)	3.1	5,749,526,323	4,126,838,534
	Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)	3.2	18,365,753,013	13,470,754,109
			24,115,279,336	17,597,592,643
3.1	Cash in hand (including foreign currencies)			
	Local Currency		5,285,423,617	3,891,050,854
	Foreign Currencies		464,102,706	235,787,680
			5,749,526,323	4,126,838,534
3.2	Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)			
	Bangladesh Bank			
	In Local Currency		18,716,825,978	13,367,808,075
	In Foreign Currencies (Clearing Account)		(2,007,403,942)	(960,354,010)
			16,709,422,036	12,407,454,065
	Sonali Bank Limited (as an agent of Bangladesh Bank)-in local currency		1,656,330,977	1,063,300,044
			18,365,753,013	13,470,754,109
3.3	Disclosures regarding maintenance of CRR & SLR			
3.3(i)	Cash Reserve Requirement (CRR)			
	As per MPD circular No. 4 dated 1 December 2010 of Bangladesh Bank (effective from 15 December 2010), all scheduled Banks are required to maintain a CRR minimum 5.5% on daily basis based on weekly average demand and time liabilities of two months prior to current month (i.e. CRR of December 2011 will be based on weekly average balance of October 2011 as per BRPD circular no. 12 dated 6 September 1998) and minimum 6% on bi-weekly basis. JBL however has been maintaining its CRR on bi-weekly basis.			
	Average demand and time liabilities of October 2011 & 2010 (excluding inter-Bank deposit)			
			319,029,044,300	265,183,781,000
	Required Reserve (6% of average demand and time deposit)		19,141,742,658	15,911,027,000
	Actual Reserve held with Bangladesh Bank*		18,722,651,669	16,021,050,000
	Surplus/(shortfall)		(419,090,989)	110,023,000
	* As per statements of Bangladesh Bank			
	* As Janata Bank Limited is maintaining its CRR on bi-weekly basis, the bi-weekly average balance of reserve held with Bangladesh bank was Taka 19,324,642,820 million which indicates that the reserve held with Bangladesh bank is not below the required reserve.			
3.3(ii)	Statutory Liquidity Ratio (SLR)			
	As per MPD circular No. 5 dated 1 December 2010 of Bangladesh Bank (Effective from 15 December 2010), all scheduled Banks are required to maintain a SLR minimum 19% based on weekly average demand and time liabilities two months prior to current month (i.e. SLR of December 2011 will be based on weekly average balance of October 2011 against which, JBL has maintained the SLR more than 19% as shown in the Balance Sheet in the following:			
	Average demand and time liabilities of October 2011 & 2010 (Excluding inter Bank deposit)			
			319,029,044,300	265,183,781,000
	Required Reserve (19% of average demand and time deposit)		60,615,518,417	50,384,918,000
	Actual Reserve held with Bangladesh Bank	3.3(ii)a	106,773,218,735	73,498,031,000
	Surplus/(shortfall)		46,157,700,318	23,113,113,000
3.3(ii)a	Actual reserve held with Bangladesh Bank			
	Cash in hand		5,526,187,427	3,889,403,000
	Balance with Bangladesh Bank as per statement		18,722,651,669	16,021,050,000
	Balance with agents Bank (Sonali Bank Limited) as per statement		1,656,330,977	1,063,304,000
	Securities		80,868,048,662	52,524,274,000
			106,773,218,735	73,498,031,000

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
3(a)	Consolidated cash			
	Cash in hand			
	Janata Bank Limited	3.1	5,749,526,323	4,126,838,534
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		3,549,046	11,966,422
			5,753,075,369	4,138,804,956
	Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)			
	Janata Bank Limited	3.2	18,365,753,013	13,470,754,109
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		-	-
			18,365,753,013	13,470,754,109
			24,118,828,382	17,609,559,065
4	Balance with other banks and financial institutions			
	In Bangladesh	4.1	933,742,707	1,955,393,176
	Outside Bangladesh	4.2	7,954,618,626	4,211,898,340
			8,888,361,333	6,167,291,516
4.1	Balance in Bangladesh			
	Current Deposits	4.1.1	5,471,043	6,525,131
	Short Term Deposits	4.1.2	371,663	368,045
	Fixed Deposits	4.1.3	927,900,000	1,948,500,000
			933,742,707	1,955,393,176
4.1.1	Current deposits (with banks and NBFIs)			
	(i) Banks			
	AB Bank Limited		5,471,043	6,525,131
			5,471,043	6,525,131
4.1.2	Short term deposits (with banks and NBFIs)			
	(i) Banks			
	Eastern Bank Limited		40,800	39,510
	United Commercial Bank Limitec		66,662	65,180
	Dhaka Bank Limited		83,934	81,847
	National Bank Limited		34,499	34,843
	Dutch Bangla Bank Limited		55,695	56,549
	Rajshahi Krisi Unnayan Bank		-	688
	Social Investment Bank Limitec		56,226	55,460
	ICB Islamic Bank Limited		33,847	33,967
			371,663	368,045
4.1.3	Fixed deposit accounts (with banks and NBFIs)			
	(i) Banks			
	First Security Islamic Bank Limited		-	100,000,000
	ICB Islamic Bank Limited		147,900,000	148,500,000
			147,900,000	248,500,000
	(ii) Non-Banking Financial Institutions			
	Prime Finance & Investment Limitec		100,000,000	300,000,000
	Fareast Finance & Investment Limitec		-	50,000,000
	People's Leasing & Financial Services Limitec		270,000,000	270,000,000
	Delta Brac Housing Limited		-	150,000,000
	Lanka Bangla Finance Limited		90,000,000	170,000,000
	Industrial & Infrastructure Development Finance Company Limited		100,000,000	100,000,000
	Premier Leasing & Finance Limited		70,000,000	70,000,000
	Union Capital Limited		-	100,000,000
	Fidelity Asset & Security Limited		-	190,000,000
	Bangladesh Finance & Investment Company Limited		50,000,000	50,000,000
	Phoenix Finance & Investments Limited		50,000,000	100,000,000
	National Housing Finance & Investments Limited		-	50,000,000
	International Leasing And Financial Services Limited		50,000,000	100,000,000
			780,000,000	1,700,000,000

927,900,000

1,948,500,000

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
4.2	Balance outside Bangladesh			
	(i) Banks			
	Citi Bank, N.A, Mumbai		145,744,111	41,913,989
	HSBC, Mumbai		24,941,472	4,903,806
	Standard Chartered Bank, Kolkata		167,600,911	58,615,951
	A.B. Bank Limited, Mumbai		134,110,830	171,928,177
	Bhutan National Bank		802,004	446,111
	Rastrya Banijja Bank, Kathmandhu		8,343,478	7,227,465
	Sonali Bank Limited, Kolkata		81,257,838	40,266,089
	Peoples Bank, Colombo		3,397,536	2,462,619
	ICICI Bank Limited, Mumbai		78,437,336	140,080,260
	HSBC, Karachi		28,571,924	24,835,608
	State Bank of India, Kolkata		18,103	15,682
	AMEX Bank Limited, Kolkata		103,348,984	89,520,404
	Rupali Bank Limited, Karachi		14,386	12,461
	National Australia Bank		14,174,812	2,959,943
	Bank of Montreal, Canada		11,315,748	4,743,454
	HSBC, Canada		315,321	280,826
	Union Bank of Switzerland		106,251,726	(115,804,081)
	Banka-Intesa SPA, Italy		(50,183,334)	(90,847,357)
	ING Bank N.V., Netherlands		(9,288,131)	2,766,141
	Society General Paris		(3,585,830)	(1,839,831)
	Standard Chartered GMBH F.F.		225,614,016	253,535,855
	Sonali Bank Ltd., London, UK.		13,184,057	13,605,336
	Banca nazionale DEL Lavoro SPA		881,787	1,885,526
	Commerz Bank F. FURT		186,100,576	(86,251,010)
	ING, Belgium NV/SA		(1,531,485)	(28,865,715)
	Deutsche Bank F.F., GERMANY		2,302,758	14,728,294
	Standard Chartered Bank, London		51,589,067	55,299,554
	NATWEST Bank PLC, London		32,741,341	4,487,465
	HSBC PLC, London (GBP)		13,996,476	9,935,750
	Janata Bank Limited, Abu Dhabi-1		4,268	3,716
	Sonali Bank Limited, London, UK		60,229,907	(3,609,304)
	Bank Al-Jazira, Jeddah		-	64,605
	HSBC, N.Y.		934,952,133	(484,238,250)
	Mashreq Bank ,New York		128,574,770	129,446,210
	Bank America Int. Limited N.Y.		(3,956,732)	(8,998,507)
	D.B.T.C. America N. Y.		(18,591,374)	(51,620,053)
	Habib American Bank N.Y.		8,493,890	56,942,544
	Wachovia Bank N.A.		329,484,505	134,575,329
	Janata Bank Limited, Abu Dhabi (A/C-2)		42,989,060	(2,297,246)
	Citi Bank, N.A., New York		640,232,361	(120,123,764)
	National Commercial Bank (SEM)		19,491,902	4,867,453
	Standard Chartered Bank, Tokyo		17,124,611	45,611,164
	ICIC Bank Limited (USD), Hong Kong		8,001,830	39,884,269
	Wachovia Bank, EURO		86,193,025	4,642,664
	Bot-Mitsubishi Limited, Japan		2,988,724	6,188,498
	Standard Chartered Bank N.Y.		204,268,194	(108,249,342)
	ALPHA Bank A.E. Athens, Greece		(13,366,320)	(4,186,497)
	Sonali Bank Limited, London UK (GBP)		28,630,697	8,472,909
	JP Morgan Chase Bank, Na Ny , USA		(3,520,130)	-
			3,842,693,139	270,225,170
	UAE Central Bank		3,842,704,233	3,282,014,429
	UAE Other Bank		269,221,254	659,658,741

7,954,618,626 4,211,898,340

4.2.1 Balance outside Bangladesh in foreign currencies

Currencies	Foreign Currencies (amount in Taka)	Exchange Rate (Average at BDT)	2011 Taka	2010 Taka
ACU Dollar	9,529,867.64	81.49	776,588,914	582,228,624
Australian Dollar	171,587.74	82.61	14,174,812	2,959,943
Canadian Dollar	145,523.05	79.93	11,631,069	5,024,280
Swiss Frank (CHF)	1,223,865.57	86.82	106,251,726	(115,804,081)
EURO	4,122,683.53	105.83	436,321,120	61,958,766
Great Britain Pound	1,006,078.29	126.19	126,961,849	78,199,393
Japanese Yen	19,122,775.00	1.05	20,113,335	51,799,662
Saudi Real	-	-	-	64,605
US Dollar	28,845,874.99	81.49	2,350,650,315	(396,206,023)
Shadow General Ledger balance			3,842,693,139	270,225,170
Abu Dhabi dirham (Central Bank)	187,764,064.25	20.47	3,842,704,233	3,282,014,429
Abu Dhabi dirham (Others Bank)	13,154,818.52	20.47	269,221,254	659,658,741
			7,954,618,626	4,211,898,340

4.3 Maturity grouping of balance with other Banks and financial institutions

On demand	4,155,409,143	3,948,566,346
In not more than one month	2,122,536,000	498,725,170
More than 1 months but less than 3 months	1,680,000,000	1,330,000,000
More than 3 months but less than 1 year	150,000,000	240,000,000
More than 1 year but less than 5 years	780,416,190	150,000,000
More than 5 years	-	-
	8,888,361,333	6,167,291,516

4(a) Consolidated balance with other Banks and financial institutions

Balance in Bangladesh

Janata Bank Limited	4.1	933,742,707	1,955,393,176
Janata Capital and Investment Limited, Dhaka		22,567,074	148,409,071
Janata Exchange Company Srl, Italy		-	-
		956,309,781	2,103,802,247
Less: Inter company balance		22,567,074	98,409,071
		933,742,707	2,005,393,176

Balance outside Bangladesh

Janata Bank Limited	4.2	7,954,618,626	4,211,898,340
Janata Capital and Investment Limited, Dhaka		-	-
Janata Exchange Company Srl, Italy		34,691,620	71,736,956
		7,989,310,246	4,283,635,296
		8,923,052,953	6,289,028,472

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
5	Money at call on short notice			
	In Bangladesh	5.1	14,320,322,222	700,555,555
	Outside Bangladesh	5.2	4,155,409,143	2,906,588,786
			18,475,731,365	3,607,144,341
5.1	In Bangladesh			
	<u>(i) Banks</u>			
	ICB Islamic Bank Limited		100,322,222	100,555,555
	The City Bank Limited		1,000,000,000	-
	Eastern Bank Limited		1,800,000,000	-
	Agrani Bank Limited		2,000,000,000	-
	Mutual Trust Bank Limited		1,000,000,000	-
	Mercantile Bank Limited		1,000,000,000	-
	NCC Bank Limited		1,000,000,000	-
	Jamuna Bank Limited		700,000,000	-
	AB Bank Limited		950,000,000	500,000,000
	Uttara Bank Limited		1,750,000,000	-
	South East Bank Limited		600,000,000	-
	Bank Asia Limited		100,000,000	-
	Dhaka Bank Limited		400,000,000	-
	Prime Bank Limited		1,000,000,000	-
	National Bank Limited		500,000,000	-
			13,900,322,222	600,555,555
	<u>(ii) Non-Banking Financial Institutions</u>			
	Investment Corporation of Bangladesh (Cheque Fav. IFIC)		200,000,000	-
	Peoples Leasing & Financial Service Limited		120,000,000	100,000,000
	International Leasing Financial Service Limited		100,000,000	-
			420,000,000	100,000,000
			14,320,322,222	700,555,555
5.2	Outside Bangladesh			
	<u>(i) Banks</u>			
	Mashreq Bank		2,046,560,000	2,848,785,000
	Abu-Dhabi Commercial Bank (ADCB)		2,046,560,000	-
			4,093,120,000	2,848,785,000
	<u>(ii) Non-Banking Financial Institutions</u>			
	BCCI Luxembourg		62,289,143	57,803,786
			62,289,143	57,803,786
			4,155,409,143	2,906,588,786

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
6	Investments			
	Government securities	6.1	81,082,828,429	52,365,407,137
	Other investments	6.2	9,823,037,170	5,148,595,610
			90,905,865,599	57,514,002,747
6.1	Government securities (considered as SLR)			
	Treasury bills- Primary		8,551,029,054	4,958,292,882
	Notes/ Bonds	6.1(i)	72,503,865,453	47,360,175,255
	Prize Bond		27,933,922	46,939,000
			81,082,828,429	52,365,407,137
6.1(i)	Government notes/ bonds			
	2-15 years Special Treasury Bond		23,570,800,000	17,570,800,000
	5 years Bangladesh Govt. Treasury Bond		10,769,035,854	12,237,430,177
	5 years Treasury Bond (BSFIC)		206,739,000	206,739,000
	10 years Bangladesh Govt. Treasury Bond		18,352,683,549	9,436,655,982
	15 years Bangladesh Govt. Treasury Bond		4,908,291,737	4,100,829,051
	20 years Bangladesh Govt. Treasury Bond		3,883,106,771	2,692,908,444
	25 years Treasury Bond (JSAP)		810,671,000	999,339,000
	Bangladesh House Building Finance Corporation		-	75,000,000
	Bangladesh Steel & Engineering Corporation		-	20,000,000
	Debenture before liberation	45(b)	20,473,601	20,473,601
	1-13 years Special Treasury Bond (BJMC)		9,956,100,000	-
	1 year Treasury Bond (Moktijuddha Kallan Trust)		25,963,940	-
			72,503,865,453	47,360,175,255
6.2	Other investments (in other securities)			
	Debentures	45(a)	301,276,867	260,370,720
	Corporate Bond	6.2.1	890,000,000	690,000,000
	Pre liberation govt. securities		17,889,622	17,889,622
	Ordinary shares (Quoted and Unquoted)	6.2.2	8,613,870,681	4,180,335,268
			9,823,037,170	5,148,595,610
6.2.1	Corporate bond			
	Prime Bank Limited Bond		140,000,000	140,000,000
	Mutual Trust Bank Bond		100,000,000	100,000,000
	National Bank Subordinated Bond		200,000,000	200,000,000
	Dhaka Bank Subordinated Bond		200,000,000	200,000,000
	Ansar VDP Unnayan Bank Bond		50,000,000	50,000,000
	Trust Bank Subordinated Bond		200,000,000	-
			890,000,000	690,000,000
6.2.2	Ordinary shares			
	Quoted- Fully paid-up ordinary shares	46(a)	2,939,222,806	1,988,634,293
	Unquoted- Fully paid-up ordinary shares	46(b)	5,674,647,875	2,191,700,975
			8,613,870,681	4,180,335,268
6.3	Classified investment			
	Pre-Liberation Govt. Securities		17,889,622	17,889,622
	Other Debentures		35,376,867	53,679,286
	Pre-Liberation Debentures		20,473,601	20,473,602
	Shares		-	24,241,711

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
			73,740,090	116,284,221

6.4 Maturity grouping of Investment

Receivable

On demand		3,025,324,500	1,515,945,669
Less than 3 months		7,452,923,500	3,101,141,139
More than 3 months but less than 1 year		10,568,512,300	7,541,951,855
More than 1 year but less than 5 years		41,253,620,300	20,477,479,416
Above 5 years		28,605,484,999	24,877,484,668
		90,905,865,599	57,514,002,747

6(a) Consolidated Investments

Government securities

Janata Bank Limited	6.1	81,082,828,429	52,365,407,137
Janata Capital and Investment Limited, Dhaka		-	-
Janata Exchange Company Srl, Italy		-	-
		81,082,828,429	52,365,407,137

Other investments

Janata Bank Limited	6.2	9,823,037,170	5,148,595,610
Janata Capital and Investment Limited, Dhaka		1,888,428,731	331,311,973
Janata Exchange Company Srl, Italy		31,961,520	28,224,313
		11,743,427,421	5,508,131,896
		92,826,255,850	57,873,539,033

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
7	Loans and advances			
	Loans, cash credits and overdrafts	7.3.(i)+7.3.(ii)+7.3.(iii)	229,836,793,635	201,992,193,398
	Bills purchased and discounted	7.4	27,964,241,753	23,740,015,131
			257,801,035,388	225,732,208,529
7.1	Maturity grouping of loans and advances			
	Loans and advances are repayable:			
	Repayable on demand		30,585,987,667	33,254,625,460
	Not more than 3 months		55,362,526,750	48,859,630,250
	More than 3 months but not more than 1 year		57,962,358,000	52,241,526,350
	More than 1 year but not more than 5 years		61,502,635,490	46,598,520,250
	More than 5 years		52,387,527,481	44,777,906,219
			257,801,035,388	225,732,208,529
7.2	Loans, cash credits and overdrafts (including bills purchased and discounted)			
	In Bangladesh	7.2(i)	256,072,230,917	224,189,289,521
	Outside Bangladesh	7.2(ii)	1,728,804,471	1,542,919,008
			257,801,035,388	225,732,208,529
7.2(i)	In Bangladesh			
	Loans		149,925,876,632	123,565,118,542
	Cash credits		75,485,595,818	74,698,314,288
	Overdrafts		2,866,073,473	2,363,542,121
	Bills purchased and discounted		27,794,684,994	23,562,314,570
			256,072,230,917	224,189,289,521
7.2(ii)	Outside Bangladesh			
	Loans		654,605,615	554,198,831
	Cash credits		45,380,789	35,801,218
	Overdrafts		859,261,308	775,218,398
	Bills purchased and discounted		169,556,759	177,700,561
			1,728,804,471	1,542,919,008
7.3	Loans, cash credits and overdrafts- including bills purchased and discounted (Loan category wise)			
	Loans	7.3(i)	150,580,482,247	124,119,317,373
	Cash credits	7.3(ii)	75,530,976,607	74,734,115,506
	Overdrafts	7.3(iii)	3,725,334,781	3,138,760,519
	Bills purchased and discounted	7.4	27,964,241,753	23,740,015,131
			257,801,035,388	225,732,208,529
7.3(i)	Loans			
	Rural credit		16,352,161,869	14,578,177,142
	Loan small scale industries		47,063,597,272	35,938,212,729
	Transport loans		78,084,196	69,535,494
	General House Building Loan		1,244,049,825	1,164,681,089
	Loan-General		4,245,850,185	4,289,276,942
	Loan against import merchandise		2,171,877,515	1,801,867,226
	Loan against trust receipts		37,884,749,655	32,954,717,918
	Packing credit		2,451,322,941	2,577,674,029
	Staff House Building Loan		14,761,394,636	11,557,166,418
	Loans against P.F.		19,034,443	406,181,732
	Loan against DPS/SPS		37,854,770	29,507,749
	Rural housing		221,952	541,852
	Staff Cyclone Advances		4,039	4,039
	Bridge finance		23,143,478	30,037,017
	Credit card		6,901,501	3,963,980
	Payment Against Document (PAD)-Cash		14,179,879,987	13,660,466,597

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
	Payment Against Document (PAD)-AID/ Grant etc.		22,682,355	10,602,322
	Payment Against Document (PAD)-WES		3,214,934,021	176,067,546
	Payment Against Document(PAD)-Inland		2,365,900	6,627,598
	Payment Against Document(PAD)-Back to Back		5,554,516,891	4,091,455,966
	Payment Against Document(PAD)-GMT		68,401,700	205,034,484
	Loan against cash subsidy/Cash Assistance		226,639,989	12,800,000
	Payment Against Document(PAD)-F.C cash		153,056,073	107,703,162
	Payment Against Document(PAD) -EDF		18,055,692	74,415,204
	Demand loan (Cash)		485,482,768	-
	Staff computer loan		91,743,208	135,328,981
	Executive car loan		220,472,186	237,345,362
	Special loan for service holders		-	470,361
	Loans foreign bills		-	(639,008)
	Loan against micro savings deposit		556,031	93,442
	B.M.R.E Loan		1,447,169	-
			150,580,482,247	124,119,317,373
7.3(ii)	Cash credits			
	Cash credit		66,875,089,249	66,152,650,521
	Export cash credit		8,654,276,240	8,577,826,185
	Weavers cash credit		1,611,118	3,638,800
			75,530,976,607	74,734,115,506
7.3(iii)	Overdrafts			
	Clean overdraft		47,041,812	44,465,663
	Temporary overdraft		95,429,498	81,043,484
	Secured overdraft		3,582,863,471	3,013,251,372
			3,725,334,781	3,138,760,519
7.4	Bills purchased and discounted			
	Local Bills Purchased (LBP)		3,666,359	81,360,866
	Inland Bills Purchased (IBP)		349,838,648	203,418,277
	T.T. Purchased		50,000	50,000
	Foreign Documentary Bills Purchased (FDBP)		12,848,018,092	9,703,581,221
	Local Documentary Bill Purchase (LDBP)		14,762,668,654	13,751,604,767
			27,964,241,753	23,740,015,131
7.4(i)	Bills purchased and discounted			
	Payable in Bangladesh		27,794,684,994	23,562,314,570
	Payable outside Bangladesh		169,556,759	177,700,561
			27,964,241,753	23,740,015,131
7.4(ii)	Maturity grouping of bills purchased and discounted			
	Payable within 1 month		6,820,925,650	6,124,312,560
	Over 1 month but less than 3 months		12,106,525,630	10,719,912,679
	Over 3 months but less than 6months		8,402,536,500	6,452,536,250
	More than 6 months		634,253,973	443,253,642
			27,964,241,753	23,740,015,131
7.5	Loans and advances on the basis of significant concentration			
7.5(i)	Loans and advances to directors, executives and customers group (loan amount more than 10% of bank's total capital)			
a)	Advances to allied concerns of directors		-	-
b)	Advances to Chief Executive and other Senior Executives		71,548,893	28,101,668
c)	Advances to customers (loan amount more than 10% of bank's total capital):	7.5(i)(d)		
	No. of client		10	21
	Loan amount		122,030,000,000	98,713,900,000
	Classified loan therein:			
	Sub Standard (SS)		-	-
	Doubtful (DF)		-	-
	Bad/Loss (BL)		-	-

d) Large loans details (loan amount more than 10% of bank's total capital)

Name of Group	Taka in Million			Status of Loan
	Funded loan	Non funded loan	Total loan	
Bangladesh Petroleum Corporation	16,444.30	28,298.00	44,742.30	UC
Beximco Group	8,554.10	12,279.00	20,833.10	UC
Bangladesh Chemical Industries Corporation	8,762.60	8,927.40	17,690.00	UC
Bangladesh Agricultural Development Corporation	8,515.20	2,046.50	10,561.70	UC
Jamuna Group	5,563.20	322.80	5,886.00	UC
Nasa Group	1,624.70	3,720.00	5,344.70	UC
Tharmex Group	3,604.50	1,180.50	4,785.00	UC
Meghna Group	1,165.10	3,045.90	4,211.00	UC
Basundhara Group	3,942.50	241.20	4,183.70	UC
S. Alam Group (Super Edible Oil)	892.50	2,900.00	3,792.50	UC
	59,068.70	62,961.30	122,030.00	

7.5(ii) Industry-wise distribution of loans and advances

Categories of Industries	Taka in Million	
	2011	2010
Import Credit	60,633.70	52,760.00
Industrial Credit	41,551.00	40,054.00
Export Credit	38,195.60	28,266.50
Rural Credit	16,352.20	14,578.20
Textile (Industry & Trade)	7,802.50	7,452.00
Jute Industries	4,627.90	12,703.80
Tannery (Industry & Trade)	4,100.00	4,722.50
Sugar Mills	3,732.20	3,790.10
Food (Industry & Trade)	2,085.00	1,895.70
Steel & Engineering	2,663.60	2,726.50
House Building	1,491.10	1,512.10
Bricks	1,502.50	1,427.50
Cold Storage	478.50	285.00
Jute Trade	159.50	237.60
Tea	88.70	88.50
Transport	32.20	31.80
Others	72,304.83	53,200.40
	257,801.03	225,732.20

7.5(iii) Geographical area wise loans and advances

Area wise Breakup	2011 Taka in Million	2010 Taka in Million
Inside Bangladesh		
Dhaka	180,960.03	156,599.80
Chittagong	37,983.00	31,302.30
Khulna	15,769.00	17,600.50
Rajshahi	9,644.00	8,530.40
Rangpur	7,593.00	6,736.00
Sylhet	1,554.00	1,244.10
Barisal	2,569.00	2,176.20
	256,072.03	224,189.30
Outside Bangladesh		
Overseas Branches (UAE Branches)	1,729.00	1,542.90
	1,729.00	1,542.90
	257,801.03	225,732.20

7.5(iv) Classification status of loans and advances

(a) In Bangladesh

Unclassified		
Standard (including staff loan Taka 15,827 million)	230,635.03	209,360.00
Special Mention Account (SMA)	11,094.00	3,637.00
Sub-total	241,729.03	212,997.00

Classified		
Sub-standard	2,323.00	707.28
Doubtful	1,825.00	1,086.00
Bad/Loss	10,195.00	9,399.00
Sub-total	14,343.00	11,192.28

(b) Outside Bangladesh

Unclassified	1,032.00	907.92
Classified:		
Bad/Loss	697.00	635.00
Sub-total	1,729.00	1,542.92
Total (a+b)	257,801.03	225,732.20

7.5(v) Movement of classified loans & advances in Bangladesh

Opening classified loans & advances	11,192.28	13,423.00
Less:		
Cash recovery	1,628.00	1,222.90
Written-off	1,215.00	1,445.20
Interest waiver	231.00	165.00
Re-scheduling	570.00	2,728.00
	3,644.00	5,561.10
	7,548.28	7,861.90
Add: Newly classified loans & advances	6,794.72	3,330.00
Balance of classified loans & advances	14,343.00	11,191.90

Note No.	Particulars	2011 Taka	2010 Taka
7.5(vi)	Loans and advances categorised on the basis of the following particulars:		
	i) Loans considered good in respect of which 'the bank is fully secured';	235,970,430,921	204,557,449,085
	ii) Loans considered good against which the bank holds no other security than the debtor's personal guarantee;	3,576,977,017	5,662,529,250
	iii) Loans considered good secured by the personal undertakings of one or more parties in addition to the personal guarantee of the debtors;	18,253,627,450	15,512,230,194
	iv) Loans adversely classified; provision not maintained there against;	-	-
		257,801,035,388	225,732,208,529
	v) Loans due by directors or officers of the bank or any of these either separately or jointly with any other persons;	15,827,223,000	12,863,439,000
	vi) Loans due from companies or firms in which the directors of the bank have interests as directors, partners or managing agents or in case of private companies as members;	-	-
	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 separately or jointly with any other persons;	15,827,223,000	12,863,439,000
	viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the bank are interested as directors, partners, managing agents or in the case of private companies as members;		-
	ix) Due from Banking Companies;	-	-
	x) Amount of classified loans on which interest has not been charged, mentioned as follows:	26,134,000,000	1,442,476,400
	a. (Decrease)/ increase in provision	2,197,814,205	228,196,554
	b. Amount realised against loan previously written-off	205,840,000	850,900,000
	c. Provision kept against loan classified as bad/ loss (excluding general provision for UC loan)	8,175,172,679	6,823,160,563
	xi) Details of loans written off		
	a. Cumulative amount of loan previously written off	18,924,200,000	17,479,000,000
	b. Amount of loan written off during the year	1,215,700,000	1,445,200,000
	c. Amount of written-off loan; for which suit filed	19,687,300,000	17,925,400,000

Note No.	Particulars	2011 Taka	2010 Taka
7.6	Details of provision required and held for loans and advances		
	Provision required for loans and advances	10,612,528,087	8,975,260,563
	i) Book balance of provision of Loans & Advances before provision for the year	8,239,428,899	7,922,859,042
	ii) Add: Provision made for loans & advances during the year	2,933,645,869	812,401,521
	Add: Transfer from surplus provision of other assets & investment	-	240,000,000
	Total provision held	11,173,074,768	8,975,260,563
	Provision Excess/(Shortfall)	560,546,681	-
7(a)	Consolidated loans and advances		
	Loans, cash credits and overdrafts		
	Janata Bank Limited 7.3(i)+7.3(ii)+7.3(iii)	229,836,793,635	201,992,193,398
	Janata Capital and Investment Limited, Dhaka	1,931,480,319	1,045,649,291
	Janata Exchange Company Srl, Italy	-	-
		231,768,273,954	203,037,842,689
	Less: Inter company balance	1,530,437,991	-
		230,237,835,963	203,037,842,689
	Bills purchased and discounted		
	Janata Bank Limited 7.4	27,964,241,753	23,740,015,131
	Janata Capital and Investment Limited, Dhaka	-	-
	Janata Exchange Company Srl, Italy	-	-
		27,964,241,753	23,740,015,131
		258,202,077,716	226,777,857,820

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
8	Fixed assets including land, building, furniture & fixture			
	Cost less accumulated depreciation	47		
	Land and building		8,147,034,995	5,142,214,770
	Furniture and fixture, Machinery & Equipment and Vehicle		492,831,542	397,679,246
	Computer		994,767,361	760,012,466
			9,634,633,898	6,299,906,482
8.(a)	Consolidated fixed assets including land, building, furniture & fixture			
		47(i)		
	Cost less accumulated depreciation			
	Janata Bank Limited	8	9,634,633,898	6,299,906,482
	Janata Capital and Investment Limited, Dhaka		25,202,591	5,617,992
	Janata Exchange Company Srl, Italy		70,031,793	22,455,624
			9,729,868,282	6,327,980,098
9	Other assets			
	Income generating		-	-
	Non income generating			
	i. Investment in JEC, Italy (subsidiary company)	9.1	33,843,410	33,843,410
	ii. Loan to JEC, Italy (subsidiary company)	9.1	40,659,925	-
	iii. Investment to JCIL, Dhaka (subsidiary company)	9.2	2,000,000,000	1,251,351,600
	iv. Stamps		5,453,609	6,943,088
	v. Stationery		149,543,162	134,861,557
	vi. Advance deposit		8,484,016	8,254,916
	vii. Income accrued on investment		1,984,238,108	1,626,844,510
	viii. Sundry assets	9.3	16,501,841,939	14,450,377,954
	ix. Suspense account	9.4	2,655,651,706	1,921,358,295
	x. Tripura Modern Bank		29,463	29,463
	xi. General blocked account		10,441,963	10,441,963
	xii. Demonetized 100 Taka notes		15,576,619	15,576,619
	xiii. Cash remittance		382,911,250	332,419,080
	xiv. Stock of spare parts and electrical goods		1,202,291	1,202,291
	xv. Valuation adjustment	9.5	5,990,003,630	6,990,003,630
	xvi. Deferred tax assets	9.6.(iii)	788,581,122	1,532,273,521
			30,568,462,213	28,315,781,897
9.1	Investment in Janata Exchange Company Srl, Italy (subsidiary company)			
	Janata Exchange Company Srl, Italy was incorporated on 18 January 2002 vide Ministry of Finance letter # অম/অবি/ব্যাকিং/শা-৭/বিবিধ-১২(২) ২০০০ dated 3 January 2001 and letter # অম/অবি/ব্যাকিং/শা-৭/১২(২)২০০০/১৬৪ dated 27 June 2001 with 100% ownership of Janata Bank Limited having authorised capital of ITL 1.00 Billion and its paid-up capital is 600,000 Euro.			
	Apart from Rome Branch, JEC, Italy has another Branch in Milan, Italy, which was established vide MOF's approval Letter # অম/অবি/ব্যাকিং নীঃ/শা-১/১২/(২)/২০০/৩/৩৫২ dated 24 November 2002.			
	The break up of investment to JEC are shown below :			
	Paid-up Capital		33,843,410	33,843,410
	Loan to JEC, Italy		40,659,925	-
	Total		74,503,335	33,843,410
9.2	Investment in Janata Capital and Investment Limited, Dhaka (subsidiary company)			
	Janata Capital and Investment Limited, Dhaka incorporated on 13 April 2010 vide incorporation certificate no.C-83898/10 issued by the Registrar of Joint Stock Companies and Firms (RJSC) with 100% ownership of Janata Bank Limited having Tk. 5,000 million authorised capital and its paid-up capital is Tk. 2,000 million. The company starts its operations from 26 September 2010 and its main functions are issue manager, underwriting and portfolio management.			
	The break up of investment to JCIL are shown below :			
	i) Paid-up Capital		2,000,000,000	100,000,000
	ii) Investment:			
	Before forming a Company		-	851,351,600
	After forming a Company		-	300,000,000
			-	1,151,351,600
	Total Investment (i+ii)		2,000,000,000	1,251,351,600

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
9.3	Sundry assets			
	Advance rent paid		82,640,845	89,157,356
	Adjusting account debit		475,264,905	810,869,466
	D.D paid without advice (Local)		1,114,447,878	1,580,858,714
	D.D paid without advice (Foreign)		479,379,263	616,955,420
	D.D cancelled		2,388,446	1,361,711
	Transfer delivery		11,672,429	39,374,056
	Excise duty		20,380	21,370
	Gift cheque		104,765	26,242
	Protested bill		187,364,584	174,102,073
	Demonetised notes		4,541,296	4,566,696
	Defective notes		8,461,745	9,391,760
	Food procurement bill		78,473,509	10,471,650
	Revenue stamp		2,034,316	1,481,023
	Exempted interest on agri-loan		266,491	12,699,418
	Exempted interest on waiver credit		64,335,797	163,389,860
	X.P.B. /Duty Draw Back		3,237,101	7,177,101
	Exempted surcharge on agri-loan		4,220,090	1,055,261
	Army pension (Defence)		1,802,197,301	1,597,573,582
	Civil pension		40,400,006	37,151,902
	Bank pension		280,751,101	215,479,250
	Cyclone advance		8,400	-
	Clearing house		1,047,782,423	321,415,610
	Development surcharge		1,205,543	409
	Defence certificate/ Prize bond		282,215,437	170,875,354
	Till money		472,410	366,000
	Interest subsidy		716,930	1,040,632
	Legal charges		525,366	400,826
	Cash subsidy		344,716,358	168,816,358
	Tax at source		-	(8,861)
	Special exchange		155,246	155,246
	Insurance claim against car		-	4,375
	Cash shortage		16,046	16,046
	Interest free block account		85,609	82,609
	Purchase of books		-	5,884
	Construction of building		1,897,681	1,322,109
	Advance Income Tax deducted at source		3,413,915,088	3,151,118,689
	Income tax paid in advance		710,333,613	379,231,397
	Income tax refundable	9.7	3,231,411,776	3,231,411,776
	Receivable from the government		9,938,698	11,275,698
	Machine tools factory limited		41,631,681	41,631,681
	Accrued interest on FDR -GPF		-	23,723,703
	Accrued interest on FDR -CPF		-	1,664,794
	BRDB - Upazilla Central Co-operative Association (UCCA)		-	29,608,302
	Capital work-in progress		46,805,000	46,805,000
	Interest on loans & commission receivables		1,960,674,221	1,240,886,563
	Sales purchase WES fund		44,776,477	39,634,033
	Special exchange		19,404,462	19,404,462
	Treasury bond CPF		-	4,853,670
	Refund warrant of active fine ceramic		-	151,693,000
	Advance to JEC operator		-	31,245,920
	Advance to WCMT (Greece) operation		-	7,912,186
	Marcantile court building		-	620,572
	Sundry		700,951,226	-
			16,501,841,939	14,450,377,954

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
9.4	Details of suspense account			
	Sundry debtors		1,347,917,789	683,997,058
	Advance against TA/DA		6,720,125	6,604,120
	Advance against postage		114,569	330,186
	Advance for expense for new branch		955,895	1,052,329
	Gift cheque		48,588	116,205
	Legal charge		546,178	366,019
	Revenue stamp		75,024	104,243
	Prize bond/D.S.C/B.S.P etc.		746,189,104	557,340,623
	Incentive bonus		528,476,626	531,198,032
	Pension bill		1,859,775	456,748
	Airport booth		14,116,124	12,127,766
	Hajj booth		8461804	126,969,000
	Excise duty		95,762	5,813
	Petty cash		74,344	27,332
	Prime Minister's Relief Fund		-	662,821
			2,655,651,706	1,921,358,295

9.5 Janata Bank Limited has taken over the entire assets and liabilities of former Janata Bank through a vendors' agreement executed between the Government of the People's Republic of Bangladesh and the Janata 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, Securities & Exchange Commission (SEC) and three state-owned commercial banks that goodwill has been created. Janata 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.

Opening balance of valuation adjustment	6,990,003,630	7,988,575,577
Less: amortisation during the year	1,000,000,000	998,571,947
Total	5,990,003,630	6,990,003,630

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
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9.6 Deffered tax (assets)/liabilities

Deferred tax assets/ liabilities have been recognised and measured as per BAS-12: *Income Taxes*.

9.6(i) (Deductible)/taxable temporary differences are attributable to the following

Property and equipment	266,577,800	335,870,937
Superannuation Fund	(4,714,934,898)	(5,964,934,898)
Gratuity Fund	(74,359,308)	(151,513,285)
Leave encashment	(313,006,000)	-
Net taxable/(deductible) temporary differences	(4,835,722,406)	(5,780,577,246)
Applicable tax rate	42.50%	42.50%
Deferred tax (asset)/ liability	(2,055,182,023)	(2,456,745,330)

9.6(ii) Deferred Tax liability for revaluation reserve

Land	128,936,089	70,684,469
Property and equipment except land	619,704,400	582,046,716
Held to Maturity (HTM)	83,537,471	271,740,624
Held for Trading (HFT)	434,422,941	-
	1,266,600,901	924,471,809

9.6(iii) Net deferred tax (assets)/ liabilities (i-ii)

	(788,581,122)	(1,532,273,521)
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9.6(iv) Deffered tax (income)/expense

	401,563,307	847,833,100
	401,563,307	847,833,100

9.7 Income tax refundable

Year wise break up of refundable tax:

<u>Year</u>	<u>Asset year</u>		
1986	1987-88	8,920,000	8,920,000
1987	1988-89	45,483,231	45,483,231
1988	1989-90	(13,541,574)	(13,541,574)
1989	1990-91	42,105,695	42,105,695
1990	1991-92	39,903,811	39,903,811
1991	1992-93	50,174,921	50,174,921
1992	1993-94	126,325,623	126,325,623
1993	1994-95	77,281,402	77,281,402
1994	1995-96	104,426,625	104,426,625
1995	1996-97	204,925,123	204,925,123
1996	1997-98	240,322,756	240,322,756
1997	1998-99	225,181,325	225,181,325
1998	1999-2000	278,055,805	278,055,805
1999	2000-2001	380,886,212	380,886,212
2000	2001-2002	413,111,301	413,111,301
2001	2002-2003	556,745,027	556,745,027
2002	2003-2004	284,250,246	284,250,246
2003	2004-2005	166,854,247	166,854,247
		3,231,411,776	3,231,411,776

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
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9.8 Classification of other assets and provision therein

Amount classified			649,927,000	679,557,000
Provision required for other assets			593,346,000	569,568,000
Opening balance of provision			856,014,911	1,140,514,911
Add: Provision made during the year	39		100,000,000	-
Add: Transfer from other liability			33,909,158	-
Less: Transfer to provision for classified loan			-	(200,000,000)
Less: Transfer to provision for NOSTRO A/c	12.3		(1,800,000)	(84,500,000)
Less: write off from provision			(33,191,072)	-
Total balance as on 31 December 2011			954,932,997	856,014,911
Provision excess/(shortfall) for other assets			361,586,997	286,446,911

Out of excess provision Taka 361.59 million, Taka 194.80 million is for unrecorded liabilities, Taka 41.80 million for Balance with Bangladesh Bank clearing account balances, Taka 40.60 million for investment in Janata Exchange Company Srl, Italy and Taka 84.39 million for additional requirement of Bangladesh Bank inspection team.

9(a) Consolidated other assets

Loan to JEC, Italy (subsidiary company)			40,659,925	-
Stamps			5,453,609	6,943,088
Stationery			149,543,162	134,861,557
Advance deposit			8,484,016	8,254,916
Income accrued on investment			1,984,238,108	1,626,844,510
Sundry assets			16,501,319,664	14,449,855,679
Suspense account	9.4		2,655,651,706	1,921,358,295
Tripura Modern Bank			29,463	29,463
General blocked account			10,441,963	10,441,963
Demonetized 100 Taka notes			15,576,619	15,576,619
Cash remittance			382,911,250	332,419,080
Stock of spare parts and electrical goods			1,202,291	1,202,291
Valuation adjustment	9.5		5,990,003,630	6,990,003,630
Deferred tax assets	9.6.(iii)		788,581,122	1,532,273,521
Janata Capital and Investment Limited, Dhaka			75,678,800	194,239,378
Janata Exchange Company Srl, Italy			-	460,678
			28,609,775,330	27,224,764,668

* Inter-company transaction, loan to JEC, Italy Taka 40,659,925 can not be eliminated due to non-recognition in books of accounts of JEC, Italy.

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
10	Borrowings from other banks, financial institutions and agents			
	In Bangladesh	10.1	63,498,144	50,488,931
	Outside Bangladesh		-	-
			63,498,144	50,488,931
10.1	Borrowing in Bangladesh			
	From Bangladesh Bank		587,633	587,633
	IDA Credit for EGBMP		62,910,511	49,901,298
			63,498,144	50,488,931
10.2	Security wise grouping			
	Secured (by Bangladesh Bank deposits)		587,633	587,633
	Unsecured		62,910,511	49,901,298
			63,498,144	50,488,931
10.3	Maturity-wise grouping			
	Repayable on demand		-	-
	Others (based on agreed maturity dates and periods of		63,498,144	50,488,931
			63,498,144	50,488,931
10(a)	Consolidated borrowing from other banks, financial institutions and agents			
	Janata Bank Limited	10	63,498,144	50,488,931
	Janata Capital and Investment Limited, Dhaka		1,530,437,991	-
	Janata Exchange Company Srl, Italy		-	-
			1,593,936,135	50,488,931
	Less: Inter company balance		1,530,437,991	-
			63,498,144	50,488,931
11	Deposit and other accounts			
	Current accounts and other accounts etc.	11.1	60,329,837,671	51,538,944,043
	Bills payable	11.2	3,069,468,094	3,238,018,927
	Savings bank deposits	11.3	87,528,373,490	82,657,203,480
	Fixed deposits	11.4	210,749,015,353	149,132,723,984
			361,676,694,608	286,566,890,434
11.1	Current accounts and other accounts			
	Current account		34,829,857,654	30,722,094,563
	Overdue fixed deposits		53,772,187	10,869,658
	Deposit from bank		47,787,296	64,324,561
	Sundry deposits		19,881,446,233	15,067,067,539
	Foreign currency deposits-WES		841,493,014	559,748,236
	Foreign Currency Deposits-FCD		4,639,526,141	5,105,722,079
	Call deposit		19,999	19,999
	Convertible taka account		729,612	729,612
	Q-Cash deposit		8,080,535	8,342,996
	NRB Escrow A/c		1,000	-
	Resident foreign currency deposits		24,800	24,800
	Collectors cash security		27,099,200	-
			60,329,837,671	51,538,944,043

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
11.2	Bills payable			
	Pay order issued		2,545,094,551	2,442,257,011
	Pay slip issued		16,095,480	20,384,742
	Demand draft payable		421,477,465	634,606,404
	Telephonic transfer payable		12,684,204	73,011,561
	Mobile transfer payable		1,270,358	3,647,007
	Foreign money Transfer		17,049	100,569
	Home remittance		60,148	60,148
	Foreign remittance payable		72,154,989	63,337,635
	FDD payable		601,894	601,894
	Cover IRSTCC and IRSTDD		11,956	11,956
			3,069,468,094	3,238,018,927
11.3	Savings bank deposits			
	Savings deposit		87,394,682,007	82,513,542,456
	SB-general		130,639,061	140,579,424
	Gift cheque		3,052,422	3,081,600
			87,528,373,490	82,657,203,480
11.4	Fixed deposits			
	Fixed deposits		145,215,276,396	103,131,083,209
	Short term deposits		55,310,406,108	41,484,267,041
	Deposit from banks		16,591,276	9,787,880
	Convertible Taka Account-STD		804,141,134	710,555,495
	Deposit pension scheme		679,601,539	688,688,893
	JB pension scheme		686,391,387	1,170,228,910
	JB deposit scheme		3,186,726,978	1,756,039,785
	Non resident foreign currency deposit		1,179,963,379	29,747,793
	Medical deposit scheme		190,293,938	85,996,595
	Education deposit scheme		145,945,731	63,232,382
	Micro savings deposits		13,067,489	3,096,001
	Load deposit		21,640,159	-
	JB MSS		100,688,346	-
	JB SDS		240,798,883	-
	JB school banking		7,970,916	-
	LRSS		101,128,161	-
	MB LRSS		266,312,542	-
	Masik Amanat Prokalpa		128,060,217	-
	DBS		2,454,010,774	-
			210,749,015,353	149,132,723,984
11(i)	Deposits and other accounts (category wise)			
	Inter-bank deposits		64,378,572	74,112,441
	Other deposits		361,612,316,036	286,492,777,993
			361,676,694,608	286,566,890,434
11(ii)	Deposits & other accounts (geographical location wise)			
	In Bangladesh		353,898,342,161	280,012,858,028
	Outside Bangladesh (UAE branches)		7,778,352,447	6,554,032,406

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
			361,676,694,608	286,566,890,434

11(iii) Maturity-wise grouping

Repayable				
On demand			37,979,631,050	30,722,094,563
Within one month			21,128,971,667	15,203,096,677
More than 1 month but less than 6 months			64,052,560,240	58,243,536,240
More than 6 month but less than 1 year			62,907,557,290	55,460,293,682
More than 1 year and less than 5 years			97,405,020,610	64,540,462,210
More than 5 years but less than 10 years			78,201,756,042	62,395,773,480
Over 10 years			1,197,709	1,633,582
			361,676,694,608	286,566,890,434

11(a) Consolidated deposits and other accounts

Current accounts and other accounts	11a(i)	60,329,791,826	51,535,113,639
Bills payable	11a(ii)	3,069,468,094	3,238,018,927
Savings bank deposits	11a(iii)	87,528,373,490	82,657,203,480
Fixed deposits	11a(iv)	210,774,398,727	149,095,128,717
		361,702,032,138	286,525,464,763

11a(i) Current accounts and other accounts

Janata Bank Limited	11.1	60,329,837,671	51,538,944,043
Janata Capital and Investment Limited, Dhaka		-	-
Janata Exchange Company Srl, Italy		-	-
		60,329,837,671	51,538,944,043
Less: Inter company balance		45,845	3,830,404
		60,329,791,826	51,535,113,639

11a(ii) Bills payable

Janata Bank Limited	11.2	3,069,468,094	3,238,018,927
Janata Capital and Investment Limited, Dhaka		-	-
Janata Exchange Company Srl, Italy		-	-
		3,069,468,094	3,238,018,927

11a(iii) Savings bank deposits

Janata Bank Limited	11.3	87,528,373,490	82,657,203,480
Janata Capital and Investment Limited, Dhaka		-	-
Janata Exchange Company Srl, Italy		-	-
		87,528,373,490	82,657,203,480

11a(iv) Fixed deposits

Janata Bank Limited	11.4	210,749,015,353	149,132,723,984
Janata Capital and Investment Limited, Dhaka		-	-
Janata Exchange Company Srl, Italy		47,904,603	56,983,400
		210,796,919,956	149,189,707,384
Less: Inter company balance		22,521,229	94,578,667
		210,774,398,727	149,095,128,717

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
12	Other liabilities			
	Adjusting account credit		5,219,802,528	3,743,570,596
	Inter branch adjustment	12.2	4,521,995,809	3,745,417,565
	Death relief grant scheme		(2,459,265)	(769,210)
	UK branch profit/loss adjustment account		631,380	631,380
	Re-finance for loan to unemployed doctors		1,600,000	1,600,000
	Insurance fund for building		4,851,295	4,236,086
	Insurance fund		53,860,551	48,860,551
	Benevolent fund		100,000,000	120,000,000
	Computer payable/ Sundry creditor		233,406,625	215,295,709
	5 years Treasury bond		-	33,909,158
	Special blocked account		5,203,561	5,205,261
	Provision for Ruler's tax (UAE)		29,600,906	24,425,896
	Interest suspense	12.5	2,667,057,172	2,843,351,574
	Provision for ex-gratia (old)		10,180,651	13,246,128
	Provision for incentive bonus		1,609,267,855	1,315,589,848
	Provision for income taxes	12.1	11,348,242,306	8,587,002,244
	Provision for classified loans and advances	12.4.(a)	8,175,172,679	6,823,160,563
	Provision for unclassified loans and advances	12.4.(b)	2,984,240,897	2,152,100,000
	General Provision for unclassified of UAE branches	12.4.(c)	13,661,192	5,878,368
	Provision for investments		121,600,000	121,600,000
	Provision for other assets	9.8	954,932,997	856,014,911
	Provision for Nostro Account	12.3	86,300,000	84,500,000
	Provision for Superannuation Fund (SF)	40	4,714,934,898	5,964,934,898
	Provision for gratuity	40	74,359,308	151,513,285
	Leave encashment		313,006,000	-
	Provision for call loan, & misappropriation		65,451,078	60,738,034
	Rural housing credit programme		6,108,721	8,386,643
	Salary & allowances payable to CEO & MD and consultants		-	7,211,348
	Interest payable to IDA credit		6,354,995	2,580,364
	General provident fund		36,259,575	75,095,851
	Contributory provident fund		936,755	30,097
	Provision for CSR		199,648,990	71,002,650
	Provision for Off-balance sheet items	38	1,516,443,137	1,066,443,137
	Others		2,101,823	240,785
	Interest payable for FDR		738,982,740	-
	Bills payable for accrued expenses		39,981,444	71,494,737
	Provision for credit card risk coverage		147,686	80,487
	Bulgarian foreign trade Bank		1,340,171	1,340,171
	Agrani Bank Payable		302,693	302,693
	Refinance Fund from B.B. against loans to public Sector Jute Mills		2,640,752,406	-
			48,496,261,560	38,226,221,808

12.1 Provision for income taxes

Year wise break up of provision for Income Tax:

<u>Income year</u>	<u>Assessment year</u>		
2003	2004-05	358,094,412	368,593,307
2004	2005-06	548,476,622	548,476,622
2006	2007-08	2,396,370,517	2,396,370,517
2007	2008-09	1,083,069,516	1,083,069,516
2008	2009-10	1,143,690,508	1,143,690,508
2009	2010-11	1,006,603,730	1,006,603,730
2010	2011-12	811,116,475	#REF!
2011	2012-2013	4,000,820,526	-
		11,348,242,306	#REF!

Income tax assessments till 2003-04 have been finalised. Assessments for the year 2004-05, 2005-06, 2006-07, 2007- 08 and 2008-09 are under process. Income tax provision for Tk. 4,000.82 million has been considered for the year ended 31 December 2011 on the basis of estimated assessment made by the Tax Consultant.

12.2 Inter branch adjustment account

Branch adjustment Account represents outstanding inter branch and Head Office transaction

Particulars	Debit Taka	Credit Taka	Net Balance
In 2011			
CIBTA (Bangladesh)	552,123,983,069	551,070,017,094	(1,053,965,975)
IBFTA (Bangladesh)	732,387,180,312	737,739,864,717	5,352,684,405
Overseas branches	5,256,069,332	5,479,346,711	223,277,379
	1,289,767,232,713	1,294,289,228,522	4,521,995,809

12.2(i) Subsequent position of the inter branch adjustment account are summarised below:

Particulars	No of unreconciled entries	Debit Taka	No of unreconciled entries	Credit Taka
1 to 6 months	264	870,105,673	14,548	6,350,762,063
6 to 12 months	54	145,128,028	10,024	669,101,994
More than 12 months	6	4,971,142	6,278	724,056,436
	324	1,020,204,843	30,850	7,743,920,493

2011 Taka	2010 Taka

12.3 Provision for Nostro Account

Opening balance	84,500,000	84,500,000
Add: Provision transferred from Provision for other assets (Note: 9.8)	1,800,000	-
	86,300,000	84,500,000

Provision for Nostro Account Reconciliation: Provision for nostro accounts of Taka 84,500,000 has been carried from previous years and further provision Taka 1,800,000 was provided for 2011.

12.3(i) Summarised statement of unreconciled entries of Nostro Accounts as at 31 December 2011 are given below:

Particulars	As per our book (GL)		As per their book (statement)	
	Debit (USD)	Credit (USD)	Debit (USD)	Credit (USD)
Up to 3 months	31,496	39,556	84,599,270	56,500,464
More than 3 months but less than 6 months	-	16,272	-	251,578
More than 6 months but less than 9 months	-	-	111,202	-
More than 9 months but less than 12 months	-	-	-	-
More than 12 months	-	-	1,301,364	-
	31,496	55,828	86,011,836	56,752,042

12.3(ii) Subsequent position of the Nostro Accounts are as follows:

Particulars	As per our book (GL)		As per their book (statement)	
	Debit (USD)	Credit (USD)	Debit (USD)	Credit (USD)
Up to 3 months	-	12,598	1,565,608	1,156,952
More than 3 months but less than 6 months	-	3,166	-	101,771
More than 6 months but less than 9 months	-	-	111,202	-
More than 9 months but less than 12 months	-	-	-	-
More than 12 months	-	-	1,301,364	-
	-	15,764	2,978,174	1,258,723

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
12.4	Provision for loans & advances			
	Provision for classified loans and advances	12.4(a)	8,175,172,679	6,823,160,563
	Provision for unclassified loans and advances	12.4(b)	2,984,240,897	2,152,100,000
	General Provision for unclassified loans and advances of UAE branches	12.4(c)	13,661,192	5,878,368
			11,173,074,768	8,981,138,931
12.4(a)	Provision for classified loans and advances			
	i) In Bangladesh			
	Balance as at 1 January 2011		6,269,652,963	6,477,206,952
	Add: Transfer from surplus provision of classified other assets		-	200,000,000
	Transfer from classified investment		-	40,000,000
	Less: Transfer to provision for unclassified loans & advances		(530,700,000)	-
			5,738,952,963	6,717,206,952
	Less: i. Fully provided debts written off including interest waiver		1,267,622,221	1,433,325,226
	ii. Recoveries and provisions no longer required		-	-
			1,267,622,221	1,433,325,226
			4,471,330,742	5,283,881,726
	Add: i. Recoveries of amounts previously written off		485,598,909	605,881,960
	ii. Specific provision for the year ended 2011 including general provision on unclassified loans		2,585,319,019	379,889,277
			3,070,917,928	985,771,237
	Provision held in Bangladesh as at 31 December 2011		7,542,248,670	6,269,652,963
	ii) Outside Bangladesh			
	Balance as at 1 January 2011		553,507,600	534,823,227
	Add: Exchange fluctuation		42,950,107	3,238,299
			596,457,707	538,061,526
	Less: Fully provided debts written off		3,092,966	-
	Recoveries and provisions no longer required		-	-
			3,092,966	-
			593,364,741	538,061,526
	Add: Recoveries of amounts previously written off		-	-
	Specific provision for the year		-	-
	Net charge to profit & loss account during the year		39,559,268	15,446,074
			39,559,268	15,446,074
	Provision held outside Bangladesh as at 31 December 2011		632,924,009	553,507,600
	Total provision for classified loans and advances (i+ii)		8,175,172,679	6,823,160,563
12.4(b)	Provision for unclassified loans and advances			
	Opening balance of unclassified loans & advances		2,152,100,000	1,735,033,830
	Add: Transferred from classified loans & advances		530,700,000	-
	Provision made during the year		301,440,897	417,066,170
	Balance of provision at 31 December 2011		2,984,240,897	2,152,100,000
12.4(c)	General Provision for unclassified loans and advances of UAE branches			
	Opening balance of unclassified loans & advances		5,878,368	-
	Add: Rate fluctuation		456,139	-
	Provision made during the year		7,326,685	5,878,368
	Balance of provision at 31 December 2011		13,661,192	5,878,368

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
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12.5 Interest suspense account

i) In Bangladesh

Balance as at 1 January 2011	2,764,097,681	2,896,504,643
Add: Transferred during the year	1,073,004,096	744,634,089
	3,837,101,777	3,641,138,732
Less: Recovered/Transferred to income account	882,447,201	700,164,413
Written off during the year	373,068,576	176,876,638
	1,255,515,777	877,041,051
Provision held as at 31 December 2011	2,581,586,000	2,764,097,681

ii) Outside Bangladesh

Balance as at 1 January 2011	79,253,893	78,269,595
Add/(less): Exchange fluctuation	6,149,804	751,856
	85,403,697	79,021,451
Add: Transferred during the year	279,069	242,337
Written off during the year	-	-
Less: Recovered/ Transferred to income account	(211,594)	(9,895)
Written off during the year	-	-
Provision held as at 31 December 2011	85,471,172	79,253,893
Total interest suspense account (i+ ii)	2,667,057,172	2,843,351,574

12(a) Consolidated other liabilities

Janata Bank Limited	12	48,496,261,560	38,226,221,808
Janata Capital and Investment Limited, Dhaka		628,822,458	458,664,190
Janata Exchange Company Srl, Italy		28,082,060	27,668,166
		49,153,166,078	38,712,554,164
Less: Inter company balance		522,275	522,275
		49,152,643,803	38,712,031,889

13 Share capital

13.1 Authorised capital

The authorised share capital of the Bank is Tk. 20,000,000,000 divided into 20,00,00,000 ordinary shares @ Tk. 100/- each.

13.2 Issued subscribed and fully paid-up capital

The paid-up capital of the Bank is Tk. 8,125,000,000 divided into 81,250,000 ordinary shares of Tk. 100/- each. Accordingly Share Certificates have been issued in the name of the Government including Chairman and 8 Directors of the Bank. Details of share capital are as under:

13.3 Name of shareholders

Sl. No.	Name of shareholders	As at 31 December 2011	
		No. of shares	Taka
1	Government of the People's Republic of Bangladesh represented by Finance Secretary, Ministry of Finance	81,249,991	8,124,999,100
2	Dr. Abul Barkat	1	100
3	Dr. Jamaluddin Ahmed FCA	1	100
4	Mr. Md. Nazibar Rahman	1	100
5	Advocate Balaram Podder	1	100
6	Al-haj A K M Shahjahan Kamal	1	100
7	Mr. Dabir Uddin Ahmed	1	100
8	Dr. Md. Abdur Rouf Sardar	1	100
9	Dr. R. M. Debnath	1	100
10	Mr. Md. Emdadul Hoque	1	100
Total		81,250,000	8,125,000,000

13.3(i) Break-up of shares of paid-up capital

Particulars	As at 31 December 2011	
	No. of Shares	Taka
i. Paid up capital	25,939,000	2,593,900,000
ii. Stock Dividend issued favouring Govt. as on 29.09.2009	11,561,000	1,156,100,000
iii. Right share issued favouring Govt. as on 11.12.2009	12,500,000	1,250,000,000
iv. Right share issued favouring Govt. as on 19.09.2011	31,250,000	3,125,000,000
	81,250,000	8,125,000,000

13.4 Earnings per share

	2011	2010
	Taka	Taka
Net Profit after tax	4,444,908,801	4,907,974,833
Weighted average number of ordinary shares outstanding	73,530,836	70,455,000
Earnings per Share (EPS)	60.45	69.66

13.4(a) Consolidated earnings per share

	2011	2010
	Taka	Taka
Consolidated net profit after tax	4,214,536,466	4,911,638,705
Weighted average number of ordinary shares outstanding	73,530,836	70,455,000
Earnings per Share (EPS)	57.32	69.71

Net Asset Value (NAV) per share has been considered as market price, due to non existence of market price of the bank's shares for calculating adjustment factor for EPS. Therefore, NAV has been calculated based on the last year audited financial statements.

Note No.	Particulars	Ref. Note	2011 Taka (in million) Solo Basis	2010 Taka (in million) Solo Basis
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13.5 Capital adequacy (Solo Basis)

Details of the Capital Requirement & Capital Surplus/(Shortfall) of the Bank as per requirement of Section 13(2) of the Bank Company Act 1991 and BRPD circular no. 35 dated 29 December 2010.

Total assets (including Off-balance sheet amount)		#REF!	#REF!
Risk weighted assets	13.5(i)	306,426.40	255,255.70
i) Required capital (10%/9% of risk weighted assets)		30,642.64	22,973.01
ii) Capital held:		31,242.01	23,454.06
Core capital	13.5(ii)	22,067.76	14,417.46
Supplementary capital	13.5(iii)	9,174.24	9,036.60
iii) Capital surplus/(shortfall) (i-ii)		599.37	481.05
iv) Provision surplus/(shortfall)		-	-
v) Adjusted capital surplus/(shortfall) (iii+iv)		599.37	481.05

13.5(i) Risk weighted assets

Credit risk	260,162.03	208,208.90
On-balance sheet	232,669.98	192,024.50
Off-balance sheet	27,492.05	16,184.40
Market risk	24,281.23	27,869.00
Operation risk	21,983.14	19,177.80
	306,426.40	255,255.70

13.5(ii) Core capital (Tier-i)

Paid-up capital	8,125.00	5,000.00
Statutory reserve	5,965.14	4,187.61
Legal reserve	75.30	62.67
Retained surplus/(shortfall)	7,902.32	5,167.18
	22,067.76	14,417.46

13.5(iii) Supplementary capital (Tier-ii)

General provision on unclassified loans including - provision for off-balance sheet items	4,579.79	3,218.50
Asset revaluation reserve (up to 50%)	3,575.45	2,125.50
Revaluation reserve for securities 50% (HFT & HTM)	350.38	3,576.80
Revaluation reserve for equity instrument 10%	435.14	-
Others (if any item approved by Bangladesh Bank)	233.48	115.80
	9,174.24	9,036.60

13.5(iv) Capital Adequacy Ratio

Core capital (Tier-i)	7.20%	5.65%
Supplementary capital (Tier-ii)	2.99%	3.54%
	10.20%	9.19%

Note No.	Particulars	Ref. Note	2011 Taka (in million) Consolidated Basis	2010 Taka (in million) Consolidated Basis
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13.5(a) Capital adequacy (Consolidated Basis)

Details of the Capital Requirement & Capital Surplus/(Shortfall) of the Bank as per requirement of Section 13(2) of the Bank Company Act 1991 and BRPD circular no. 35 dated 29 December 2010.

Total assets (including Off-balance sheet amount)		592,092.42	451,461.79
Risk weighted assets	13.5(a)i	307,302.09	255,255.70
i) Required capital (10%/9% of risk weighted assets)		30,730.21	22,973.01
ii) Capital held:		31,086.29	23,454.06
Core capital	13.5(a)ii	21,852.61	14,417.46
Supplementary Capital	13.5(a)iii	9,233.68	9,036.60
iii) Capital Surplus/(Shortfall) (i-ii)		356.08	481.05
iv) Provision Surplus/(Shortfall)		-	-
v) Adjusted capital Surplus / (Shortfall) (iii+iv)		356.08	481.05

13.5(a)i Risk weighted assets

Credit risk	257,841.13	208,208.90
On-balance sheet	230,349.08	192,024.50
Off-balance sheet	27,492.05	16,184.40
Market risk	27,477.82	27,869.00
Operation risk	21,983.14	19,177.80
	307,302.09	255,255.70

13.5(a)ii Core capital (Tier-i)

Paid-up Capital	8,125.00	5,000.00
Statutory Reserve	5,965.14	4,187.61
Legal Reserve	75.30	62.67
Retained Surplus/ (Shortfall)	7,687.17	5,167.18
	21,852.61	14,417.46

13.5(a)iii Supplementary capital (Tier-ii)

General provision on unclassified loans including - provision for off-balance sheet items	4,609.57	3,218.50
Asset revaluation reserve (up to 50%)	3,575.45	2,125.50
Revaluation reserve for securities 50% (HFT & HTM)	350.38	3,576.80
Revaluation reserve for equity instrument 10%	435.14	-
Others (if any item approved by Bangladesh Bank)	263.14	115.80
	9,233.68	9,036.60

13.5(a)iv Capital Adequacy Ratio

Core capital (Tier-i)	7.11%	5.65%
Supplementary capital (Tier-ii)	3.00%	3.54%
	10.12%	9.19%

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
14	Statutory reserve			
	Opening balance		4,187,614,332	2,623,234,587
	Adjustment for exchange fluctuation held in UAE branches		2,392,590	293,370
	Add: Transfer from current years profit		1,775,133,923	1,564,086,375
			5,965,140,845	4,187,614,332
15	Legal reserve (overseas)			
	Opening Balance		62,678,337	52,892,954
	Adjustment for exchange fluctuation held in UAE branches		4,863,602	508,089
	Add: Transferred during the year		7,759,140	9,277,294
			75,301,079	62,678,337
15(a)	Consolidated legal reserve			
	Janata Bank Limited	15	75,301,079	62,678,337
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		-	1,393,143
			75,301,079	64,071,480
16	Assets revaluation reserves			
	Opening revaluation gain		4,251,013,927	1,476,203,820
	Less: Transferred to retained earnings		(29,648,725)	(20,452,567)
	Addition during the year		3,043,371,797	3,050,564,346
	Less: Transferred to deferred tax liability		(113,838,220)	(255,301,672)
			7,150,898,779	4,251,013,927
16(a)	Consolidated assets revaluation reserve			
	Janata Bank Limited	16	7,150,898,779	4,251,013,927
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		-	-
			7,150,898,779	4,251,013,927
17	Foreign currency translation reserve			
	Opening balance		115,800,000	115,800,000
	Addition during the year		117,682,825	-
			233,482,825	115,800,000
17(a)	Consolidated foreign currency translation reserve			
	Opening balance			
	Janata Bank Limited (overseas branches)	17	115,800,000	115,800,000
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		22,646,832	25,370,290
			138,446,832	141,170,290
	Addition during the year			
	Janata Bank Limited (overseas branches)		117,682,825	-
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		7,014,563	(2,723,458)
			124,697,388	(2,723,458)
			263,144,220	138,446,832
18	Revaluation reserve for Held to Maturity (HTM)			
	Opening balance		367,649,079	269,376,532
	Transfer (from)/to revaluation surplus		(442,830,946)	170,908,778
	Transfer (from)/to deffered tax liability		188,203,152	(72,636,231)
			113,021,285	367,649,079
19	Revaluation reserve for Held for Trading (HFT)			
	Opening balance		1,238,393,681	3,668,437,453
	Transfer (from)/to revaluation surplus		(216,222,056)	(2,430,043,772)
	Transfer (from)/to deffered tax liability		(434,422,941)	-
			587,748,684	1,238,393,681

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
20	Surplus in profit/ (loss) account			
	Opening retained surplus		5,167,177,626	1,718,799,953
	Add: Transfer from exchange equalisation fund		-	75,736,723
	Add: Retained earnings of JCIL, Dhaka		-	8,895,473
			<u>5,167,177,626</u>	<u>1,803,432,149</u>
	Add: Incr./ (dec.) of UAE retained surplus for rate fluctuation		35,550,318	3,564,632
	Add: Current year's surplus transferred to retained surplus		2,662,015,738	3,334,611,164
			<u>7,864,743,682</u>	<u>5,141,607,945</u>
	Dividend paid		(10,000,000)	(10,000,000)
	Transferred from asset revaluation reserve		29,648,725	20,452,567
	Transferred from deferred tax		17,928,916	15,117,114
			<u>7,902,321,323</u>	<u>5,167,177,626</u>
20(a)	Consolidated surplus in profit/(loss) account			
	Janata Bank Limited	20	7,902,321,323	5,167,177,626
	Janata Capital and Investment Limited, Dhaka		(215,902,934)	15,211,915
	Janata Exchange Company Srl, Italy		742,513	(7,400,060)
			<u>7,687,160,902</u>	<u>5,174,989,481</u>
	Add/(Less): Exchange difference		-	(290,898)
			<u>7,687,160,902</u>	<u>5,174,698,583</u>
21	Contingent liabilities			
	i) Claims lodged with the bank company, which is not recognised as loan		-	-
	ii) Money for which the bank is contingently liable in respect of guarantee issued favouring:			
	Director		-	-
	Government		9,558,263,507	3,082,246,158
	Bank & other financial institutions		57,299,600	201,657,066
	Others		3,997,779,650	3,586,643,442
			<u>13,613,342,757</u>	<u>6,870,546,666</u>
	iii) Commitments:			
	Irrevocable letters of credit		128,787,104,408	92,790,973,849
	Bills for collection		8,806,387,544	6,566,343,808
			<u>137,593,491,952</u>	<u>99,357,317,657</u>
	Total Contingent Liabilities (i+ii)		<u>151,206,834,709</u>	<u>106,227,864,323</u>
21(a)	Consolidated contingent liabilities			
	Janata Bank Limited	21	151,206,834,709	106,227,864,323
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		-	-
			<u>151,206,834,709</u>	<u>106,227,864,323</u>

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
22	Interest income			
	Interest on loans and advances	22.1	26,001,932,378	18,554,251,806
	Interest on call loans		264,185,834	473,289,257
			26,266,118,212	19,027,541,063
22.1	Interest on loans and advances			
	Loan including small loan		6,587,388,335	4,493,820,579
	Loan against import merchandise.		348,957,722	230,207,682
	Loan against trust receipts.		3,917,852,392	2,899,495,210
	Packing credit		410,176,788	198,951,666
	Inland Bills Purchased (IBP)		166,628,687	15,776,415
	Foreign Bills Purchased (FBP)		1,139,686,694	873,301,758
	Payment Against Document (PAD)		3,694,748,283	2,234,642,200
	Overdrafts		345,440,789	241,602,608
	Cash credits		8,501,732,864	6,535,484,288
	Penal Interest on DPS/SPS		8,993,574	14,643,925
	Penal Interest on FDR		915,695	1,672,992
	Interest miscellaneous		755,009,775	807,489,806
	Interest on Q-Cash overdraft		-	1,130
	Interest on foreign currency		623,680	2,685,487
	Interest on credit card		1,276,786	698,475
	Discount on bill purchased		-	2,082,291
	Income on credit line		-	1,664,937
	Special notice		34,613	29,914
	Interest on micro savings deposits loan		22,772	443
	Penal interest on loans & advances		122,323,608	-
	Penal interest on JBMSS		119,321	-
			26,001,932,378	18,554,251,806
22(a)	Consolidated interest income			
	Janata Bank Limited	22	26,266,118,212	19,027,541,063
	Janata Capital and Investment Limited, Dhaka		150,896,956	30,569,227
	Janata Exchange Company Srl, Italy		322,008	109,286
			26,417,337,176	19,058,219,576
23	Interest paid on deposits and borrowings etc.			
	Interest paid on deposit	23.1	16,714,857,307	11,834,903,726
	Interest paid on borrowings	23.2	1,064,889,570	120,702,280
	Discount paid		2,296,046	2,044,146
	Interest on IDA credit		3,774,631	2,580,364
	Interest on overseas A/C		-	100,400
			17,785,817,554	11,960,330,916
23.1	Interest paid on deposit			
	Interest paid on saving bank deposit		2,950,955,484	2,359,091,018
	Interest paid on fixed deposit & O.D, F.D		11,403,115,901	7,220,696,314
	Interest paid on call deposit		122,307	-
	Interest paid on Short Notice Deposit (SND)		1,301,065,358	1,089,335,411
	Interest paid on cash security		239,245	57,134
	Interest paid on G.P.F/C.P.F		580,312,814	560,421,799
	Interest paid on block time deposit		233,817	10,337
	Interest paid on Deposit Pension Scheme (DPS)		110,340,775	107,554,510
	Interest paid on N.R.F.C.D		1,886,303	4,249,816
	Interest paid on gift cheque		161,442	46,553
	Interest paid on JBSPS		96,530,322	398,053,403

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
	Interest paid on JBDS		187,970,569	85,220,721
	Interest paid on MDS		10,794,518	3,205,651
	Interest paid on EDS		7,846,280	2,739,520
	Interest paid on others		19,113,919	4,105,001
	Interest paid on Q-cash		180,066	116,184
	Interest paid on L/C and L/G margin		25,169	354
	Cost of Micro Savings Deposits		313,645	-
	Cost of collectors cash security		765,862	-
	Interest paid on JMBSS		3,890,226	-
	Interest paid on JBSDS		8,405,106	-
	Interest paid on school banking		969,128	-
	Interest paid on RSS		2,625,350	-
	Interest paid on JBLRSS		6,415,263	-
	Interest paid on JBMA PRO.		2,616,996	-
	Interest paid on JBLDBS		17,961,442	-
			16,714,857,307	11,834,903,726
23.2	Interest paid on borrowings			
	Bangladesh bank borrowings		141,696,986	-
	Other banks borrowings		307,010,083	21,290,147
	Sonali Bank Limited borrowings		4,425	29,555
	Interest on Reverse REPO		616,178,076	99,375,678
	Penal interest paid to bank		-	6,900
			1,064,889,570	120,702,280
23(a)	Consolidated interest paid on deposits and borrowings etc.			
	Janata Bank Limited	23	17,785,817,554	11,960,330,916
	Janata Capital and Investment Limited, Dhaka		80,203,207	-
	Janata Exchange Company Srl, Italy		2,495,878	1,142,360
			17,868,516,639	11,961,473,276
24	Investment income			
	Interest on government securities		5,003,169,447	4,193,844,895
	Interest on debenture		36,374,962	41,659,354
	Dividend on shares		333,148,019	90,118,553
	Other investment income		645,233,990	2,452,898,599
	Interest on bond		91,907,188	167,494,793
	Interest on reverse REPO		-	10,039,287
			6,109,833,606	6,956,055,481
24(a)	Consolidated on investment income			
	Janata Bank Limited	24	6,109,833,606	6,956,055,481
	Janata Capital and Investment Limited, Dhaka		49,133,826	14,705,532
	Janata Exchange Company Srl, Italy		11,904,618	7,298,746
			6,170,872,050	6,978,059,759
25	Commission, exchange and brokerage			
	Commission		829,460,815	780,482,436
	Exchange		5,354,582,422	2,689,415,908
	Less: Exchange loss		(29,800,712)	(23,095,630)
	Brokerage		17,483,566	12,809,937
			6,171,726,091	3,459,612,651
25(a)	Consolidated commission, exchange and brokerage			
	Janata Bank Limited	25	6,171,726,091	3,459,612,651
	Janata Capital and Investment Limited, Dhaka		50,845,901	19,630,997
	Janata Exchange Company Srl, Italy		29,969,166	15,218,585
			6,252,541,158	3,494,462,233

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
26	Other operating income			
	Rent		4,560,806	5,486,289
	Computer		8,088	11,444
	Incidental charge recoveries		41,581,913	48,827,204
	Miscellaneous earnings		403,981,655	420,155,174
	Postage recoveries		29,800,636	22,837,109
	Trunk call & SWIFT charges		1,335,025	23,013,986
	Write Off loan recovery		918,775,431	1,647,706
	Service charge on rural credit		3,871,386	3,687,251
	Legal charges recoveries		3,686,980	5,286,058
	Income from non-banking assets		-	380
	Account maintenance fee		644,236,343	610,391,322
	Rebate		35,480,476	29,377,746
	Discount		540,362	-
			2,087,859,101	1,170,721,669
26(a)	Consolidated other operating income			
	Janata Bank Limited	26	2,087,859,101	1,170,721,669
	Janata Capital and Investment Limited, Dhaka		268,125	379,829
	Janata Exchange Company Srl, Italy		23,852,275	1,753,536
			2,111,979,501	1,172,855,034
27	Salary & allowances			
	Basic salary		2,397,019,375	2,527,044,299
	Allowances		1,240,797,994	1,032,128,832
	Festival bonus		396,302,199	401,796,088
	Leave salary encashment		166,792,628	162,046,412
	Pension & gratuity		489,849,944	521,389,223
	Lunch subsidy		455,807,054	463,545,160
	Employees Income Tax		63,559,756	13,771,982
	Provident Fund		16,702,947	11,211,348
	Welfare & recreation		45,467,790	27,281,600
	Medical expenses		1,275,922	2,203,790
	Recovery of protected benefit		(3,185)	-
			5,273,572,424	5,162,418,734
27(a)	Consolidated salaries and allowances			
	Janata Bank Limited	27	5,273,572,424	5,162,418,734
	Janata Capital and Investment Limited, Dhaka		18,540,287	2,124,238
	Janata Exchange Company Srl, Italy		13,347,585	8,947,556
			5,305,460,296	5,173,490,528
28	Rent, taxes, insurance, electricity etc.			
	Rent, rates & taxes		331,576,871	294,993,836
	Insurance		146,381,864	135,818,454
	Lighting		60,737,877	40,522,112
			538,696,612	471,334,402

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
28(a)	Consolidated rent, taxes, insurance, electricity etc.			
	Janata Bank Limited	28	538,696,612	471,334,402
	Janata Capital and Investment Limited, Dhaka		2,405,797	271,000
	Janata Exchange Company Srl, Italy		-	-
			541,102,409	471,605,402
29	Legal expenses			
	Legal charges		5,802,942	4,926,143
	Stamps, power of attorney & N.P expemses		1,131,609	794,856
			6,934,551	5,720,999
29(a)	Consolidated legal expenses			
	Janata Bank Limited	29	6,934,551	5,720,999
	Janata Capital and Investment Limited, Dhaka		137,215	150,000
	Janata Exchange Company Srl, Italy		-	-
			7,071,766	5,870,999
30	Postage, stamp, telecommunication etc.			
	Postage		419,427	727,622
	Telegram/Telex/TP		963,120	536,186
	Telephone/Trunk Call (Office)		3,962,204	5,882,946
	Telephone/Trunk Call (Residence)		1,101,512	2,027,602
	Others		2,618,339	3,002,726
	Internet/E-mail/Internet Fax/SWIFT		6,804,587	336,282
			15,869,189	12,513,364
30(a)	Consolidated postage, stamp, telecommunication etc.			
	Janata Bank Limited	30	15,869,189	12,513,364
	Janata Capital and Investment Limited, Dhaka		175,218	45,989
	Janata Exchange Company Srl, Italy		-	-
			16,044,407	12,559,353
31	Stationery, printing and advertisement			
	Office stationery		37,255,661	39,647,862
	Security stationery		28,364,808	21,355,563
	Computer stationery		34,661,179	25,219,163
	Petty stationery		16,000,670	14,520,248
	Advertisement		32,850,577	30,969,856
			149,132,895	131,712,692
31(a)	Consolidated stationery, printing, advertisements etc.			
	Janata Bank Limited	31	149,132,895	131,712,692
	Janata Capital and Investment Limited, Dhaka		517,554	155,366
	Janata Exchange Company Srl, Italy		-	-
			149,650,449	131,868,058
32	Chief executives' salary and fees			
	Basic salary		3,000,000	3,000,000
	Allowances		1,200,000	1,200,000
			4,200,000	4,200,000

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
32(a)	Consolidated chief executives' salary and fees			
	Janata Bank Limited	32	4,200,000	4,200,000
	Janata Capital and Investment Limited, Dhaka		3,000,000	750,000
	Janata Exchange Company Srl, Italy		3,935,621	3,766,083
			11,135,621	8,716,083
33	Directors' fees			
	a) Total fees paid for attending board meetings		2,440,000	2,517,000
	b) Other financial benefit		-	-
			2,440,000	2,517,000
33(a)	Consolidated directors' fees and expenses			
	Janata Bank Limited	33	2,440,000	2,517,000
	Janata Capital and Investment Limited, Dhaka		351,000	216,000
	Janata Exchange Company Srl, Italy		-	-
			2,791,000	2,733,000
	Note: Rate of fee of the Chairman & Directors' is Taka 5,000 per meeting.			
	No other financial benefits extended to Board of Directors' [as per section 18(1) of the Bank Companies Act, 1991; excluding fees].			
34	Auditors' fees			
	Statutory audit (Bangladesh)		2,550,000	3,515,000
	Statutory audit (UAE)		920,952	854,636
			3,470,952	4,369,636
34(a)	Consolidated auditors' fees			
	Janata Bank Limited	34	3,470,952	4,369,636
	Janata Capital and Investment Limited, Dhaka		75,000	25,000
	Janata Exchange Company Srl, Italy		-	-
			3,545,952	4,394,636
35	Depreciation, repairs and maintenance			
	i) Depreciation:			
	Furniture & Fixtures		35,368,838	26,697,137
	Vehicles		18,570,077	16,274,723
	Machinery & Equipments		22,036,942	21,336,813
	Computers		120,981,634	74,736,241
	Property		38,551,569	25,143,155
			235,509,060	164,188,069
	ii) Repairs and maintenance			
	Furniture & Fixtures		8,596,846	7,351,140
	Vehicles		9,532,406	8,849,167
	Machinery & Equipments		5,974,298	6,899,453
	Premises		24,642,906	19,565,602
	Computers		11,295,805	8,482,828
			60,042,261	51,148,190
	Total Depreciation, repair & maintenance (i+ii)		295,551,321	215,336,259
35(a)	Consolidated depreciation, repairs and maintenance			
	Janata Bank Limited	35	295,551,321	215,336,259
	Janata Capital and Investment Limited, Dhaka		1,243,523	375,613
	Janata Exchange Company Srl, Italy		1,567,316	977,789
			298,362,160	216,689,661

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
36	Other expenses			
	Entertainment		78,826,309	69,918,304
	Car expenses		132,618,035	126,531,661
	Subscription		19,370,972	18,754,783
	Donation		16,000	6,000
	Travelling		42,890,547	45,051,700
	Cartage & Freight		74,390,849	66,427,129
	Miscellaneous		131,519,618	84,146,225
	Business development		40,408,268	114,116,400
	Cash carrying charges		12,172,565	10,305,316
	Outsourcing security expenses		55,480,238	40,903,789
	Training expenses		19,723,249	12,405,148
	Head office expenses (UAE branches)		14,498,144	13,685,613
	Provision for ruler tax		-	2,402,550
	Computer		3,096,365	2,416,903
	Loss on revaluation of investment		212,518,867	-
			837,530,026	607,071,521
36(a)	Consolidated other expenses			
	Janata Bank Limited	36	837,530,026	607,071,521
	Janata Capital and Investment Limited, Dhaka		7,906,069	5,209,349
	Janata Exchange Company Srl, Italy		43,959,154	21,094,408
			889,395,249	633,375,278
37	Provision for loans and advances			
	For classified loans and advances		2,624,878,287	395,335,351
	Provision made for unclassified loans during the year		308,767,582	417,066,170
			2,933,645,869	812,401,521
37(a)	Consolidated provision for loans and advances			
	Janata Bank Limited	37	2,933,645,869	812,401,521
	Janata Capital and Investment Limited, Dhaka		19,314,803	10,456,493
	Janata Exchange Company Srl, Italy		-	-
			2,952,960,672	822,858,014
38	Provision for off- balance sheet items			
	Opening Balance		1,066,443,137	736,443,137
	Add: Transferred during the year		450,000,000	330,000,000
			1,516,443,137	1,066,443,137
39	Provision for other assets			
	Provision made during the year		100,000,000	-
			100,000,000	-

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
40	Provision for Superannuation Fund and Gratuity			
A	Fund required for:			
	Superannuation Fund (SF)		16,311,042,048	17,387,600,000
	Gratuity-			
	In Bangladesh		315,193,860	426,100,000
	Outside Bangladesh (overseas branches)		12,754,080	14,181,717
			327,947,940	440,281,717
	Total fund required		16,638,989,988	17,827,881,717
B	Less:			
	Total Fund balance held with Trustee (SF)		10,000,198,146	8,805,816,590
			10,000,198,146	8,805,816,590
C	Provision to be kept (A-B)		6,638,791,842	9,022,065,127
D	Provision held in JBL accounts for SF & Gratuity :			
	SF			
	Old balance		3,714,934,898	4,964,934,898
	Provision made during the year		1,000,000,000	1,000,000,000
			4,714,934,898	5,964,934,898
	Gratuity			
	In Bangladesh		61,605,228	137,331,568
	Outside Bangladesh (overseas branches)		12,754,080	14,181,717
			74,359,308	151,513,285
	Total provision held		4,789,294,206	6,116,448,183
	Provision excess/(shortfall)		(1,849,497,636)	(2,905,616,944)

The Bank has determined the required provision for Superannuation Fund (SF) and gratuity fund for its employees as at 31 December 2011 at Taka 16,638.99 million against which there exists a provision of Taka 14,789.50 million. This provision is sufficient to cover the next 10 years requirement against retirement benefit. Out of the provision made, Taka 10,106.75 million including Tk. 2,250 million of current year has so far been transferred to the said fund and the remaining balance shall be transferred @ 25% per annum after year end review by the management.

The required provision for Superannuation Fund and Gratuity Fund as at 31st December 2011 increased due to implementation of new pay scale 2009. However the shortfall amount of Tk. 1,849.50 million will be provided within next two years.

41 Consolidated provision for diminution in value of investments

Accumulated provision:

Janata Bank Limited	-	-
Janata Capital and Investment Limited, Dhaka	322,094,452	13,297,782
Janata Exchange Company Srl, Italy	-	-
	322,094,452	13,297,782

41(a) Consolidated provision for diminution in value of investments

Provision made during the year:

Janata Bank Limited	-	-
Janata Capital and Investment Limited, Dhaka	308,796,670	13,297,782
Janata Exchange Company Srl, Italy	-	-
	308,796,670	13,297,782

Note No.	Particulars	Ref. Note	2011 Taka	2010 Taka
42	Other provisions			
	Provision for incentive bonus		795,000,000	900,000,000
	Provision for insurance fund		5,000,000	5,000,000
	Provision for benevolent fund		100,000,000	100,000,000
	Provision for CSR		150,000,000	70,000,000
	Provision for leave encashment		313,006,000	-
			1,363,006,000	1,075,000,000
42(a)	Consolidated other provision			
	Janata Bank Limited	42	1,363,006,000	1,075,000,000
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		-	-
			1,363,006,000	1,075,000,000
43	Provision for taxation			
	Income Tax has not been considered on the loans & advances and other assets written off during the year on the ground that income tax has been provided fully on the provision for doubtful debts made against the said loans and advances written off during the year 2010. Provision for taxation including rulers tax has been made by Taka 4,029,197,509.			
43(a)	Consolidated provision for taxation			
	Current tax			
	Janata Bank Limited	43	4,029,197,509	2,064,623,940
	Janata Capital and Investment Limited, Dhaka		39,593,314	16,996,840
	Janata Exchange Company Srl, Italy		-	-
			4,068,790,823	2,081,620,780
	Deferred tax			
	Janata Bank Limited		#REF!	847,833,100
	Janata Capital and Investment Limited, Dhaka		-	-
	Janata Exchange Company Srl, Italy		-	-
			#REF!	847,833,100
			#REF!	2,929,453,880

44 Events after the balance sheet date

There is no such events after the balance sheet date.

45 Schedule of debenture (Govt. and Non-Govt.) as at 31 December 2011

Sl. No.	Name of Company	Amount in Taka
45(a) Debentures of other corporations & companies		
1	Bangladesh House Building Finance Corporation	140,000,000
2	Bangladesh Steel & Engineering Corporation	20,000,000
3	Pioneer Pharmaceuticals Company Limited	100,000
4	Rupon Oil & Feeds Limited	50,000
5	Monir Chemicals Company Limited	145,000
6	Bay-sodium Chemicals Company Limited	25,000
7	Bengal Carpet Industries Limited	29,000
8	Ismail Carpet Industries Limited	48,000
9	Mirjabo Steel Limited	150,000
10	Allied Jute Mills Limited	4,565,187
11	Beximco Synthetics Limited	10,194,290
12	Beximco Textiles Limited	77,520,240
13	Beximco Denims Limited	48,450,150
Sub-Total		301,276,867
45(b) Government debentures		
1	Debenture Before Liberation	20,473,601
Sub-total		20,473,601
Total Debenture (a+b)		321,750,468

46 Schedule of share purchases from primary and secondary market as at 31 December 2011

46(a) Quoted shares

Amount in Taka

Sl. No.	Name of Company / Institution	No. of share holding	Face value	Cost price per unit	Total cost price	Market Price as on 31 Dec. 2011	Total market value on 31 Dec. 2011	Unrealized capital gain/ (loss)
1	1st Janata Bank M.F	50,000,000	10	10	500,000,000	9	448,500,000	(51,500,000)
2	8th Mutual Fund Ltd.	9,240	10	10	92,400	59	549,503	457,103
3	AB Bank Ltd.	504,670	10	122	61,587,003	68	34,418,494	(27,168,509)
4	Active Fine Chemical Ltd.	581,525	10	31	18,037,106	62	35,961,506	17,924,400
5	Aftab automobiles Ltd.	790,261	10	122	96,470,805	141	111,592,756	15,121,951
6	AL Arafah Bank Ltd.	66,213	10	9	564,342	38	2,506,824	1,942,483
7	Anlima yarn	352,000	10	18	6,376,091	32	11,334,400	4,958,309
8	Apex Adelchi	106,100	10	348	36,956,853	295	31,343,001	(5,613,852)
9	Apex Spinning and Finishing Mills Ltd.	4,800	10	21	102,800	109	522,288	419,488
10	Apex Tenny Ltd.	12,000	10	9	106,995	120	1,444,080	1,337,085
11	Apex Weaving and Spinning Ltd.	44,890	10	9	400,000	156	7,009,574	6,609,574
12	Atlas Bangladesh Ltd	11,582	10	27	315,735	249	2,878,706	2,562,971
13	Azadi Printers Ltd.	756	10	100	75,600	65	49,140	(26,460)
14	Bangladesh Oxygen Ltd.	4,800	10	141	677,190	612	2,938,128	2,260,938
15	Bangladesh Shipping Co Ltd.	1,077	100	90	96,508	555	598,263	501,755
16	Bank Asia Ltd.	1,155,870	10	47	54,583,681	38	44,408,525	(10,175,155)
17	Bata Shoe Company Ltd.	4,000	10	110	438,020	598	2,393,280	1,955,260
18	BATBC	3,900	10	86	335,075	626	2,441,322	2,106,247
19	BD lamps	50,950	10	277	14,104,448	197	10,053,454	(4,050,994)
20	Beacon Pharmaceuticals	500,000	10	10	5,000,000	31	15,480,000	10,480,000
21	Beximco Ltd.	101,519	10	208	21,099,944	113	11,500,072	(9,599,871)
22	Beximco Pharmaceuticals Ltd.	2,339,038	10	94	219,616,779	94	219,471,936	(144,843)
23	BGIC	15,612	10	16	245,490	49	772,170	526,680
24	BRAC Bank Ltd.	2,451,300	10	53	128,769,742	46	112,955,904	(15,813,838)
25	BSRM Steel	136,440	10	100	13,703,298	118	16,135,394	2,432,097
26	City Bank Ltd.	695,590	10	51	35,312,799	53	36,782,799	1,470,001
27	Confidence Cement Mills Ltd	8,970	10	53	473,400	123	1,106,808	633,408
28	Delta Brac Housing Ltd.	520,120	10	101	52,391,299	92	47,799,028	(4,592,271)

Sl. No.	Name of Company / Institution	No. of share holding	Face value	Cost price per unit	Total cost price	Market Price as on 31 Dec. 2011	Total market value on 31 Dec. 2011	Unrealized capital gain/ (loss)
29	Delta Life Insurance Company Ltd.	1,110	10	1,281	1,421,511	3,073	3,411,152	1,989,641
30	DESCO Ltd.	106,000	10	194	20,532,438	114	12,046,900	(8,485,538)
31	Dhaka Bank Ltd.	70,200	10	50	3,515,767	44	3,104,946	(410,821)
32	Dutch Bangla Bank Ltd.	1,000	10	197	197,467	163	163,210	(34,257)
33	Eastern Bank Ltd. NRB M F	9,983,000	10	10	99,830,000	10	104,621,840	4,791,840
34	Eastern Bank Ltd.	5,705,395	10	5	27,452,287	66	377,411,879	349,959,592
35	Eastern Cable Ltd.	8,240	10	10	81,900	57	469,680	387,780
36	EBL 1st MF	52,500	10	19	1,000,123	10	535,500	(464,623)
37	Exim Bank Ltd.	230,189	10	11	2,436,883	28	6,419,971	3,983,088
38	Fareast life	81,347	10	203	16,501,807	160	12,982,168	(3,519,639)
39	GP	250,600	10	254	63,769,849	163	40,960,570	(22,809,279)
40	Green Dealta	77,300	10	275	21,232,239	153	11,789,023	(9,443,216)
41	Heidelberg	70,970	10	189	13,429,037	259	18,384,069	4,955,032
42	IBBL Bond	116,010	1,000	955	110,737,574	1,014	117,623,699	6,886,126
43	ICB Islamic Bank Ltd.	5,541,800	10	10	55,689,671	10	55,362,582	(327,089)
44	IDLC	12,310	10	264	3,252,952	139	1,715,029	(1,537,923)
45	IFIC Ltd.	166,370	10	98	16,239,608	68	11,321,479	(4,918,129)
46	IFIC MF	150,000	10	10	1,500,000	8	1,219,500	(280,500)
47	ILFSL	190,400	10	74	14,013,902	47	8,870,736	(5,143,166)
48	Investment Corporation of Bangladesh	2,255,208	100	30	66,781,000	1,623	3,660,044,719	3,593,263,719
49	Islamic Bank Bangladesh Ltd.	189,000	10	49	9,219,529	55	10,309,950	1,090,421
50	Jamuna Bank Ltd.	45,000	10	33	1,492,347	35	1,557,000	64,653
51	Jamuna Oil	112,760	10	278	31,391,856	180	20,301,310	(11,090,546)
52	Jute Spinners Ltd.	8,500	10	10	85,000	163	1,388,900	1,303,900
53	Khulna Power Company Ltd.	5,000	10	64	319,137	63	314,750	(4,387)
54	L R Global M F	5,000,000	10	10	50,000,000	5	26,300,000	(23,700,000)
55	Lafarge Surma Cement Ltd.	1,025,000	10	34	34,670,905	27	27,336,750	(7,334,155)
56	Malek Spinnng Mills Ltd.	400,000	10	25	10,000,000	32	12,972,000	2,972,000
57	Marcantile Bank Ltd.	145,400	10	31	4,535,836	35	5,059,920	524,084
58	Meghna Cement Mills Ltd.	11,810	10	10	118,100	138	1,623,875	1,505,775
59	Meghna Petroleum	403,042	10	168	67,553,641	188	75,868,626	8,314,985

Sl. No.	Name of Company / Institution	No. of share holding	Face value	Cost price per unit	Total cost price	Market Price as on 31 Dec. 2011	Total market value on 31 Dec. 2011	Unrealized capital gain/ (loss)
60	M I Cement	5,000	10	141	705,608	109	546,050	(159,558)
61	Monno Ceramic Industries Ltd.	7,700	10	77	589,041	62	477,169	(111,872)
62	Monno Fabrics Ltd.	16,150	10	150	2,422,500	78	1,257,116	(1,165,384)
63	Mutual Trust Bank Ltd.	226,600	10	50	11,306,368	35	7,867,552	(3,438,816)
64	National Life Insurance Ltd.	112,160	10	125	13,971,253	365	40,950,738	26,979,485
65	National Polymer	15,300	10	104	1,586,503	63	960,075	(626,428)
66	National Tea Co. Ltd.	44,220	10	10	437,175	533	23,555,552	23,118,377
67	National Tubes	91,100	10	140	12,795,937	65	5,960,673	(6,835,264)
68	National Bank Ltd.	89,271	10	41	3,697,780	67	5,955,268	2,257,489
69	National Credit & Commerce Bank Ltd.	227,040	10	46	10,470,160	31	6,926,990	(3,543,170)
70	Nitol Ins	69,070	10	82	5,639,968	51	3,554,342	(2,085,626)
71	Padma Oil Co. Ltd.	862,850	10	3	2,175,992	737	635,627,081	633,451,089
72	Phonix Finance	64,120	10	136	8,715,594	70	4,491,606	(4,223,988)
73	PHP 1st MF	500,000	10	10	5,000,000	7	3,435,000	(1,565,000)
74	PLFS	230,650	10	160	36,957,162	69	16,025,562	(20,931,600)
75	Popular Life 1st M.F	500,000	10	10	5,000,000	7	3,465,000	(1,535,000)
76	Powergrid	371,870	10	82	30,640,138	63	23,457,560	(7,182,579)
77	Premier Leasing	289,200	10	37	10,629,944	33	9,647,712	(982,232)
78	Prime Bank Ltd.	284,395	10	51	14,596,009	45	12,669,797	(1,926,212)
79	Prime Finance	181,080	10	234	42,358,763	99	17,945,028	(24,413,735)
80	Progati Life Insurane Company Ltd.	25,760	10	261	6,729,417	204	5,267,662	(1,461,754)
81	Progressive Life Insurane Company Ltd.	56,000	10	222	12,423,014	166	9,290,400	(3,132,614)
82	Pubali Bank Ltd.	230,701	10	49	11,378,866	50	11,625,023	246,157
83	Reckit Benkiser Bd Ltd.	250	10	77	19,190	770	192,500	173,310
84	Renata	77,070	10	828	63,810,364	1,209	93,186,108	29,375,743
85	S Alam Cr Steels	138,080	10	68	9,428,792	61	8,384,218	(1,044,575)
86	Safco Spinning Mills Ltd.	3,620	10	1	5,000	35	127,895	122,895
87	Samit Port Ltd.	402,125	10	150	60,433,269	58	23,335,314	(37,097,956)
88	Shajalal Islami Bank Ltd.	117,000	10	45	5,296,561	33	3,811,860	(1,484,701)
89	Singer Bangladesh Ltd.	2,270	10	125	283,035	289	655,190	372,155
90	Social Islamic Bank Ltd.	132,519	10	14	1,818,570	26	3,483,925	1,665,355

Sl. No.	Name of Company / Institution	No. of share holding	Face value	Cost price per unit	Total cost price	Market Price as on 31 Dec. 2011	Total market value on 31 Dec. 2011	Unrealized capital gain/ (loss)
91	South East Bank Ltd.	2,031,330	10	40	80,378,037	30	61,203,973	(19,174,065)
92	Square Pharma	412,350	10	172	70,770,590	237	97,871,273	27,100,682
93	Square Textiles Mills Ltd.	2,367	10	8	19,110	114	269,104	249,994
94	Standard Bank Ltd.	357,680	10	45	15,928,698	30	10,869,895	(5,058,802)
95	Summit Power	2,143,715	10	96	205,044,053	75	159,878,265	(45,165,788)
96	Titas Gas	788,500	10	95	74,958,386	70	55,124,035	(19,834,351)
97	Trust Bank Ltd.	897,400	10	49	43,872,530	43	38,615,122	(5,257,408)
98	Trust Bank MF	500,000	10	10	5,000,000	9	4,475,000	(525,000)
99	United Commercial Bank Ltd.	484,425	10	52	25,174,480	44	21,280,790	(3,893,690)
100	United Leasing	71,780	10	8	563,934	56	4,032,600	3,468,666
101	Uttara Bank Ltd.	108,600	10	85	9,255,249	78	8,459,940	(795,309)
Total (Quoted shares)					2,939,222,806		7,290,655,051	4,351,432,245

46(b) Un-quoted share

Amount in Taka

Sl. No.	Name of Company/ Institute	No. of share	Face value	Cost price per unit	Total cost price	Market Price as on 31 Dec. 2011	Total market price	Unrealized capital gain/ (loss)
1	1st Bangladesh Fixed Income Fund	125,000,000	10	10	1,250,000,000	N/A	N/A	N/A
2	Bangladesh Commerce Bank Ltd.	674,982	100	100	67,498,200	N/A	N/A	N/A
3	Bangladesh Fund	200,000,000	10	10	2,000,000,000	N/A	N/A	N/A
4	Belhasa Accom & Associates Ltd.	200,000,000	10	10	2,000,000,000	N/A	N/A	N/A
5	East Pakistan Co-operative Ins. Co.	22,500	10	10	225,000	N/A	N/A	N/A
6	Gul Ahmed Jute Mills Ltd.	44,900	10	11	501,500	N/A	N/A	N/A
7	IIDFC	382,160	100	75	28,561,700	N/A	N/A	N/A
8	Karmasangsthan Bank Ltd.	300,000	100	100	30,000,000	N/A	N/A	N/A
9	Summit Purbanchal Power	1,579,312	100	100	157,931,200	N/A	N/A	N/A
10	Summit Uttaranchal Power	1,073,772	100	100	107,377,200	N/A	N/A	N/A
11	United Bank of India Ltd.	2	10	10	20	N/A	N/A	N/A
12	United Management Ltd.	36,000	10	10	360,000	N/A	N/A	N/A

Sl. No.	Name of Company / Institution	No. of share holding	Face value	Cost price per unit	Total cost price	Market Price as on 31 Dec. 2011	Total market value on 31 Dec. 2011	Unrealized capital gain/ (loss)
13	State Bank of India	10	100	100	1,000	N/A	N/A	N/A
14	Specialised Jute yarn and towain manufacturing Co. Ltd.	33,790	10	10	329,453	N/A	N/A	N/A
15	Paper Converting and Packeging Ltd.	2,956	100	99	291,905	N/A	N/A	N/A
16	National Shipping Corporation	10,964	100	12	126,859	N/A	N/A	N/A
17	IFIC Ltd.	73,500	100	106	7,804,699	N/A	N/A	N/A
18	Central Depository Bangladesh Ltd.	3,855,164	10	6	23,541,640	N/A	N/A	N/A
19	Swan Textile Mills Ltd.	1,000	100	98	97,500	N/A	N/A	N/A
Total (Un-quoted share)					5,674,647,875	N/A	N/A	N/A
Total investment in quoted & un-quoted shares (a+b)					8,613,870,681	N/A	N/A	N/A

47 Schedule of fixed assets of Janata Bank Limited as at 31 December 2011

A. Cost

(Amount in '000)

Sl. No.	Name of Assets	COST				DEPRECIATION					Written down Value as on 31.12.11	Written down Value as on 31.12.10
		Opening Balance as on 1.01.11	Addition during the year	Sales/ Transfer/ Adjustment	Balance as on 30.12.11	Rate (%)	Opening Balance as on 1.01.11	Charged during the year	Adjustment during the year	Balance as on 31.12.11		
	1	2	3	4	5=(2+3-4)	6	7	8	9	10=(7+8-9)	11	12
1	Land	67,266	-	-	67,266	-	-	-	-	-	67,266	67,266
2	Building	267,362	-	-	267,362	2.5	48,193	5,513	-	53,706	213,656	219,169
	Sub-total	334,628	-	-	334,628		48,193	5,513	-	53,706	280,922	286,435
3	Machinery and Equipment:											
	a) Office Equipment	155,516	18,053	190	173,379	20	106,272	13,045	-	119,317	54,062	49,244
	b) Electric Equipment	80,629	29,812	225	110,216	20	66,860	6,354	-	73,214	37,002	13,769
	c) Fire Extinguisher & Arms	7,691	199	1	7,889	20	6,751	215	-	6,966	923	940
	d) Weighting Machine	460	150	-	610	20	182	56	-	238	372	278
	Sub-total	244,296	48,214	416	292,094		180,065	19,670	-	199,735	92,359	64,231
4	Furniture and Fixture:	396,652	64,105	1,133	459,624	10	186,509	30,345	-	216,854	242,770	210,143
5	Vehicle											
	a) Car	193,985	87,565	31,763	249,787	20	127,479	7,362	-	134,841	114,946	66,506
	b) Cycle and Scoter	4,398	4,557	-	8,955	20	4,101	714	-	4,815	4,140	297
	Sub-total	198,383	92,122	31,763	258,742		131,580	8,076	-	139,656	119,086	66,803
6	Computer	1,112,512	485,124	129,387	1,468,249	20	353,341	120,343	-	473,684	994,565	759,171
	A. Grand total (1+2+3+4+5+6)	2,286,471	689,565	162,699	2,813,337		899,688	183,947	-	1,083,635	1,729,702	1,386,783

B. Revaluation

Sl. No.	Name of Assets	VALUATION				DEPRECIATION					Written down Value as on 31.12.11	Written down Value as on 31.12.10
		Opening Balance as on 1.01.11	Revaluation during the year	Sales/ Transfer/ Adjustment	Balance as on 31.12.11	Rate (%)	Opening Balance as on 1.01.11	Charged during the year	Adjustment during the year	Balance as on 31.12.11		
	1	2	3	4	5=(2+3-4)	6	7	8	9	10=(7+8-9)		
1	Land	3,534,223	2,912,581	-	6,446,804	-	-	-	-	-	6,446,804	3,534,223
2	Building	1,453,940	130,791	-	1,584,731	2.5	132,384	33,039	-	165,423	1,419,308	1,321,556
	Sub-total	4,988,163	3,043,372	-	8,031,535		132,384	33,039	-	165,423	7,866,112	4,855,779
3	Machinery and Equipment	-	-	-	-		-	-	-	-	-	-
	a) Office Equipment	-	-	-	-	20	-	-	-	-	-	-
	b) Electric Equipment	127,351	-	-	127,351	20	95,990	6,272	-	102,262	25,089	31,361
	c) Fire Extinguisher & Arms	-	-	-	-	20	-	-	-	-	-	-
	d) Weighting Machine	-	-	-	-	20	-	-	-	-	-	-
	Sub-total	127,351	-	-	127,351		95,990	6,272	-	102,262	25,089	31,361
4	Furniture and Fixture:	5548	-	-	5,548	10	1,503	405	-	1,908	3,640	4,045
5	Vehicle	-	-	-	-		-	-	-	-	-	-
	a) Car	41,204	-	-	41,204	20	20,107	11,208	-	31,315	9,889	21,097
	b) Cycle and Scoter	-	-	-	-	20	-	-	-	-	-	-
	Sub-total	41,204	-	-	41,204		20,107	11,208	-	31,315	9,889	21,097
6	Computer	2,104	-	-	2,104	20	1,263	639	-	1,902	202	841
B. Grand total (1+2+3+4+5+6)		5,164,370	3,043,372	-	8,207,742	-	251,247	51,563	-	302,810	7,904,932	4,913,123
Total (A+B)		7,450,841	3,732,937	162,699	11,021,079	-	1,150,935	235,510	-	1,386,445	9,634,634	6,299,906

47(i) Consolidated schedule of fixed assets of Janata Bank Limited as at 31 December 2011

A. Cost

(Amount in '000)

SL#	Name of Assets	COST					DEPRECIATION					Written down Value as on 31.12.11	Written down Value as on 31.12.10
		Opening Balance as on 1.01.11	Addition during the year	Sales/ Transfer/ Adjustment	Balance as on 30.12.11	Rate (%)	Opening Balance as on 1.01.11	Charged during the year	Adjustment during the year	Balance as on 31.12.11			
	1	2	3	4	5=(2+3-4)	6	7	8	9	10=(7+8-9)	11	12	
1	Land	67,266	-	-	67,266	-	-	-	-	-	67,266	67,266	
2	Building	267,362	31,264	-	298,626	2.5	48,193	5,513	-	53,706	244,920	219,169	
	Sub-total	334,628	31,264	-	365,892		48,193	5,513	-	53,706	312,186	286,435	
3	Machinery and Equipment:												
	a) Office Equipment	157,020	18,353	190	175,183	20	106,367	13,223	-	119,590	55,593	49,244	
	b) Electric Equipment	80,895	31,012	225	111,682	20	66,877	6,501	-	73,378	38,304	13,769	
	c) Fire Extinguisher & Arms	7,691	199	1	7,889	20	6,751	215	-	6,966	923	940	
	d) Weighting Machine	460	150	-	610	20	182	56	-	238	372	278	
	Sub-total	246,066	49,714	416	295,364		180,177	19,995	-	200,172	95,192	64,231	
4	Furniture and Fixture:	421,437	88,028	1,133	508,332	10	187,551	32,100	-	219,651	288,681	235,545	
5	Vehicle												
	a) Car	193,985	98,805	31,764	261,026	20	127,479	7,362	-	134,841	126,185	66,506	
	b) Cycle and Scoter	4,398	4,557	-	8,955	20	4,101	714	-	4,815	4,140	297	
	Sub-total	198,383	103,362	31,764	269,981		131,580	8,076	-	139,656	130,325	66,803	
6	Computer	1,115,371	486,976	129,387	1,472,960	20	353,527	120,880	-	474,407	998,553	761,843	
	A. Grand total (1+2+3+4+5+6)	2,315,885	759,344	162,700	2,912,529		901,028	186,564	-	1,087,592	1,824,937	1,414,857	

B. Revaluation

SL#	Name of Assets	VALUATION					DEPRECIATION					Written down Value as on 31.12.11	Written down Value as on 31.12.10
		Opening Balance as on 1.01.10	Revaluation during the year	Sales/ Transfer/ Adjustment	Balance as on 31.12.11	Rate (%)	Opening Balance as on 1.01.11	Charged during the year	Adjustment during the year	Balance as on 31.12.11			
		1	2	3	4	5=(2+3-4)	6	7	8	9	10=(7+8-9)		
1	Land	3,534,223	2,912,581	-	6,446,804	-	-	-	-	-	6,446,804	3,534,223	
2	Building	1,453,940	130,791	-	1,584,731	2.5	132,384	33,039	-	165,423	1,419,308	1,321,556	
	Sub-total	4,988,163	3,043,372	-	8,031,535		132,384	33,039	-	165,423	7,866,112	4,855,779	
3	Machinery and Equipment	-	-	-	-		-	-	-	-	-	-	
	a) Office Equipment	-	-	-	-	20	-	-	-	-	-	-	
	b) Electric Equipment	127,351	-	-	127,351	20	95,990	6,272	-	102,262	25,089	31,361	
	c) Fire Extinguisher & Arms	-	-	-	-	20	-	-	-	-	-	-	
	d) Weighting Machine	-	-	-	-	20	-	-	-	-	-	-	
	Sub-total	127,351	-	-	127,351		95,990	6,272	-	102,262	25,089	31,361	
4	Furniture and Fixture:	5548	-	-	5,548	10	1,503	405	-	1,908	3,640	4,045	
5	Vehicle	-	-	-	-		-	-	-	-	-	-	
	a) Car	41,204	-	-	41,204	20	20,107	11,208	-	31,315	9,889	21,097	
	b) Cycle and Scooter	-	-	-	-	20	-	0	-	-	-	-	
	Sub-total	41,204	-	-	41,204		20,107	11,208	-	31,315	9,889	21,097	
6	Computer	2,104	-	-	2,104	20	1,263	639	-	1,902	202	841	
B. Grand total (1+2+3+4+5+6)		5,164,370	3,043,372	-	8,207,742		251,247	51,563	-	302,810	7,904,932	4,913,123	
Total (A+B)		7,480,255	3,802,716	162,700	11,120,271		1,152,275	238,127	-	1,390,402	9,729,869	6,327,980	

48 Segment reporting

For the purpose of segment reporting as per Bangladesh Financial Reporting Standards 8 'Operating Segments', the following segment relating to revenue, expenses, assets and liabilities have been identified and shown as follows:

- * Loans & Advances
- * Treasury
- * Overseas
- * JEC, Italy
- * JCIL, Dhaka

Operating segments

Particulars	Amount in crore						
	Loans & Advances	Treasury	Overseas	JEC, Italy	JCIL, Dhaka	Other	Total
Interest income	2,610.58	513.15	16.03	0.03	15.09	-	3,154.88
Interest expenses	(1,315.32)	(462.11)	(1.16)	(0.25)	(8.02)	-	(1,786.86)
Net interest income	1,295.26	51.04	14.87	(0.22)	7.07	-	1,368.02
Investment income	-	97.84	-	1.19	4.91	-	103.94
Commission & brokerage	84.69	-	-	3.00	5.08	-	92.78
Foreign exchange income	-	532.48	-	-	-	-	532.48
Other operating income	-	-	11.82	2.39	0.03	196.96	211.19
Total operating income	1,379.95	681.35	26.69	6.36	17.09	196.96	2,308.41
Total operating expenses	(673.22)	(21.25)	(18.25)	(6.28)	(3.44)	-	(722.44)
Profit before provision	706.73	660.10	8.44	0.07	13.66	196.96	1,585.97
Rate of operating income	44.56%	41.62%	0.53%	0.00%	0.86%	12.42%	100.00%
Loans & advances	257,989.09	-	172.88	-	40.10	-	258,202.08
Investment	-	9,090.59	-	3.20	188.84	-	9,282.63

49 Employees of Janata Bank Limited

Number of employees and remuneration thereof as per the schedule XI of the Companies Act, 1994 the number of employees (including contractual employees) engaged for the whole year or part thereof who received a total remuneration of Taka 36,000 per annum or Taka 3,000 per month were 15,020 at the end of 2011 as against 12,713 in 2010.

Note No.	Particulars	2011 Taka (in million)	2010 Taka (in million)
50	High lights/ key indicators of Bank		
	Authorised capital	20,000.00	20,000.00
	Paid-up capital	8,125.00	5,000.00
	Required Capital (10% of RWA)	30,642.64	22,973.00
	Capital kept	31,242.01	23,454.06
	Capital surplus/(shortfall)	599.37	481.06
	Total assets	440,389.37	345,233.93
	Total deposits	361,676.69	286,566.89
	Total Investment	90,905.87	57,514.00
	Total loans and advances	257,801.04	225,732.21
	Import	197,285.40	183,743.90
	Export	153,758.20	118,515.20
	Foreign remittance	72,284.70	52,639.70
	Total contingent liabilities (Off balance sheet item)	151,206.83	106,227.86
	Total loans deposits ratio	71.28%	78.77%
	Total classified loans to total loans & advances (Excluding overseas branch)	5.60%	5.30%
	Total operating profit (after amortisation)	14,722.32	11,037.00
	Profit after provision and tax	4,444.91	4,907.97
	Classified loans & advances during the year:		
	In Bangladesh	14,343.00	11,192.00
	Outside Bangladesh	697.00	635.00
	Total	15,040.00	11,827.00
	Provision held against classified advances (including general provision for unclassified loans and advances)	11,173.07	8,975.26
	Cost of deposit	5.57%	4.17%
	Operating cost	2.23%	2.31%
	Cost of fund	7.80%	6.48%
	Performing assets/loans (including overseas)	242,761.04	213,905.21
	Non performing assets/loans (including overseas)	15,040.00	11,827.00
	Return on investment (ROI)	7.72%	4.89%
	Return on assets (ROA)	1.01%	1.42%
	Cost earning ratio	61.31%	60.68%
	Total reduction of classified advances	3,644.60	5,561.10
	Cash recovery	1,627.80	1,222.90
	Non interest income	9,356.70	7,282.90
	Earnings per share	60.45	69.66

Sd/-
Md. Abdus Salam
Deputy Managing Director

Sd/-
S.M. Aminur Rahman
CEO & Managing Director

Sd/-
Dr. R.M. Debnath
Director

Sd/-
Dabir Uddin Ahmed
Director

Sd/-
Dr. Jamaluddin Ahmed FCA
Director

Sd/-
Dr. Abul Barkat
Chairman